

Audited Financial Statements and
Other Financial Information

Town of New Haven, Vermont

December 31, 2023



Proven Expertise & Integrity

TOWN OF NEW HAVEN, VERMONT

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DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Selectboard
Town of New Haven
New Haven, Vermont

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of New Haven, Vermont, as of and for the year ended December 31, 2023 and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of New Haven, Vermont as of December 31, 2023 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the

United States of America and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of Financial Statements

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of New Haven, Vermont's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise doubt about the Town of New Haven, Vermont's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 12 and 38 and 39 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.

Supplementary Information

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 23, 2024, on our consideration of the Town of New Haven, Vermont's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to solely 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 the effectiveness of the Town of New Haven, Vermont'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 New Haven, Vermont's internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
Vermont Registration # 092.0000697
July 23, 2024

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2023**

(UNAUDITED)

The following management's discussion and analysis of Town of New Haven, Vermont's financial performance provides an overview of the Town's financial activities for the fiscal year ended December 31, 2023. Please read it in conjunction with the Town's financial statements.

Financial Statement Overview

The Town of New Haven, Vermont's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule and other supplementary information which includes combining and other schedules.

Basic Financial Statements

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide a broad view of the Town's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regard to the Town's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Position - this statement presents *all* of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference being reported as net position.

The Statement of Activities - this statement presents information that shows how the government's net position changed during the period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above-mentioned financial statements have one column for the Town's activity. The type of activity presented for the Town of New Haven, Vermont is:

- *Governmental activities* - The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). All of the Town's basic services are reported in governmental activities, which include general government, public safety, health and sanitation, highway, recreation and culture, education and unclassified.

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 of New Haven, Vermont, like other local governments, uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the Town of New Haven, Vermont are classified as governmental funds.

Governmental funds: All of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach, revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Town's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Town.

Because the focus of governmental 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, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are presented on the page immediately following each governmental fund financial statement.

The Town of New Haven, Vermont presents four columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The Town's major governmental funds are the general fund, highway fund and the facilities reserve fund. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund and the highway fund are the only funds for which the Town legally adopted a budget. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund and Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - Highway Fund provide a comparison of the original and final budget and the actual expenditures for the current year.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund and a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - Highway Fund.

Other Supplementary Information

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regards to nonmajor funds and other detailed budgetary information for the general fund.

Government-Wide Financial Analysis

Our analysis below focuses on the net position and changes in net position of the Town's governmental activities. The Town's total net position for governmental activities increased by \$720,740 from \$6,993,986 to \$7,714,726.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements - increased to \$1,656,636 for governmental activities at the end of this year.

Table 1
Town of New Haven, Vermont
Net Position
December 31,

	2023	2022 (Restated)
Assets		
Current Assets	\$ 2,467,594	\$ 2,160,811
Noncurrent Assets-Capital Assets	5,450,452	5,054,487
Total Assets	7,918,046	7,215,298
Liabilities		
Current Liabilities	55,221	39,806
Noncurrent Liabilities	141,245	174,545
Total Liabilities	196,466	214,351
Deferred Inflows of Resources		
Prepaid Taxes	6,854	6,961
Total Deferred Inflows of Resources	6,854	6,961
Net Position		
Net Investment in Capital Assets	5,276,177	4,846,912
Restricted:		
General fund	589,484	600,000
Highway Fund	165,729	78,668
Permanent Fund	26,700	27,703
Unrestricted	1,656,636	1,440,703
Total Net Position	\$ 7,714,726	\$ 6,993,986

Revenues and Expenses

Revenues decreased by \$499,424 from the prior year or 14.11% primarily due to a decrease in taxes. Expenses decreased by \$646,316 from the prior year or 21.79% primarily due to general government and education.

Table 2
Town of New Haven, Vermont
Changes in Net Position
For the Years Ended December 31,

	<u>2023</u>	<u>2022</u>
Revenues		
<i>Program Revenues:</i>		
Charges for services	\$ 39,571	\$ 42,037
Operating grants and contributions	818,648	560,719
<i>General Revenues:</i>		
Taxes	2,089,942	2,637,207
Grants and contributions not restricted to specific programs	22,669	21,755
Interest income	3,412	372
Miscellaneous	66,653	278,229
Total Revenues	<u>3,040,895</u>	<u>3,540,319</u>
Expenses		
General government	385,589	858,715
Public safety	130,958	108,042
Health and sanitation	22,043	18,093
Highway	940,422	609,719
Recreation and culture	62,937	64,262
Education	599,037	1,222,947
County tax	19,484	18,079
Unclassified	159,685	66,614
Total Expenses	<u>2,320,155</u>	<u>2,966,471</u>
Change in Net Position	720,740	573,848
Net Position - January 1, Restated	<u>6,993,986</u>	<u>6,420,138</u>
Net Position - December 31	<u>\$ 7,714,726</u>	<u>\$ 6,993,986</u>

Financial Analysis of the Town's Fund Statements

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

Table 3
Town of New Haven, Vermont
Fund Balances - Governmental Funds
December 31,

	<u>2023</u>	<u>2022 (Restated)</u>	<u>Increase/ (Decrease)</u>
Major Funds:			
General Fund:			
Restricted	\$ 589,484	\$ 600,000	\$ (10,516)
Assigned	736,396	466,101	270,295
Unassigned (deficit)	(611,063)	(564,984)	(46,079)
Total General Fund	<u>714,817</u>	<u>501,117</u>	<u>213,700</u>
Highway Fund:			
Restricted	165,729	78,668	87,061
Total Highway Fund	<u>165,729</u>	<u>78,668</u>	<u>87,061</u>
Facilities Reserve Fund:			
Assigned	103,460	143,042	(39,582)
Total Facilities Reserve Fund	<u>103,460</u>	<u>143,042</u>	<u>(39,582)</u>
Total Major Funds	<u><u>\$ 984,006</u></u>	<u><u>\$ 722,827</u></u>	<u><u>\$ 261,179</u></u>
Nonmajor Funds:			
Special Revenue Funds:			
Assigned	\$ 575,609	\$ 656,836	\$ (81,227)
Capital Projects Funds:			
Assigned	759,471	664,656	94,815
Permanent Funds:			
Restricted	26,700	27,703	(1,003)
Total Nonmajor Funds	<u><u>\$ 1,361,780</u></u>	<u><u>\$ 1,349,195</u></u>	<u><u>\$ 12,585</u></u>

The changes to total fund balances for the general fund, highway fund, facilities reserve fund and the aggregate nonmajor funds occurred due to the regular activity of operations.

Budgetary Highlights

There was no difference between the original and final budget for the general fund.

The general fund actual revenues exceeded budgeted amounts by \$1,336,314. This was due to all revenues being receipted in excess of budgeted amounts with the exception of other revenue.

The general fund actual expenditures exceeded budgeted amounts by \$1,122,614. This was the result of all expenditure categories being over budgeted amounts with the exception of health and sanitation, recreation and education.

There was no difference between the original and final budget for the highway fund.

The highway fund actual revenues exceeded budgeted amounts by \$84,502. This was due to all revenue categories being receipted over budgeted amounts with the exception of other revenue.

The highway fund actual expenditures were under budgeted amounts by \$2,559. This was due to all expenditure categories being within or under budgeted amounts with the exception of equipment.

Capital Asset and Debt Administration

Capital Assets

As of December 31, 2023, the net book value of capital assets recorded by the Town increased by \$395,965 from the prior year. This increase was the result of current year additions of \$798,163 less depreciation expense of \$402,198.

**Table 4
Town of New Haven, Vermont
Capital Assets (Net of Depreciation)
December 31,**

	2023	2022
Land and CIP	\$ 114,200	\$ 681,793
Buildings and Improvements	1,858,168	1,086,515
Furniture and Equipment	66,442	36,521
Vehicles	186,739	156,451
Infrastructure	3,224,903	3,093,207
Total	\$ 5,450,452	\$ 5,054,487

Debt

At December 31, 2023, the Town had \$174,275 in a bond payable and note from direct borrowing payable versus \$207,575 last year. For additional information on the Town's outstanding debt, refer to Note 6 of Notes to Financial Statements.

Economic Factors and Next Year's Budgets and Rates

The Town's unassigned fund balance has fallen below a level sufficient to sustain government operations for a period of approximately two months. The government does maintain significant reserve accounts for future capital and program needs.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers and 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 Town Office at 78 North Street, New Haven, Vermont 05472.

TOWN OF NEW HAVEN, VERMONT

STATEMENT OF NET POSITION
DECEMBER 31, 2023

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 2,370,838
Accounts receivable (net of allowance for uncollectibles):	
Delinquent taxes receivable	96,756
Total current assets	<u>2,467,594</u>
Noncurrent assets:	
Capital assets:	
Land and other assets not being depreciated	114,200
Buildings and vehicles, net of accumulated depreciation	5,336,252
Total noncurrent assets	<u>5,450,452</u>
TOTAL ASSETS	<u><u>\$ 7,918,046</u></u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 17,585
Accrued payroll	4,606
Current portion of long-term obligations	33,030
Total current liabilities	<u>55,221</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations:	
Bond payable	140,000
Note from direct borrowing payable	1,245
Total noncurrent liabilities	<u>141,245</u>
TOTAL LIABILITIES	<u>196,466</u>
DEFERRED INFLOWS OF RESOURCES	
Prepaid taxes	6,854
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>6,854</u>
NET POSITION	
Net investment in capital assets	5,276,177
Restricted: General fund	589,484
Restricted: Highway fund	165,729
Permanent funds	26,700
Unrestricted	1,656,636
TOTAL NET POSITION	<u><u>7,714,726</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u><u>\$ 7,918,046</u></u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental activities:					
General government	\$ 385,589	\$ 37,956	\$ -	\$ -	\$ (347,633)
Public safety	130,958	-	-	-	(130,958)
Health and sanitation	22,043	-	-	-	(22,043)
Highway	940,422	-	400,383	-	(540,039)
Recreation and culture	62,937	-	-	-	(62,937)
Education	599,037	-	-	-	(599,037)
County tax	19,484	1,615	-	-	(17,869)
Unclassified	159,685	-	418,265	-	258,580
Total government	<u>\$ 2,320,155</u>	<u>\$ 39,571</u>	<u>\$ 818,648</u>	<u>\$ -</u>	<u>(1,461,936)</u>

STATEMENT B (CONTINUED)
TOWN OF NEW HAVEN, VERMONT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Governmental Activities</u>
Changes in net position:	
Net (expense) revenue	<u>(1,461,936)</u>
General revenues:	
Taxes:	
Property taxes, levied for general purposes	2,089,942
Grants and contributions not restricted to specific programs	22,669
Interest income	3,412
Miscellaneous	66,653
Total general revenues	<u>2,182,676</u>
Change in net position	720,740
NET POSITION - JANUARY 1, RESTATED	<u>6,993,986</u>
NET POSITION - DECEMBER 31	<u><u>\$ 7,714,726</u></u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2023

	General Fund	Highway Fund	Facilities Reserve	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 905,598	\$ -	\$ 103,460	\$ 1,361,780	\$ 2,370,838
Accounts receivable (net of allowance for uncollectibles):					
Delinquent taxes receivable	96,756	-	-	-	96,756
Due from other funds	-	165,729	-	-	165,729
TOTAL ASSETS	\$ 1,002,354	\$ 165,729	\$ 103,460	\$ 1,361,780	\$ 2,633,323
LIABILITIES					
Accounts payable	\$ 17,585	\$ -	\$ -	\$ -	\$ 17,585
Accrued payroll	4,606	-	-	-	4,606
Due to other funds	165,729	-	-	-	165,729
TOTAL LIABILITIES	187,920	-	-	-	187,920
DEFERRED INFLOWS OF RESOURCES					
Prepaid taxes	6,854	-	-	-	6,854
Deferred property tax	92,763	-	-	-	92,763
TOTAL DEFERRED INFLOWS OF RESOURCES	99,617	-	-	-	99,617
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	589,484	165,729	-	26,700	781,913
Committed	-	-	-	-	-
Assigned	736,396	-	103,460	1,335,080	2,174,936
Unassigned (deficit)	(611,063)	-	-	-	(611,063)
TOTAL FUND BALANCES	714,817	165,729	103,460	1,361,780	2,345,786
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,002,354	\$ 165,729	\$ 103,460	\$ 1,361,780	\$ 2,633,323

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
DECEMBER 31, 2023

	Total Governmental Funds
Total Fund Balances	\$ 2,345,786
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	5,450,452
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	92,763
Long-term obligations are not due and payable in the current period and therefore are not reported in the funds:	
Bond payable	(170,000)
Note from direct borrowing payable	(4,275)
Net position of governmental activities	\$ 7,714,726

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS FOR
THE YEAR ENDED
DECEMBER 31, 2023

	General Fund	Highway Fund	Facilities Reserve	Other Governmental Funds	Total Governmental Funds
REVENUES					
Property	\$ 2,072,231	\$ -	\$ -	\$ -	\$ 2,072,231
Intergovernmental	22,669	400,383	-	-	423,052
Charges for services	35,447	1,615	2,509	-	39,571
Interest income	2,915	-	-	497	3,412
Miscellaneous	443,550	18,500	-	22,868	484,918
TOTAL REVENUES	<u>2,576,812</u>	<u>420,498</u>	<u>2,509</u>	<u>23,365</u>	<u>3,023,184</u>
EXPENDITURES					
Current:					
General government	622,538	-	-	-	622,538
Public safety	130,958	-	-	-	130,958
Health and sanitation	22,043	-	-	-	22,043
Highway	-	1,132,738	-	-	1,132,738
Recreation and culture	62,937	-	-	-	62,937
Education	599,037	-	-	-	599,037
County tax	19,484	-	-	-	19,484
Unclassified	159,685	-	-	-	159,685
TOTAL EXPENDITURES	<u>1,616,682</u>	<u>1,132,738</u>	<u>-</u>	<u>-</u>	<u>2,749,420</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>960,130</u>	<u>(712,240)</u>	<u>2,509</u>	<u>23,365</u>	<u>273,764</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	160,335	949,301	15,000	192,464	1,317,100
Transfers (out)	(906,765)	(150,000)	(57,091)	(203,244)	(1,317,100)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(746,430)</u>	<u>799,301</u>	<u>(42,091)</u>	<u>(10,780)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	213,700	87,061	(39,582)	12,585	273,764
FUND BALANCES - JANUARY 1, RESTATED	<u>501,117</u>	<u>78,668</u>	<u>143,042</u>	<u>1,349,195</u>	<u>2,072,022</u>
FUND BALANCES - DECEMBER 31	<u>\$ 714,817</u>	<u>\$ 165,729</u>	<u>\$ 103,460</u>	<u>\$ 1,361,780</u>	<u>\$ 2,345,786</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
 STATEMENT OF ACTIVITIES FOR THE YEAR ENDED
 DECEMBER 31, 2023

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 273,764</u>
<p>Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:</p>	
<p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to be allocated to those expenditures over the life of the assets:</p>	
Capital asset acquisitions	798,163
Depreciation expense	<u>(402,198)</u>
	<u>395,965</u>
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:</p>	
Taxes and liens receivable	<u>17,711</u>
<p>Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net</p>	
Bond payable	30,000
Note from direct borrowing payable	<u>3,300</u>
	<u>33,300</u>
Change in net position of governmental activities (Statement B)	<u><u>\$ 720,740</u></u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of New Haven was incorporated under the laws of the State of Vermont. The Town operates under the selectboard-treasurer form of government and provides the following services: general government, public safety, health and sanitation, highway, recreation and culture, education and unclassified.

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

The Town's combined financial statements include all accounts and all operations of the Town. We have determined that the Town has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

Implementation of New Accounting Standards

During the year ended December 31, 2023, the following statements of financial accounting standards issued by the Governmental Accounting Standards Board became effective:

Statement No. 94 "Public-Private and Public-Public Partnerships and Availability Payment Arrangements". The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services and the prices or rates that can be charged for the services and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 96 "Subscription-Based Information Technology Arrangements". This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 99 "Omnibus 2022". The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The practice issues addressed by this Statement are to provide clarification of provisions in Statement No. 87, Leases, as amended, related to the determination of the lease term, classification of a lease as a short-term lease, recognition and measurement of a lease liability and a lease asset and identification of lease incentives, clarification of provisions in Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, related to (a) the determination of the public-private and public-public partnership (PPP) term and (b) recognition and measurement of installment payments and the transfer of the underlying PPP asset, clarification of provisions in Statement No. 96, Subscription-Based Information Technology Arrangements, related to the subscription-based information technology arrangement (SBITA) term, classification of a SBITA as a short-term SBITA and recognition and measurement of a subscription liability, extension of the period during which the London Interbank Offered Rate (LIBOR) is considered an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap that hedges the interest rate risk of taxable debt, accounting for the distribution of benefits as part of the Supplemental Nutrition Assistance Program (SNAP), disclosures related to nonmonetary transactions, pledges of future revenues when resources are not received by the pledging government, clarification of provisions in Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as amended, related to the focus of the government-wide financial statements, terminology updates related to certain provisions of Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position and terminology used in Statement 53 to refer to resource flows statements. Management has determined the impact of this Statement is not material to the financial statements.

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds).

In the government-wide Statement of Net Position, the governmental activities column is (a) presented on a consolidated basis by column and (b) is reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net position is reported in three parts - net investment in capital assets; restricted net position; and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities.

Both the government-wide and fund financial statements categorize primary activities as governmental. The Town categorizes all activities of the entity as governmental.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions (general government, public safety, etc.) excluding fiduciary activities. The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

The Town does not allocate indirect costs. All costs are charged directly to the corresponding department.

The government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

Measurement Focus - Basic Financial Statements and Fund Financial Statements

The financial transactions of the Town are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures expenses. The various funds are reported by generic classification within the financial statements. Both fiduciary funds and component units that are fiduciary in nature have been excluded from these financial statements. The following fund types are used by the Town:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town:

Major Funds

- a. The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. The Highway Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment. Major source of revenue includes intergovernmental grants.
- c. The Facilities Reserve Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment. Major source of revenue includes transfers from general fund.

Nonmajor Funds

- d. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- e. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.
- f. Permanent Funds are used to account for assets held by the Town that are legally restricted and unless otherwise specified, only earnings and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The emphasis in fund financial statements is on the major funds in the governmental activity category. Nonmajor funds by category are summarized into a single column, GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Budget

The Town's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

The following procedures are followed in establishing budgetary data reflected in the financial statements:

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1. Early in the second half of the year the Town prepares a budget for the fiscal year beginning January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the inhabitants of the Town was called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the inhabitants of the Town.

Deposits and Investments

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

It is the Town's policy to value investments at fair value. None of the Town's investments are reported at amortized cost. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities
- Certificates of deposit and other evidence of deposits at banks, savings and loan associations and credit unions
- Repurchase agreements
- Money market mutual funds

The Town of New Haven, Vermont has no formal investment policy but instead follows the State of Vermont Statutes.

Receivables

Receivables include amounts due from governmental agencies. All receivables are current and therefore due within one year. Receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectibles. Allowances are reported when accounts are proven to be uncollectible. The allowance for uncollectible accounts is estimated to be \$0 as of December 31, 2023. Accounts receivable netted with allowances for uncollectible accounts were \$0 for the year ended December 31, 2023.

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds”. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as “internal balances”.

Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of Governmental Funds.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated capital assets are reported at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. The Town has not retroactively recorded infrastructure.

Estimated useful lives are as follows:

Buildings	20 - 50 years
Infrastructure	50 - 100 years
Machinery and equipment	3 - 50 years
Vehicles	3 - 25 years

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-term Obligations

The accounting treatment of long-term obligations depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in government-wide statements. The long-term obligation consists of a bond payable and note from direct borrowings payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund is the same in the fund statements as it is in the government-wide statements.

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for those assets and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted net position.

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components - nonspendable, restricted, committed, assigned and unassigned.

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonspendable - This includes amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted - This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed - This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Town. The inhabitants of the Town through Town meetings are the highest level of decision-making authority of the Town. Commitments may be established, modified or rescinded only through a Town meeting vote.

Assigned - This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is given annually by vote of the taxpayers and is expressed by the Selectboard.

Unassigned - This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the Town meeting vote has provided otherwise in its commitment or assignment actions.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will at times report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town currently does not have any deferred outflows.

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In addition to liabilities, the statement of financial position and/or balance sheet will at times report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Deferred property tax, which arises only under a modified accrual basis of accounting, qualifies for reporting in this category. Accordingly, this item is reported in the governmental funds balance sheet. Prepaid taxes also qualify for reporting in this category. This item is reported in both the statements of net position and governmental funds balance sheet. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Town's property tax for the current year was levied July 26, 2023 on the assessed value listed as of April 1, 2023, for all real and personal property located in the Town. Taxes were due on October 2, 2023. Payments received after the due date were charged interest of 1% per month. Payments received after October 2, 2023 were considered delinquent and subject to a penalty of 8% plus interest accrued at 1% per month.

Property tax revenues are recognized when they become available. Available includes those property tax receivables collected by June 1. The remaining receivables due for the current fiscal year have been recorded as deferred revenues.

Tax liens are placed on real property within twenty-four months following the tax commitment date if taxes are delinquent. The Town has the authority to foreclose on property two months after the filing of the lien if tax liens and associated costs remain unpaid.

Program Revenues

Program revenues include all directly related income items applicable to a particular program (charges to customers or applicants for goods, services or privileges provided; operating capital grants and contributions, including special assessments).

Encumbrance Accounting

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Town does not utilize encumbrance accounting for its general fund.

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

During the preparation of the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Town's investment policies, which follow state statutes, authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. These investment policies apply to all Town funds.

Deposits:

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The Town does not have a policy covering custodial credit risk. However, the Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF. Town funds that may exceed insurance limits are fully collateralized with securities held by the financial institution in the Town's name.

At December 31, 2023, the Town's cash balances of \$2,370,838 were comprised of bank balances of \$2,403,752. Bank deposits are adjusted primarily by outstanding checks and deposits in transit to reconcile to the Town's cash balance. Of these bank balances, \$500,000 were insured by federal depository insurance and consequently were not exposed to custodial credit risk. The remaining bank balances of \$1,903,752 were collateralized with securities held by the financial institution in the Town's name.

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 974,690
Money market accounts	1,429,062
	<u>\$ 2,403,752</u>

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

Investments:

Custodial credit risk for investments is that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party.

Interest rate risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. 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 fluctuations in interest rates.

At December 31, 2023, the Town had no investments.

Credit risk - Statutes for the State of Vermont authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Town has no investment policy on credit risk.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at December 31, 2023 consisted of the following individual fund receivables and payables:

	Receivables (Due From)	Payables (Due To)
General fund	\$ -	\$ 165,729
Highway fund	165,729	-
	<u>\$ 165,729</u>	<u>\$ 165,729</u>

The result of amounts owed between funds are considered to be in the course of normal operations by the Town. Reconciliation of the amounts owed between funds may or may not be expected to be repaid within one year in their entirety due to the recurring nature of these transactions during operations.

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 4 - INTERFUND TRANSFERS

Interfund transfers at December 31, 2023 consisted of the following:

	Transfers In	Transfers Out
General fund	\$ 160,335	\$ 906,765
Highway fund	949,301	150,000
Facilities reserve	15,000	57,091
Nonmajor special revenue funds	8,788	101,744
Nonmajor capital projects funds	183,676	100,000
Nonmajor permanent funds	-	1,500
	<u>\$ 1,317,100</u>	<u>\$ 1,317,100</u>

Interfund transfers are the results of legally authorized activity and are considered to be in the course of normal operations.

NOTE 5 - CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended December 31, 2023:

	Balance 1/1/23	Additions	Disposals	Balance 12/31/23
Non-depreciated assets:				
Land	\$ 65,000	\$ -	\$ -	\$ 65,000
Construction in progress	616,793	49,200	(616,793)	49,200
	<u>681,793</u>	<u>49,200</u>	<u>(616,793)</u>	<u>114,200</u>
Depreciated assets:				
Buildings and improvements	1,749,398	822,491	-	2,571,889
Furniture and equipment	480,111	40,650	-	520,761
Vehicles	738,260	65,615	(68,234)	735,641
Infrastructure	6,322,513	437,000	-	6,759,513
	<u>9,290,282</u>	<u>1,365,756</u>	<u>(68,234)</u>	<u>10,587,804</u>
Less accumulated depreciation:				
Buildings and improvements	(662,883)	(50,838)	-	(713,721)
Furniture and equipment	(443,590)	(10,729)	-	(454,319)
Vehicles	(581,809)	(35,327)	68,234	(548,902)
Infrastructure	(3,229,306)	(305,304)	-	(3,534,610)
	<u>(4,917,588)</u>	<u>(402,198)</u>	<u>68,234</u>	<u>(5,251,552)</u>
Net depreciated assets	<u>4,372,694</u>	<u>963,558</u>	<u>-</u>	<u>5,336,252</u>
Net capital assets	<u>\$ 5,054,487</u>	<u>\$ 1,012,758</u>	<u>\$ (616,793)</u>	<u>\$ 5,450,452</u>
<u>Current year depreciation:</u>				
General government				\$ 51,249
Highway				350,949
Total depreciation expense				<u>\$ 402,198</u>

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 6 - LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended December 31, 2023:

	Balance 1/1/23	Additions	Deletions	Balance 12/31/23	Current Portion
Bond payable	\$ 200,000	\$ -	\$ (30,000)	\$ 170,000	\$ 30,000
Note from direct borrowings payable	7,575	-	(3,300)	4,275	3,030
Totals	<u>\$ 207,575</u>	<u>\$ -</u>	<u>\$ (33,300)</u>	<u>\$ 174,275</u>	<u>\$ 33,030</u>

The following is a summary of the outstanding bond payable and note from direct borrowing payable:

Bond payable:

\$410,000 bond payable, annual principal payments of \$30,000 due on November 1st through 2027, \$25,000 due on November 1st through 2029. Interest is charged at a fixed rate ranging from 1.39% of 4.98% per annum. \$ 170,000

Note from direct borrowing payable:

The Town has entered into an operating lease agreement with U.S. Bankcorp for the lease of a copier. The lease term is for five years ending June of 2025. Monthly payments are \$256. \$ 4,545

Principal and interest requirements on the bond payable and note from direct borrowing payable to maturity are as follows:

	Bond payable		Note from direct borrowings payable		Total
	Principal	Interest	Principal	Interest	Debt Service
2024	30,000	8,103	3,030	-	41,133
2025	30,000	6,732	1,515	-	38,247
2026	30,000	5,330	-	-	35,330
2027	30,000	3,908	-	-	33,908
2028-2032	50,000	3,713	-	-	53,713
	<u>\$ 170,000</u>	<u>\$ 27,786</u>	<u>\$ 4,545</u>	<u>\$ -</u>	<u>\$ 202,331</u>

All bonds payable and notes from direct borrowings payable are direct obligations of the Town, for which its full faith and credit are pledged. The Town is not obligated for any special assessment debt. All debt is payable from taxes levied on all taxable property within the Town.

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 7 - NET INVESTMENT IN CAPITAL ASSETS

The following is the calculation of the net investment in capital assets for the Town at December 31, 2023:

Invested in capital assets	\$	10,702,004
Accumulated depreciation		(5,251,552)
Outstanding capital related debt		(174,275)
	\$	<u>5,276,177</u>

NOTE 8 - RESTRICTED NET POSITION AND FUND BALANCES

At December 31, 2023, the Town had the following restricted net position and fund balances:

General fund:		
FY24 State ed payment	\$	589,484
Highway fund		165,729
Nonmajor permanent funds (Schedule I)		26,700
	\$	<u>781,913</u>

NOTE 9 - ASSIGNED FUND BALANCES

At December 31, 2023, the Town had the following assigned fund balances:

General fund		
FY24 Tax Relief	\$	736,396
Facilities reserve		103,460
Nonmajor special revenue funds (Schedule E)		575,609
Nonmajor capital projects funds (Schedule G)		759,471
	\$	<u>2,174,936</u>

NOTE 10 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance or participates in a public entity and self-insured risk pool sponsored by the Vermont League of Cities and Towns.

Based on the coverage provided by the insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded as of December 31, 2023. There were no significant reductions in insurance coverage from that of the prior year and amounts of settlements have not exceeded insurance coverage in the past three years.

TOWN OF NEW HAVEN, VERMONT

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 10 - RISK MANAGEMENT (CONTINUED)

In addition, the Town is a member of the Vermont League of Cities and Towns (VLCT). The VLCT has set up three insurance trusts; the Property and Casualty Intermunicipal Fund, Inc. (PACIF) for multi-line insurance; the Vermont League of Cities and Towns Health Trust (VLCTHT) for health, life and disability coverage; and the Vermont League of Cities and Towns Unemployment Trust, Inc. (VLCTUT) for unemployment compensation. PACIF, VLCTHT and VLCTUT are nonprofit corporations formed to provide insurance and risk management programs for Vermont cities and towns and is owned by the participating members. The Trusts are not licensed insurance carriers and members are not protected by the Vermont Insurance Guaranty Association.

To provide insurance coverage, PACIF has established a self-funded insurance trust. It provides extensive coverage for losses to member municipalities for property damage, auto accidents, injured employees, public official liability and employment practices liability, members gain additional benefits from PACIF's unique public safety and risk management programs as well as dedicated in-house claims adjusters. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and PACIF is unable to meet its required obligations, the Program will be terminated with each member assessed their proportionate share of the deficit.

To provide unemployment coverage, VLCTUT has established a separate trust of funds from member contributions to pay administrative costs, unemployment claims and provide excess reinsurance protection. Contributions are based on payroll expense and the previous two-year unemployment compensation experience. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and VLCTUT is unable to meet its required obligations, the Program will be terminated with each member assessed their proportionate share of the deficit.

NOTE 11 - CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Town's financial position.

The Town participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Town's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

TOWN OF NEW HAVEN, VERMONT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 12 - OVERSPENT APPROPRIATIONS

The Town's budget is approved in total by the voters of the Town. At December 31, 2023 the Town overspent the approved appropriation of \$1,400,833 by \$1,122,614. This amount was offset by increased revenues of \$1,336,314.

NOTE 13 - RESTATEMENT

In 2023, the Town determined that certain transactions in prior years required a restatement to the beginning general fund balance and governmental activities net position. The general fund balance decreased by \$8,152 due to adjustments to receivables which adjusted the beginning fund balance to \$501,117. The governmental activities net position at January 1, 2023 decreased by \$8,152 from \$7,002,138 to \$6,993,986.

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund
- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - Highway Fund

TOWN OF NEW HAVEN, VERMONT

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, January 1, Restated	\$ 501,117	\$ 501,117	\$ 501,117	\$ -
Resources (Inflows):				
Property taxes	617,840	617,840	2,072,231	1,454,391
Intergovernmental	20,500	20,500	22,669	2,169
Charges for services	26,650	26,650	35,447	8,797
Interest income	-	-	2,915	2,915
Other revenue	734,343	734,343	443,550	(290,793)
Transfers from other funds	1,500	1,500	160,335	158,835
Amounts Available for Appropriation	<u>1,901,950</u>	<u>1,901,950</u>	<u>3,238,264</u>	<u>1,336,314</u>
Charges to Appropriations (Outflows):				
General government	408,286	408,286	622,538	(214,252)
Public safety	123,765	123,765	130,958	(7,193)
Health and sanitation	22,400	22,400	22,043	357
Recreation and culture	72,190	72,190	62,937	9,253
Education	600,000	600,000	599,037	963
County tax	19,000	19,000	19,484	(484)
Unclassified	104,192	104,192	159,685	(55,493)
Transfers to other funds	51,000	51,000	906,765	(855,765)
Total Charges to Appropriations	<u>1,400,833</u>	<u>1,400,833</u>	<u>2,523,447</u>	<u>(1,122,614)</u>
Budgetary Fund Balance, December 31	<u>\$ 501,117</u>	<u>\$ 501,117</u>	<u>\$ 714,817</u>	<u>\$ 213,700</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 BUDGET AND ACTUAL - HIGHWAY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, January 1	\$ 78,671	\$ 78,671	\$ 78,671	\$ -
Resources (Inflows):				
Grant reimbursement	352,000	352,000	400,383	48,383
Charges for services	1,400	1,400	1,615	215
Other revenue	82,596	82,596	18,500	(64,096)
Transfers from other funds	849,301	849,301	949,301	100,000
Amounts Available for Appropriation	<u>1,363,968</u>	<u>1,363,968</u>	<u>1,448,470</u>	<u>84,502</u>
Charges to Appropriations (Outflows):				
Wages	195,351	195,351	168,855	26,496
Benefits	85,796	85,796	74,276	11,520
Garage	16,200	16,200	14,604	1,596
Equipment	115,500	115,500	218,661	(103,161)
Maintenance	181,200	181,200	179,905	1,295
Bridges	38,750	38,750	5,534	33,216
Projects	502,500	502,500	470,903	31,597
Transfers to other funds	150,000	150,000	150,000	-
Total Charges to Appropriations	<u>1,285,297</u>	<u>1,285,297</u>	<u>1,282,738</u>	<u>2,559</u>
Budgetary Fund Balance, December 31	<u>\$ 78,671</u>	<u>\$ 78,671</u>	<u>\$ 165,732</u>	<u>\$ 87,061</u>

See accompanying independent auditor's report and notes to financial statements.

Other Supplementary Information

Other supplementary information includes financial statements not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues
- Schedule of Departmental Operations - General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds
- Combining Balance Sheet - Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Permanent Funds

TOWN OF NEW HAVEN, VERMONT

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 BUDGET AND ACTUAL - GENERAL FUND REVENUES
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Original Budget	Final Budget	Actual Amounts	Variance Positive (Negative)
Resources (Inflows):				
Property taxes:				
Current taxes	\$ 505,840	\$ 505,839	\$ 1,823,554	\$ 1,317,715
Delinquent property taxes	10,000	10,000	133,275	123,275
Penalties and interest	2,000	2,000	7,245	5,245
Current land use	100,000	100,000	108,157	8,157
Intergovernmental revenues:				
PILOT	12,000	12,000	13,881	1,881
State funds	8,500	8,500	8,788	288
Charges for services:				
Fees for services	26,650	26,650	35,447	8,797
Investment income	-	-	2,915	2,915
Other income:				
Grants	256,242	256,242	418,265	162,023
Sheriff's department	12,000	12,000	24,446	12,446
Other income	466,101	466,101	839	(465,262)
Transfers from other funds	1,500	1,500	160,335	158,835
Amounts Available for Appropriation	<u>\$ 1,400,833</u>	<u>\$ 1,400,832</u>	<u>\$ 2,737,147</u>	<u>\$ 1,336,315</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
General government:					
Town office	\$ 115,880	\$ -	\$ 115,880	\$ 99,552	\$ 16,328
Train Depot	-	-	-	230,864	(230,864)
Town insurances	38,951	-	38,951	34,860	4,091
Town clerk	56,787	-	56,787	52,118	4,669
Treasurer	39,626	-	39,626	34,746	4,880
Listers	38,268	-	38,268	56,414	(18,146)
Delinquent tax collectors	800	-	800	699	101
Zoning	31,013	-	31,013	29,529	1,484
Planning	34,638	-	34,638	34,602	36
Development review board	3,942	-	3,942	1,838	2,104
Board of civil authority	100	-	100	-	100
Elections	3,600	-	3,600	2,446	1,154
Auditors	11,930	-	11,930	15,636	(3,706)
Selectboard	32,751	-	32,751	29,234	3,517
Totals	408,286	-	408,286	622,538	(214,252)
Public safety:					
Fire department	67,900	-	67,900	70,086	(2,186)
Rescue/ambulance	15,950	-	15,950	15,950	-
Constable/animal control	3,915	-	3,915	2,215	1,700
Sheriff's department	30,000	-	30,000	36,614	(6,614)
Street lights	6,000	-	6,000	6,093	(93)
Totals	123,765	-	123,765	130,958	(7,193)
Health and sanitation:					
Health officer	400	-	400	400	-
Recycling removal	22,000	-	22,000	21,643	357
Totals	22,400	-	22,400	22,043	357

TOWN OF NEW HAVEN, VERMONT

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
Recreation and culture:					
Events	1,600	-	1,600	1,594	6
Park	10,000	-	10,000	6,253	3,747
Summer grants program	1,500	-	1,500	-	1,500
Sports	4,000	-	4,000	-	4,000
Library	55,090	-	55,090	55,090	-
Totals	<u>72,190</u>	<u>-</u>	<u>72,190</u>	<u>62,937</u>	<u>9,253</u>
County tax	<u>19,000</u>	<u>-</u>	<u>19,000</u>	<u>19,484</u>	<u>(484)</u>
Education	<u>600,000</u>	<u>-</u>	<u>600,000</u>	<u>599,037</u>	<u>963</u>
Unclassified:					
Cemeteries	8,734	-	8,734	8,492	242
Town office	53,000	-	53,000	53,290	(290)
Town hall	14,500	-	14,500	69,978	(55,478)
Tax gravel pit	1,600	-	1,600	1,567	33
Outside agencies	26,358	-	26,358	26,358	-
Totals	<u>104,192</u>	<u>-</u>	<u>104,192</u>	<u>159,685</u>	<u>(55,493)</u>
Transfers to other funds	<u>51,000</u>	<u>-</u>	<u>51,000</u>	<u>906,765</u>	<u>(855,765)</u>
TOTAL DEPARTMENTAL OPERATIONS	<u><u>\$ 1,400,833</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,400,833</u></u>	<u><u>\$ 2,523,447</u></u>	<u><u>\$ (1,122,614)</u></u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2023

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 575,609	\$ 759,471	\$ 26,700	\$ 1,361,780
TOTAL ASSETS	\$ 575,609	\$ 759,471	\$ 26,700	\$ 1,361,780
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	26,700	26,700
Committed	-	-	-	-
Assigned	575,609	759,471	-	1,335,080
Unassigned	-	-	-	-
TOTAL FUND BALANCES	575,609	759,471	26,700	1,361,780
TOTAL LIABILITIES AND FUND BALANCES	\$ 575,609	\$ 759,471	\$ 26,700	\$ 1,361,780

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES				
Interest income	\$ -	\$ -	\$ 497	\$ 497
Other income	11,729	11,139	-	22,868
TOTAL REVENUES	<u>11,729</u>	<u>11,139</u>	<u>497</u>	<u>23,365</u>
EXPENDITURES				
Unclassified	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>11,729</u>	<u>11,139</u>	<u>497</u>	<u>23,365</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	8,788	183,676	-	192,464
Transfers (out)	(101,744)	(100,000)	(1,500)	(203,244)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(92,956)</u>	<u>83,676</u>	<u>(1,500)</u>	<u>(10,780)</u>
NET CHANGE IN FUND BALANCES	(81,227)	94,815	(1,003)	12,585
FUND BALANCES - JANUARY 1	<u>656,836</u>	<u>664,656</u>	<u>27,703</u>	<u>1,349,195</u>
FUND BALANCES - DECEMBER 31	<u>\$ 575,609</u>	<u>\$ 759,471</u>	<u>\$ 26,700</u>	<u>\$ 1,361,780</u>

See accompanying independent auditor's report and notes to financial statements.

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than fiduciary trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

TOWN OF NEW HAVEN, VERMONT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2023

	Reappraisal Fund	Community Projects	ARPA	Conservation Fund	Total
ASSETS					
Cash and cash equivalents	\$ 62,487	\$ 41,762	\$ 439,626	\$ 31,734	\$ 575,609
TOTAL ASSETS	\$ 62,487	\$ 41,762	\$ 439,626	\$ 31,734	\$ 575,609
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	62,487	41,762	439,626	31,734	575,609
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	62,487	41,762	439,626	31,734	575,609
TOTAL LIABILITIES AND FUND BALANCES	\$ 62,487	\$ 41,762	\$ 439,626	\$ 31,734	\$ 575,609

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Reappraisal Fund	Community Projects	ARPA	Conservation Fund	Total
REVENUES					
Other income	\$ 1,345	\$ 739	\$ 9,085	\$ 560	\$ 11,729
TOTAL REVENUES	<u>1,345</u>	<u>739</u>	<u>9,085</u>	<u>560</u>	<u>11,729</u>
EXPENDITURES					
Unclassified	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,345</u>	<u>739</u>	<u>9,085</u>	<u>560</u>	<u>11,729</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	8,788	-	-	-	8,788
Transfers (out)	(23,175)	(14)	(78,555)	-	(101,744)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(14,387)</u>	<u>(14)</u>	<u>(78,555)</u>	<u>-</u>	<u>(92,956)</u>
NET CHANGE IN FUND BALANCES	(13,042)	725	(69,470)	560	(81,227)
FUND BALANCES - JANUARY 1	<u>75,529</u>	<u>41,037</u>	<u>509,096</u>	<u>31,174</u>	<u>656,836</u>
FUND BALANCES - DECEMBER 31	<u>\$ 62,487</u>	<u>\$ 41,762</u>	<u>\$ 439,626</u>	<u>\$ 31,734</u>	<u>\$ 575,609</u>

See accompanying independent auditor's report and notes to financial statements.

Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds. The projects also include significant purchases of vehicles and equipment, as well as the servicing of leases and bonds associated with those purchases. Projects are generally segregated by the related Town department managing the project.

TOWN OF NEW HAVEN, VERMONT

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2023

	Road Equipment Fund	Fire Truck Fund	Restoration Fund	Bridge Fund	Total
ASSETS					
Cash and cash equivalents	\$ 273,971	\$ 219,479	\$ 57,878	\$ 208,143	\$ 759,471
TOTAL ASSETS	\$ 273,971	\$ 219,479	\$ 57,878	\$ 208,143	\$ 759,471
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	273,971	219,479	57,878	208,143	759,471
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	273,971	219,479	57,878	208,143	759,471
TOTAL LIABILITIES AND FUND BALANCES	\$ 273,971	\$ 219,479	\$ 57,878	\$ 208,143	\$ 759,471

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Road Equipment Fund	Fire Truck Fund	Restoration Fund	Bridge Fund	Total
REVENUES					
Other	\$ 4,012	\$ 3,518	\$ 913	\$ 2,696	\$ 11,139
TOTAL REVENUES	<u>4,012</u>	<u>3,518</u>	<u>913</u>	<u>2,696</u>	<u>11,139</u>
EXPENDITURES					
Unclassified	-	-	-	-	-
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>4,012</u>	<u>3,518</u>	<u>913</u>	<u>2,696</u>	<u>11,139</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	75,000	27,500	6,176	75,000	183,676
Transfers (out)	(100,000)	-	-	-	(100,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(25,000)</u>	<u>27,500</u>	<u>6,176</u>	<u>75,000</u>	<u>83,676</u>
NET CHANGE IN FUND BALANCES	(20,988)	31,018	7,089	77,696	94,815
FUND BALANCES - JANUARY 1	<u>294,959</u>	<u>188,461</u>	<u>50,789</u>	<u>130,447</u>	<u>664,656</u>
FUND BALANCES - DECEMBER 31	<u>\$ 273,971</u>	<u>\$ 219,479</u>	<u>\$ 57,878</u>	<u>\$ 208,143</u>	<u>\$ 759,471</u>

See accompanying independent auditor's report and notes to financial statements.

Permanent Funds

Permanent funds are used to account for assets held by the Town of New Haven, Vermont that are legally restricted and unless otherwise specified, only earnings and not principal, may be used for purposes that benefit the Town or its citizenry. These funds have been established for various purposes including the provision and/or maintenance of the cemeteries.

TOWN OF NEW HAVEN, VERMONT

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS
DECEMBER 31, 2023

	Riverside Cemetery Fund	West Cemetery Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 8,844	\$ 17,856	\$ 26,700
TOTAL ASSETS	<u>\$ 8,844</u>	<u>\$ 17,856</u>	<u>\$ 26,700</u>
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	8,844	17,856	26,700
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
TOTAL FUND BALANCES	<u>8,844</u>	<u>17,856</u>	<u>26,700</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 8,844</u>	<u>\$ 17,856</u>	<u>\$ 26,700</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF NEW HAVEN, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR PERMANENT FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Riverside Cemetery Fund	West Cemetery Fund	Total
REVENUES			
Investment income	\$ 157	\$ 340	\$ 497
TOTAL REVENUES	<u>157</u>	<u>340</u>	<u>497</u>
EXPENDITURES			
Other	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>157</u>	<u>340</u>	<u>497</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	-	(1,500)	(1,500)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(1,500)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	157	(1,160)	(1,003)
FUND BALANCES - JANUARY 1	<u>8,687</u>	<u>19,016</u>	<u>27,703</u>
FUND BALANCES - DECEMBER 31	<u>\$ 8,844</u>	<u>\$ 17,856</u>	<u>\$ 26,700</u>

See accompanying independent auditor's report and notes to financial statements.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Selectboard
Town of New Haven
New Haven, Vermont

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of New Haven, Vermont as of and for the year ended December 31, 2023 and the related notes to the financial statements, which collectively comprise the Town of New Haven, Vermont's basic financial statements and have issued our report thereon dated July 23, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of New Haven, Vermont's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of New Haven, Vermont's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of New Haven, Vermont's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of New Haven, Vermont's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. We noted certain other matters that we reported to management of the Town of New Haven in a separate letter dated July 25, 2024.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RHR Smith & Company

Buxton, Maine
Vermont Registration No. 092.0000697
July 23, 2024