

**TOWN OF OLD LYME, CONNECTICUT**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2024**



CPAs | CONSULTANTS | WEALTH ADVISORS

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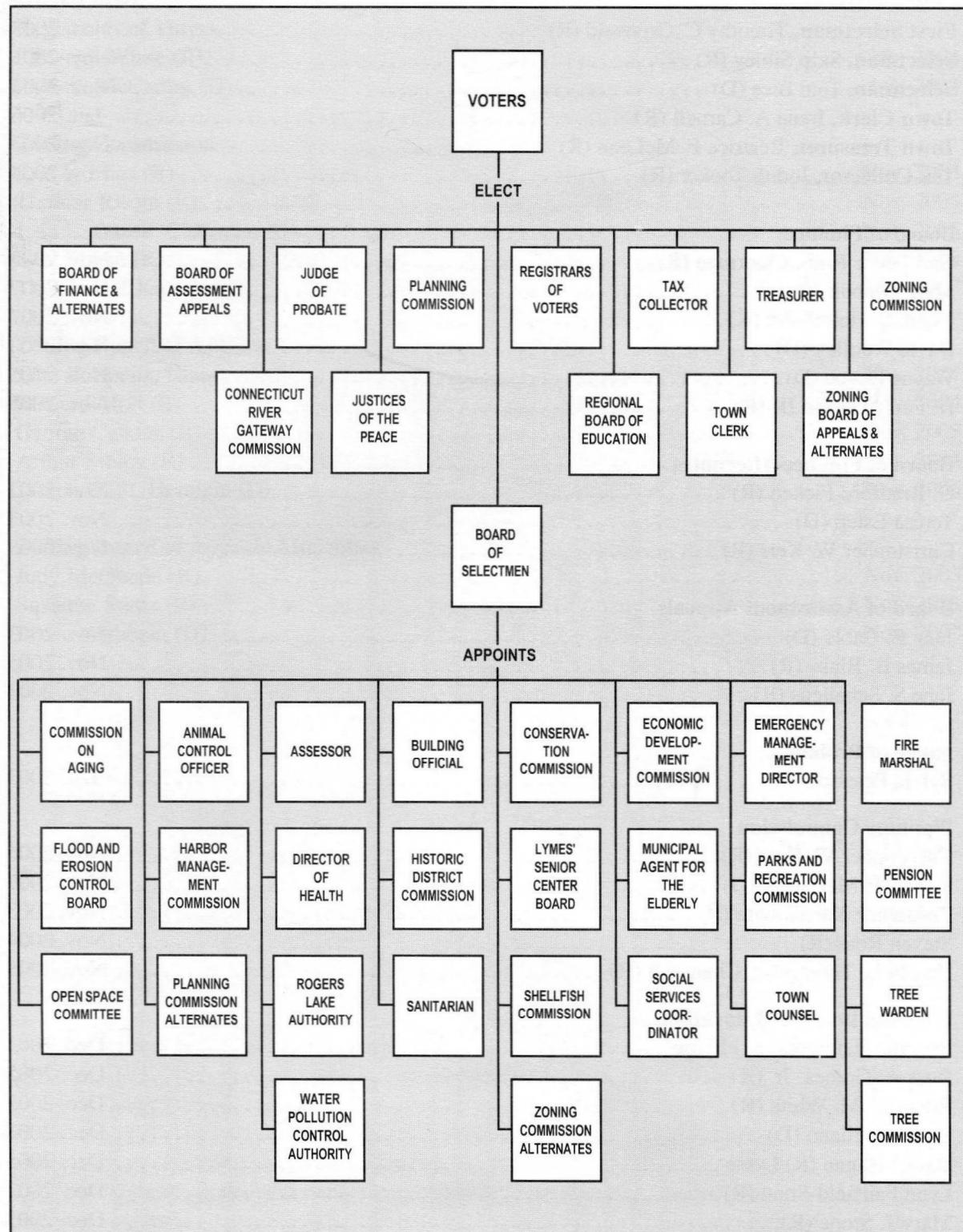
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## **INTRODUCTORY SECTION**

**TOWN OF OLD LYME, CONNECTICUT  
ORGANIZATIONAL CHART  
JUNE 30, 2024**



## **FINANCIAL SECTION**



## INDEPENDENT AUDITORS' REPORT

Board of Finance  
Town of Old Lyme, Connecticut

### 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 Old Lyme, Connecticut as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town of Old Lyme, Connecticut's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Old Lyme, Connecticut as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Old Lyme 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 Old Lyme's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

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

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

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

***Required Supplementary Information***

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

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Old Lyme, Connecticut's basic financial statements. The report of property tax collector and the combining 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 GAAS. In our opinion, the report of property tax collector and the combining nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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

Board of Finance  
Town of Old Lyme, Connecticut

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2024, on our consideration of the Town of Old Lyme, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Old Lyme, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Old Lyme, Connecticut's internal control over financial reporting and compliance.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

West Hartford, Connecticut  
December 18, 2024

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

Management of the Town of Old Lyme offers readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2024.

### **Financial Highlights**

- The assets of the Town exceeded its liabilities at the close of the 2024 fiscal year by \$46,406,365. Of this amount, \$19,781,526 (*unrestricted net position*) may be used to meet the Town's ongoing obligations to citizens and creditors.
- The Town's total net position increased by \$4,763,445. The most significant reasons for the increase were due to increased operating grants in the current year.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$19,684,199, an increase of \$1,865,159 in comparison with the prior year. The most significant reasons for the increase were property taxes collected as well as revenue increases in charges for services within the Town Clerk's office and the Building Department.
- At the end of the fiscal year, unassigned fund balance for the general fund was \$14,402,328 or 35.15% of total budgetary general fund expenditures and transfers out.
- The Town's total long-term debt decreased by \$476,218 or 20.1% due mostly to annual scheduled debt service payments.

### **Overview of the Basic Financial Statements**

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

#### **Government-Wide Financial Statements**

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

The *statement of net position* presents information on all of the Town's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

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

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

The government-wide financial statements present the functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Town include general government, health and social services, public safety, public works, roads and streets, sanitation, education and parks and recreation programs.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town are reported in governmental funds.

### **Governmental Funds**

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

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

The Town reports governmental funds separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances except for the General Fund and Miscellaneous Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation under the caption nonmajor governmental funds. Individual fund data for each of these nonmajor governmental funds is provided on Schedules 4 and 5.

The Town adopts an annual budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

### **Notes to 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.

### **Other Information**

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to financial statements.

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

**Government-Wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a Town's financial position. In the case of the Town, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$46,406,365 at the close of the most recent fiscal year.

By far the largest portion of the Town's net position (59.6%) reflects its investment in capital assets (e.g., land, works of art, construction in progress, buildings and improvements, land improvements, machinery, vehicles and equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Summary Statement of Net Position**

	<u>2024</u>	<u>2023</u>
Current and Other Assets	\$ 22,761,675	\$ 20,528,586
Capital Assets (Net)	<u>27,660,646</u>	<u>25,311,870</u>
 Total Assets	 50,422,321	 45,840,456
 Deferred Outflows of Resources	 4,193	 8,387
 Current Liabilities	 3,085,437	 2,508,940
Long-Term Liabilities	<u>863,000</u>	<u>1,359,785</u>
 Total Liabilities	 3,948,437	 3,868,725
 Deferred Inflows of Resources	 <u>71,712</u>	 <u>337,198</u>
 Net Investment in Capital Assets	 26,624,839	 23,860,257
Unrestricted	<u>19,781,526</u>	<u>17,782,663</u>
 Total Net Position	 <u>\$ 46,406,365</u>	 <u>\$ 41,642,920</u>

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

**Governmental Activities**

The Town's net position increased by \$4,763,445.

**Statement of Changes in Net Position**

	<u>2024</u>	<u>2023</u>
<b>Revenues:</b>		
Program Revenues:		
Charges for Services	\$ 1,636,650	\$ 1,534,424
Operating Grants and Contributions	1,757,527	2,183,203
Capital Grants and Contributions	638,710	301,348
General Revenues:		
Property Taxes	37,954,814	37,414,421
Grants and Contributions Not Restricted to Specific Programs	70,307	64,047
Investment Income (Loss)	1,397,457	348,419
Gain on Sale of Capital Assets	2,850	1,500
Capital Lease Proceeds	-	-
Miscellaneous	141,850	10,026
Total Revenues	<u>43,600,165</u>	<u>41,857,388</u>
<b>Expenses:</b>		
General Government	4,949,726	5,605,697
Public Works	1,223,231	2,022,997
Parks and Recreation	617,167	606,464
Other Public Safety	456,564	444,716
Social Services	442,229	508,358
Fire Services	585,016	677,418
Police Services	944,749	1,046,434
Health Services	2,167	8,445
Senior Citizens	37,319	36,298
Sanitation	1,369,820	1,267,480
Education	28,183,714	27,521,402
Interest Expense	25,018	31,816
Total Expenses	<u>38,836,720</u>	<u>39,777,525</u>
Change in Net Position	4,763,445	2,079,863
Net Position - July 1	<u>41,642,920</u>	<u>39,563,057</u>
Net Position - June 30	<u>\$ 46,406,365</u>	<u>\$ 41,642,920</u>

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

The key elements of this increase are as follows:

- Investment Income increased \$1,049,038 (301.1%) from the prior year due to the increase in the annual percentage rate in FY2024.
- Charges for Services increased \$102,226 (6.66%) from the prior year in FY 2024.

For the most part, changes in expenses closely paralleled inflation and growth in the demand for services.

**Financial Analysis of the Town's Funds**

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town continues to accumulate funds for known future capital expenditures.

**Governmental Funds**

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$19,684,199, an increase of \$1,865,159 in comparison with the prior year. Of this total amount, 73.17% (\$14,402,328) constitutes an unassigned fund balance which is available for spending at the Town's discretion. The remainder of the fund balance is classified as follows: Non-spendable \$592,910, Committed \$4,130,297, and Assigned \$558,664.

The general fund is the operating fund of the Town. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$14,402,328 while total fund balance reached \$15,553,902. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 36% of total budgetary general fund expenditures and transfers out, while total fund balance represents 38.8% of that same amount.

The fund balance of the Town's general fund increased by \$2,077,909 during the current fiscal year.

The increase was due to the following:

- Property taxes/interest and liens collected exceeded the budgeted amount by \$396,484.
- Charges for services exceeded budgetary estimates by \$372,423 mostly due to Transfer Station fees of \$76,193 in excess of budgetary estimates and Building Department fees of \$138,269, Parks and Recreation \$27,474 and Town Clerk \$33,455 in excess of budgetary estimates.
- Intergovernmental revenue increased by \$307,027 due to State of Connecticut STEAP Grants Revenues and other state funding.

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

- Investment income exceeded budgetary estimates by \$734,593 due to investments and interest rates steadily increasing throughout the year.
- Overall, General Fund expenditures came in \$1,041,782 below budget estimates. Town department budget estimates exceeded actual amount expended most notably as follows:
  - General Government – \$404,351 due to savings in Insurance (\$169,350), IT (\$20,744) Selectmen’s Office (\$43,375), Registrar (\$22,738), Building (\$18,659) and Special Deductions (\$71,448).
  - Boards and Commission – \$85,265 due to Land Use (\$22,800) due to a reduction in Legal fees, Rogers Lake (\$23,987) Weed Treatment & Launch attendant, Sound View (\$3,835) due to Contracted Services savings, Tree Commission (\$7,014) due to Contracted Services savings, and WPCA (\$11,590) due to saving in Advertising and other/miscellaneous cost.
  - Parks & Recreation – \$36,006 due to Seasonal Wages and facilities cost savings.
  - Other Public Safety – \$21,721 due to PT staffing, and equipment savings in Emergency Management (\$19,068), and Ambulance total savings (\$2,427).
  - Police Services – \$134,240 related to savings in Resident state police contracted services and overtime (\$11,093) and staffing shortage for Municipal Police and Enforcement/Rangers (\$123,147).
  - Capital – \$204,381 due to Various Public Safety Projects (\$169,635) and Various General Government Projects (\$34,572) that were not undertaken by the end of the fiscal year.
- These positive variances were offset by the appropriation of fund balance totaling \$600,000.

## **General Fund Budgetary Highlights**

The original budget and the final amended budget was \$73,200. The significant increases in appropriations were as follows:

- Boards and Commissions – Affordable Housing Commission \$ 19,750
- Boards and Commissions – Conservation Commission \$ 1,950
- Public Safety – Police Department \$ 19,500
- Non-Profit – Town of Old Lyme Band \$ 2,000
- Capital – Hains Park \$ 13,500
- Capital – Swan Brook \$ 16,500

## Capital Assets and Debt Administration

## Capital Assets

The Town's investment in capital assets for its governmental activities as of June 30, 2024 amounts to \$27,660,646 (net of accumulated depreciation). This investment in capital assets includes land, works of art, construction in progress, buildings and improvements, land improvements, machinery, vehicles and equipment and infrastructure. The net increase in the Town's investment in capital assets for the current fiscal year was \$2,348,776 or 8.4% as total additions exceeded depreciation expense. Major capital asset events during the current fiscal year included the following:

## Additions:

- Cross Lane Fire Department – Electrical Upgrades \$ 23,871

**TOWN OF OLD LYME, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
**JUNE 30, 2024**

• Fire Dept – Zodiac – Imar 470R D&R	\$ 30,863
• Sound View Sidewalks	\$ 427,413
• Cross Lane Tennis Courts	\$ 450,000
• Public Safety – Emergency Mgmt – Radios/Portables	\$ 118,503
• Public Works – 2023 Ford Ranger	\$ 42,844
• Roads – McCurdy Rd/Chadwick Dr/Lee Rd/Victoria Rd/ Beckwith Lane/Rowland Road	\$1,210,157
<b>Deletions:</b>	
• Cross Lane Tennis Court (Demolish for new Tennis Ct)	\$ 63,276

**Capital Assets  
(Net of Depreciation)**

	<u>2024</u>	<u>2023</u>
Land	\$ 4,236,471	\$ 4,236,471
Works of Art	291,000	291,000
Construction in Progress	1,488,629	737,735
Buildings and Improvements	5,986,268	6,068,087
Land Improvements	1,588,853	1,212,296
Machinery, Vehicles, and Equipment	3,441,133	3,592,578
Infrastructure	<u>10,628,292</u>	<u>9,173,703</u>
 Total	 <u>\$ 27,660,646</u>	 <u>\$ 25,311,870</u>

Additional information on the Town's capital assets can be found in Note III.C.

**Long-Term Debt**

At the end of the current fiscal year, the Town had bonded debt outstanding of \$1,040,000. All debt is backed by the full faith and credit of the Town.

**Town of Old Lyme Outstanding Debt  
General Obligation Bonds/Notes**

	<u>2024</u>	<u>2023</u>
General Obligation Bonds	<u>\$ 1,040,000</u>	<u>\$ 1,460,000</u>

The Town's total bonded debt decreased by \$420,000 during the current fiscal year due to scheduled debt payments.

In addition, the Town is responsible for 81.3% of debt service for Regional School District No. 18, which totals \$11,920,000 at year end.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times total tax collections including interest and lien fees and the tax relief for elderly freeze grant. The current debt limitation for the Town is \$261,109,471 which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in Note III.E.

**TOWN OF OLD LYME, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

**Economic Factors and Next Year's Budget and Rates**

The unemployment rate for the Town of Old Lyme as of June 2024 was 2.1%. This compares favorably with the Norwich/New London labor market area's unemployment rate of 2.7% and the State of Connecticut's rate of 3.9% for the same period.

The 23/24 Regional School District No. 18's billings to the Town of Old Lyme's increased by \$662,312 (2.4%) over the prior year due to an increase in the school expenditures.

Major capital projects nearing completion for the Town include the following:

Ferry Road sidewalks  
Town Hall – Exterior Door Replacement  
Senior Center Building Renovation Project

New and continuing projects include the following:

Halls Road Improvement Project  
Grassy Hill Road Bridge Replacement  
Swan Brook Outlet Repair  
Emergency Operations Center Expansion Project  
Clean Water Project  
Old Lyme Zoning Regulations updates  
White Sands Beach Gazebo  
Ongoing road and drainage projects that are funded through the Town budget

Purchases of capital assets and larger nonrecurring expenses are scheduled through the Town's five-year Capital Plan include the following:

Harbor Management – Buttonball Road – Permitting and Dock  
Emergency Management-Public Communication Improvement Project  
Fire – Marine 38 Replacement  
OLFD – Rescue Unit Replacement

In August 2019, the Town approved \$9,500,000 for the construction of the Sound View Beach Sewer Project and authorized the Town to enter into a Project Funding Agreement with the State of Connecticut as well as authorized the Town to issue debt for said Project. This project continues to be in the planning phase and no funds have been spent or debt incurred as of June 30, 2024.

All of these factors were considered during the preparation of the Town's budget for the 2024/2025 fiscal year.

**Requests for Information**

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town Treasurer or Finance Director, Town of Old Lyme, 52 Lyme Street, Old Lyme, CT 06371.

## **BASIC FINANCIAL STATEMENTS**

**TOWN OF OLD LYME, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2024**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash	\$ 17,770,621
Investments	3,306,771
Receivables:	
Property Taxes, Net	547,935
Intergovernmental	261,364
Accounts and Other	215,597
Leases	66,477
Prepaid Amounts	592,910
Capital Assets:	
Assets Not Being Depreciated	6,016,100
Assets Being Depreciated, Net	<u>21,644,546</u>
Total Assets	<u>50,422,321</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Charge on Refunding	4,193
<b>LIABILITIES</b>	
Accounts Payable	1,206,426
Accrued Liabilities	319,480
Performance Bonds	312,553
Unearned Revenue	657,639
Accrued Interest Payable	6,336
Bonds and Related Liabilities	415,000
Landfill Postclosure Costs	14,000
Compensated Absences	154,003
Noncurrent Liabilities:	
Bonds and Related Liabilities	625,000
Landfill Postclosure Costs	<u>238,000</u>
Total Liabilities	<u>3,948,437</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Leases	<u>71,712</u>
Total Deferred Inflows of Resources	<u>71,712</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	26,624,839
Unrestricted	<u>19,781,526</u>
Total Net Position	<u>\$ 46,406,365</u>

See accompanying Notes to Financial Statements.

**TOWN OF OLD LYME, CONNECTICUT**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>GOVERNMENTAL ACTIVITIES</b>					
General Government	\$ 4,949,726	\$ 1,052,719	\$ 323,115	\$ -	\$ (3,573,892)
Public Works	1,223,231	207,311	538,146	638,710	160,936
Parks and Recreation	617,167	162,170	5,414	-	(449,583)
Other Public Safety	456,564	32,660	132,594	-	(291,310)
Social Services	442,229	-	-	-	(442,229)
Fire Services	585,016	60	-	-	(584,956)
Police Services	944,749	76,014	-	-	(868,735)
Health Services	2,167	-	10,809	-	8,642
Senior Citizens	37,319	105,716	30	-	68,427
Sanitation	1,369,820	-	-	-	(1,369,820)
Education	28,183,714	-	747,419	-	(27,436,295)
Interest Expense	25,018	-	-	-	(25,018)
Total Governmental Activities	<u>\$ 38,836,720</u>	<u>\$ 1,636,650</u>	<u>\$ 1,757,527</u>	<u>\$ 638,710</u>	<u>(34,803,833)</u>
<b>GENERAL REVENUES</b>					
Property Taxes					37,954,814
Grants and Contributions Not Restricted to Specific Programs					70,307
Investment Income					1,397,457
Gain of Sale of Capital Assets					2,850
Miscellaneous					<u>141,850</u>
Total General Revenues					<u>39,567,278</u>
<b>CHANGE IN NET POSITION</b>					
Net Position - Beginning of Year					4,763,445
<b>NET POSITION - END OF YEAR</b>					<u>\$ 46,406,365</u>

See accompanying Notes to Financial Statements.

**TOWN OF OLD LYME, CONNECTICUT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2024**

<b>ASSETS</b>	<b>General</b>	<b>Miscellaneous Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
Cash	\$ 13,334,920	\$ 725,837	\$ 3,709,864	\$ 17,770,621
Investments	3,306,771	-	-	3,306,771
Receivables:				
Property Taxes	547,935	-	-	547,935
Intergovernmental	261,364	-	-	261,364
Other	76,304	924	138,369	215,597
Leases	51,846	-	14,631	66,477
Due from Other Funds	19,987	-	441,778	461,765
Prepaid Amounts	592,910	-	-	592,910
<b>Total Assets</b>	<b>\$ 18,192,037</b>	<b>\$ 726,761</b>	<b>\$ 4,304,642</b>	<b>\$ 23,223,440</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 916,779	\$ -	\$ 289,647	\$ 1,206,426
Accrued Liabilities	319,480	-	-	319,480
Due to Other Funds	441,778	807	19,180	461,765
Performance Bonds	312,553	-	-	312,553
Unearned Revenue	88,999	566,617	2,023	657,639
<b>Total Liabilities</b>	<b>2,079,589</b>	<b>567,424</b>	<b>310,850</b>	<b>2,957,863</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Taxes	509,666	-	-	509,666
Leases	48,880	-	22,832	71,712
<b>Total Deferred Inflows of Resources</b>	<b>558,546</b>	<b>-</b>	<b>22,832</b>	<b>581,378</b>
<b>FUND BALANCES</b>				
Nonspendable	592,910	-	-	592,910
Committed	-	159,337	3,970,960	4,130,297
Assigned	558,664	-	-	558,664
Unassigned	14,402,328	-	-	14,402,328
<b>Total Fund Balances</b>	<b>15,553,902</b>	<b>159,337</b>	<b>3,970,960</b>	<b>19,684,199</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 18,192,037</b>	<b>\$ 726,761</b>	<b>\$ 4,304,642</b>	<b>\$ 23,223,440</b>

See accompanying Notes to Financial Statements.

**TOWN OF OLD LYME, CONNECTICUT  
BALANCE SHEET  
GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2024**

**RECONCILIATION TO THE STATEMENT OF NET POSITION**

Total Fund Balances - Governmental Funds (Exhibit C, Page 1) \$ 19,684,199

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

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

Capital Assets, Net of Accumulated Depreciation 27,660,646

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

Property Tax Receivable - Accrual Basis Change 509,666  
Deferred Charge on Refunding 4,193

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

Bonds Payable	(1,040,000)
Landfill Postclosure Costs	(252,000)
Accrued Interest Payable	(6,336)
Compensated Absences	<u>(154,003)</u>

Net Position of Governmental Activities as Reported in the Statement of Net Position (Exhibit A)

\$ 46,406,365

**TOWN OF OLD LYMECONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	General	Miscellaneous Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Property Taxes	\$ 37,766,978	\$ -	\$ -	\$ 37,766,978
Charges for Services	1,481,968	3,330	151,352	1,636,650
Intergovernmental	1,649,817	197,435	538,176	2,385,428
Investment Income	1,031,609	55,091	310,757	1,397,457
Contributions	70,307	-	10,809	81,116
Other Revenue	-	19,146	122,704	141,850
Total Revenues	<u>42,000,679</u>	<u>275,002</u>	<u>1,133,798</u>	<u>43,409,479</u>
<b>EXPENDITURES</b>				
Current:				
General Government	3,037,062	209,980	47,798	3,294,840
Public Works	889,707	30,219	-	919,926
Parks and Recreation	500,891	1,750	17,301	519,942
Other Public Safety	439,263	-	-	439,263
Social Services	356,829	-	-	356,829
Fire Services	460,494	-	-	460,494
Health Services	903,761	-	2,167	905,928
Police Services	-	-	40,988	40,988
Senior Citizens	-	-	37,319	37,319
Sanitation	1,369,640	-	180	1,369,820
Education	28,183,714	-	-	28,183,714
Boards and Commissions	398,126	-	524,595	922,721
Other Non-Profits	458,500	-	-	458,500
Chartered Associations	71,700	-	-	71,700
Capital Outlay	537,320	-	2,584,956	3,122,276
Debt Service	442,910	-	-	442,910
Total Expenditures	<u>38,049,917</u>	<u>241,949</u>	<u>3,255,304</u>	<u>41,547,170</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>3,950,762</b>	<b>33,053</b>	<b>(2,121,506)</b>	<b>1,862,309</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	1,875,703	1,875,703
Transfers Out	(1,875,703)	-	-	(1,875,703)
Proceeds from Sale of Capital Assets	2,850	-	-	2,850
Total Other Financing Sources (Uses)	<u>(1,872,853)</u>	<u>-</u>	<u>1,875,703</u>	<u>2,850</u>
<b>NET CHANGE IN FUND BALANCES</b>	<b>2,077,909</b>	<b>33,053</b>	<b>(245,803)</b>	<b>1,865,159</b>
Fund Balances - Beginning of Year	13,475,993	126,284	4,216,763	17,819,040
<b>FUND BALANCES - END OF YEAR</b>	<b><u>\$ 15,553,902</u></b>	<b><u>\$ 159,337</u></b>	<b><u>\$ 3,970,960</u></b>	<b><u>\$ 19,684,199</u></b>

See accompanying Notes to Financial Statements.

**TOWN OF OLD LYME, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2024**

**RECONCILIATION TO THE STATEMENT OF ACTIVITIES**

Net Change in Fund Balances - Total Governmental Funds (Exhibit D) \$ 1,865,159

Amounts reported for governmental activities in the statement of activities (Exhibit B) are due to:

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 amount by which depreciation exceeded capital outlays in the current period:

Capital Outlay	3,054,545
Depreciation Expense	(667,171)
<b>Total</b>	<b>2,387,374</b>

The net effect of various miscellaneous transactions involving capital assets (i. e., sales, trade-ins and donations) is to increase net position. In the statement of activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold.

(38,598)

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

Change in Property Tax and Interest Receivable - Accrual Basis Change	187,836
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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:

Debt Issued or Incurred:	
Deferred Charge on Refunding Bonds	(4,194)
Principal Repayments:	
General Obligation Bonds	420,000
<b>Total</b>	<b>415,806</b>

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

Compensated Absences	(70,218)
Landfill Closure and Postclosure	14,000
Accrued Interest Payable	2,086
<b>Total</b>	<b>(54,132)</b>

Change in Net Position of Governmental Activities (Exhibit B) \$ 4,763,445

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**History, Organization, and Reporting Entity**

The Town of Old Lyme, Connecticut Town of Old Lyme, Connecticut (the Town) was founded in 1655. The Town covers 27.1 square miles located in southeastern Connecticut.

The Town operates under a Selectmen/Town Meeting form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, planning, zoning and general administrative services to its residents. The Town is a member of Regional School District No. 18 (the District) with the Town of Lyme. The District provides education for grades K-12. The accompanying basic financial statements conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant accounting policies used by the Town.

**A. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. Governmental activities are normally supported by taxes and intergovernmental revenues.

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.

Major individual governmental funds are reported as separate columns in the fund financial statements.

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

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized 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 year, with the exception of grant revenues which are considered available if they are collected within 180 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Property taxes, expenditure reimbursement-type grants, certain intergovernmental revenues, transfers, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental funds:

**General Fund**

The General Fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Miscellaneous Fund**

The Miscellaneous Fund accounts for various activity of the Town, including those activities related to the American Recue Plan Act federal grant program. The major source of revenues are state and federal assistance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions are charges between certain Town functions because elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

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

**C. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity**

**Deposits and Investments**

**Deposits**

The Town considers cash as cash on hand, demand deposits and money market accounts.

**Investments**

Eligible investments are governed by the Connecticut General Statutes which, in general, allow the Town to invest in obligations of the United States of America or United States government sponsored corporations, in shares or other interests in any custodial arrangement, pool or no-load, open-end management type investment company or investment trust (as defined), in obligations of any state or political subdivision rated within the top two rating categories of any nationally recognized rating service, or in obligations of the state of Connecticut or political subdivisions rated within the top three rating categories of any nationally recognized rating service. Investment income is recorded in the fund in which it was earned.

Investments for the Town are reported at fair value.

**Receivables and Payables**

**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).

**Property Taxes and Other Receivables**

In the government-wide financial statements, all trade and property tax receivables are shown net of an allowance for uncollectibles. Allowance is 15% of outstanding receivable balances and is calculated based upon prior collections.

In the fund financial statements, all property taxes receivable at June 30, 2024, have been recorded as unavailable revenue, since they are not considered to be available to finance expenditures of the current year.

Property taxes are assessed on property as of October 1. Taxes are billed in the following July and are due in two installments, July 1 and January 1. Personal property and motor vehicle taxes are billed in July and are due in one installment, July 1, and supplemental motor vehicle taxes are due in full January 1. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date.

**TOWN OF OLD LYME, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

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

**Prepaid Items**

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

**Capital Assets**

Capital assets, which include buildings, building improvements, land improvements, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 for equipment, \$20,000 for improvements and \$100,000 for infrastructure, and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

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

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

Buildings	30 to 75 Years
Building Improvements	50 Years
Land Improvements	15 to 75 Years
Vehicles	10 to 25 Years
Machinery and Equipment	10 to 25 Years
Roads	75 Years
Bridges	100 Years

**Leases**

**Lessor**

The Town of Old Lyme is a lessor for a noncancelable lease of a building. The Town of Old Lyme recognizes a lease receivable and a deferred inflow of resources in the applicable governmental activities in the government-wide and in the governmental fund financial statements.

**TOWN OF OLD LYME, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

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

**Leases (Continued)**

**Lessor (Continued)**

At the commencement of a lease, the Town of Old Lyme initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the Town of Old Lyme determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The Town of Old Lyme uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The Town of Old Lyme monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

**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 are reported net of the applicable bond premium or discount. 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, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**TOWN OF OLD LYME, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

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

**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 that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding which results from the difference in the carry value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunding or the refunded debt.

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 that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports a deferred inflow for advanced property tax collections and leases receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

For governmental funds, the Town also reports unavailable revenue, which arises only under the modified accrual basis of accounting. Accordingly, unavailable revenue is reported only in the governmental funds' balance sheet. The governmental funds report unavailable revenue from two sources: property taxes (including advanced collections, if any) and leases receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**Fund Balance and Net Position**

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

*Net Investment in Capital Assets* – This category presents the net position that reflect capital assets net of only the debt applicable to the acquisition or construction of these assets. Debt issued for noncapital purposes, and unspent bond proceeds, are excluded.

*Restricted Net Position* – This category presents the net position restricted by external parties (creditors, grantors, contributors, or laws and regulations).

*Unrestricted Net Position* – This category presents the net position of the Town which is not restricted.

**TOWN OF OLD LYME, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

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

**Fund Balance and Net Position (Continued)**

In the fund financial statements, fund balances are classified into the following categories:

*Nonspendable* – This category presents amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted* – This category presents amounts that can be spent only for specific purposes because of enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

*Committed* – This category presents amounts that can be used only for specific purposes determined by a formal action of the highest level of decision-making authority for the Town. Commitments may be established, modified or rescinded only through resolutions approved by the Board of Finance.

*Assigned* – This category presents amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Intent can be expressed by the governing body (Board of Finance) or by an official (Finance Director).

*Unassigned* – This category presents amounts that do not meet the criteria above and are available for any purpose. This category is only reported in the general fund for positive amounts and in any other fund that has a fund balance deficit.

The Town will sometimes fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

The Town will sometimes fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

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

**D. Estimates**

The preparation of the 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 outflows, liabilities, and deferred inflows including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year. Accordingly, actual results could differ from those estimates.

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

**A. Budgets and Budgetary Accounting**

Budget Policies

The procedures for establishing the budgetary data reported in the financial statements are as follows:

- The Town legally adopts an annual budget for the General Fund. Formal budgetary integration is employed by the Board of Finance as a management control device during the year for the General Fund.
- The Town is not required to adopt budgets for Special Revenue Funds. Capital Project Funds employ a project length budget, which is approved by the annual Town Meeting.
- Prior to March 1, each department head, office, agency, board or commission of the Town, supported wholly or in part from Town funds, shall submit budget requests in the form requested by the First Selectman so as to indicate the programs, activities and work accomplished in the current fiscal year and to be accomplished during the ensuing year. These shall be accompanied by detailed estimates of expenditures to be made and of revenues other than taxes to be collected during the ensuing fiscal year, along with such other information as may be requested by the Board of Finance or the First Selectman.
- Prior to April 1, the First Selectman shall present to the Board of Finance a budget.
- The Board of Finance shall hold at least one public hearing on the budget during the month of April and shall adopt a proposed budget, including a recommended appropriation act, by May 1, which shall be published in a newspaper in general circulation in the Town at least five days prior to the annual Town Meeting for budget consideration.

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

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

**A. Budgets and Budgetary Accounting (Continued)**

**Budget Policies (Continued)**

- An annual Town Meeting for budget consideration shall be held on the second Tuesday in May. This meeting shall consider the budget presented to it by the Board of Finance and may approve or lower any item, but may not raise the amount of such item. If the annual Town Meeting fails to adopt a budget, the budget will be returned to the Board of Finance for its consideration. The Board of Finance shall return the same or a revised budget to a Town Meeting called by the Board of Finance for a date no later than ten days after the annual meeting, at which the Town Meeting may approve or lower any item. Should the Town Meeting then fail or refuse to adopt a budget, the budget appropriation last proposed by the Board of Finance shall be in full effect.
- The level at which expenditures may not legally exceed appropriations without Board of Finance and/or Town Meeting approval is at the department level. Transfers between departments or new appropriations may be approved by consecutive actions of the Board of Finance and a Town Meeting, which shall be called by the Board of Finance following its action on the new spending proposal.

An appropriation of over \$20,000 for an additional expenditure at the department level not provided for in the annual budget or as a second request may be approved by consecutive favorable actions of the Board of Finance and a referendum of the electors of the Town at a special or regular election of the Town, as one or the other may be determined by the Board of Finance. Additional appropriations to the general fund budget during the year were \$39,000 from fund balance.

- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reported in budgetary reports as expenditures in the current year. Generally, all unencumbered appropriations lapse at year-end, except those for the capital projects funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

**TOWN OF OLD LYME, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 DETAILED NOTES**

**A. Cash and Investments**

**Deposits – Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. At year end, \$17,244,439 of the Town's bank balance of \$21,051,304 (including certificates of deposit classified as investments) was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$ 15,470,089
Uninsured and Collateral Held by the Pledging Bank's	
Trust Department, Not in the Town's Name	1,774,444
Total Amount Subject to Custodial Risk	<u>\$ 17,244,533</u>

Financial instruments that potentially subject the Town to significant concentrations of credit risk consist primarily of cash. From time to time, the Town's cash account balances exceed the Federal Deposit Insurance Corporation limit. The Town reduces its credit risk by maintaining its cash deposits with major financial institutions and monitoring their credit ratings.

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES (CONTINUED)**

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

**Investments**

The Town's investments consisted of the following investment type and maturities. Specific identification was used to determine the maturities.

Investment Type	Fair Value	Investment Maturities (Years)		
		Less Than 1	1 - 10	More than 10
Certificates of Deposit	\$ 3,306,771	\$ 3,306,771	\$ -	\$ -
Total	<u>\$ 3,306,771</u>	<u>\$ 3,306,771</u>	<u>\$ -</u>	<u>\$ -</u>

**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.

**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.

**Custodial Credit Risk**

The Town has no formal policy with respect to custodial credit risk. Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

**B. Receivables**

Accounts receivable as of June 30, 2024, for the Town's individual major funds and nonmajor, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Miscellaneous Fund	Nonmajor Governmental Funds	Total
Accounts Receivable:				
Taxes	\$ 656,935	\$ -	\$ -	\$ 656,935
Intergovernmental	261,364	-	-	261,364
Other	76,304	924	138,369	215,597
Lease Receivable	51,846	-	14,631	66,477
Less: Allowance for Uncollectible	(109,000)	-	-	(109,000)
Net Total Receivables	<u>\$ 937,449</u>	<u>\$ 924</u>	<u>\$ 153,000</u>	<u>\$ 1,091,373</u>

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES (CONTINUED)**

**B. Receivables (Continued)**

**Leases Receivable**

The Town, acting as lessor, leases the school bus barn a cell tower under long-term, noncancelable lease agreements. The leases expire on June 30, 2025. During the year ended June 30, 2024, the Town recognized \$63,874 and \$3,926 in lease revenue and interest revenue, respectively, pursuant to these contracts.

Total future minimum lease payments to be received under the lease agreement are as follows:

	Governmental Activities		
	Principal	Interest	Total
Year Ending June 30, 2025	\$ 66,477	\$ 1,323	\$ 67,800
Total Minimum Lease Payments	<u>\$ 66,477</u>	<u>\$ 1,323</u>	<u>\$ 67,800</u>

**C. Capital Assets**

Capital asset activity for the fiscal year was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	\$ 4,236,471	\$ -	\$ -	\$ 4,236,471
Works of Art	291,000	-	-	291,000
Construction in Progress	737,735	1,176,144	425,250	1,488,629
Total Capital Assets Not Being Depreciated	5,265,206	1,176,144	425,250	6,016,100
Capital Assets Being Depreciated:				
Buildings and Improvements	7,562,525	23,871	-	7,586,396
Land Improvements	1,800,170	450,000	63,276	2,186,894
Machinery, Vehicles, and Equipment	7,917,641	192,210	-	8,109,851
Infrastructure	10,577,654	1,637,570	-	12,215,224
Total Capital Assets Being Depreciated	27,857,990	2,303,651	63,276	30,098,365
Less: Accumulated Depreciation for:				
Buildings and Improvements	1,494,438	105,690	-	1,600,128
Land Improvements	587,874	34,845	24,678	598,041
Machinery, Vehicles, and Equipment	4,325,063	343,655	-	4,668,718
Infrastructure	1,403,951	182,981	-	1,586,932
Total Accumulated Depreciation	<u>7,811,326</u>	<u>667,171</u>	<u>24,678</u>	<u>8,453,819</u>
Total Capital Assets Being Depreciated, Net	<u>20,046,664</u>	<u>1,636,480</u>	<u>38,598</u>	<u>21,644,546</u>
Governmental Activities Capital Assets, Net	<u>\$ 25,311,870</u>	<u>\$ 2,812,624</u>	<u>\$ 463,848</u>	<u>\$ 27,660,646</u>

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES (CONTINUED)**

**C. Capital Assets (Continued)**

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

Governmental Activities:

General Government	\$ 119,378
Public Safety	82,661
Senior Citizens	2,739
Other Public Works	253,586
Parks and Recreation	88,069
Fire Services	120,738
Police Services	-
Total Depreciation Expense - Governmental Activities	<u>\$ 667,171</u>

The Town has a collection of artworks presented in public buildings. The true value of the art is expected to either be maintained at cost or appreciate over time and, thus, the art is not depreciated. If individual pieces are lost or destroyed, the loss is recorded.

**D. Interfund Accounts**

Interfund Payables and Receivables

A summary of interfund balances is as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 19,987	\$ 441,778
Miscellaneous Fund	-	807
Nonmajor Governmental Funds	<u>441,778</u>	<u>19,180</u>
Total	<u>\$ 461,765</u>	<u>\$ 461,765</u>

A summary of interfund transfers for the fiscal year is as follows:

Receivable Fund	Payable Fund	Amount
Nonmajor Governmental Funds	General Fund	<u>\$ 1,875,703</u>

Transfers are used to account the financing by the general fund of various program and activities in other funds.

**TOWN OF OLD LYME, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 DETAILED NOTES (CONTINUED)**

**E. Changes in Long-Term Obligations**

**Summary of Changes**

The following is a summary of changes in long-term obligations during the fiscal year:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental Activities:</b>					
Bonds Payable:					
Bonds - Refunding	\$ 585,000	\$ -	\$ 295,000	\$ 290,000	\$ 290,000
Bonds - Library	875,000	-	125,000	750,000	125,000
Total Bonds Payable	1,460,000	-	420,000	1,040,000	415,000
Other Liabilities:					
Compensated Absences	83,785	238,245	168,027	154,003	154,003
Landfill Postclosure Costs	266,000	-	14,000	252,000	14,000
Total Other Liabilities	349,785	238,245	182,027	406,003	168,003
Governmental Activities					
Capital Assets, Net	\$ 1,809,785	\$ 238,245	\$ 602,027	\$ 1,446,003	\$ 583,003
	Original Amount	Date of Issuance	Date of Maturity	Interest Rate	Balance June 30, 2024
<b>Bonds Payable:</b>					
Bonds - Refunding	\$ 2,765,000	6/30/2016	9/30/2048	1.44%	\$ 290,000
Bonds - Library	1,250,000	8/26/2019	3/27/2042	2.05%	750,000
Total Bonds Payable	\$ 4,015,000				\$ 1,040,000

Old Lyme is a member of the District, which provides education facilities for grades pre-k through 12 for the Towns of Lyme and Old Lyme. At year-end, the outstanding bonded indebtedness of the District was \$11,920,000. The Town of Old Lyme's share will be approximately 81.3%, which totaled \$9,690,960 in general obligations of the District and its member towns.

All long-term liabilities are generally liquidated by the general fund.

The annual requirements to amortize bonds payable are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 415,000	\$ 16,182	\$ 431,182
2026	125,000	11,531	136,531
2027	125,000	8,969	133,969
2028	125,000	6,407	131,407
2029	125,000	3,844	128,844
2030	125,000	1,282	126,282
<b>Total</b>	<b>\$ 1,040,000</b>	<b>\$ 48,215</b>	<b>\$ 1,088,215</b>

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES (CONTINUED)**

**E. Changes in Long-Term Obligations (Continued)**

Landfill Closure and Postclosure Care Costs

State and federal laws and regulations require that the Town place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The Town closed and covered its landfill. Monitoring costs and estimated repairs and maintenance for the next 19 years at \$14,000 per year are \$252,000. The postclosure care amounts are estimates, which are subject to changes due to inflation, technology, or applicable landfill laws and regulations.

Authorized/Unissued Bonds

There are no authorized/unissued bonds.

Statutory Debt Limitations

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

Category	Debt Limit	Net Indebtedness	Balance
General Purpose	\$ 83,928,044	\$ 1,040,000	\$ 82,888,044
Schools	167,856,089	9,690,960	158,165,129
Sewers	139,880,074	-	139,880,074
Urban Renewal	121,229,397	-	121,229,397
Pension Deficit	111,904,059	-	111,904,059

The overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, \$261,109,471.

The indebtedness reflected above includes bonds outstanding in addition to the amount of bonds authorized and unissued against which bond anticipation notes are issued and outstanding.

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES (CONTINUED)**

**F. Fund Balance Classifications**

Fund balances are composed of the following:

	General Fund	Miscellaneous Fund	Nonmajor Governmental Funds	Total
<b>Fund Balances:</b>				
Nonspendable:				
Prepays Expenditures	\$ 592,910	\$ -	\$ -	\$ 592,910
Committed to:				
Town Capital Projects	-	159,337	3,970,960	4,130,297
Assigned to:				
Capital Outlay	558,664	-	-	558,664
Unassigned	14,402,328	-	-	14,402,328
<b>Total Fund Balances</b>	<b>\$ 15,553,902</b>	<b>\$ 159,337</b>	<b>\$ 3,970,960</b>	<b>\$ 19,684,199</b>

Fund balance amounts classified as assigned under the general fund represent encumbrances outstanding at June 30, 2024.

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

The Town is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters.

The Town currently is a member in Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool established for the purpose of administering an interlocal risk management program pursuant to the provisions of Section 7-479a et. seq. of Connecticut General Statutes for workers' compensation and employer liability coverage. The Town pays an annual premium for its coverage. CIRMA should be self-sustaining through members' premiums but reinsures in excess of \$1,000,000 for each insured occurrence. Members may be subject to supplemental assessment in the event of deficiencies; however, potential assessments are limited pursuant to the by-laws.

The Town purchases commercial insurance for all other risks of loss, including blanket and umbrella policies. Settled claims have not exceeded commercial coverage in any of the past three years, and there has not been any significant reduction in insurance coverage from amount held in prior years.

**B. Commitments and Litigation**

The Town has been named as defendant in several claims and legal actions. The Town's attorney estimates that the potential claims against the Town not covered by insurance resulting from such claims and legal actions would not materially affect the financial condition of the Town.

**TOWN OF OLD LYME, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Commitments and Litigation (Continued)**

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

**C. Pension Plans**

Defined Contribution Town of Old Lyme Pension Plan

The Town has established and administers a multiple employer defined contribution plan to provide pension benefits for all of its full-time employees and the District nonprofessional administrative employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate at twenty-one (21) years of age and after one year of service. Participants are not required to contribute to the plan; however, they are allowed to contribute on an after-tax basis up to 10%, which is fully vested. The Town's contributions for each employee and interest allocated to the employee's account are fully vested after five years of continuous service. The Town's contribution is allocated to participants' accounts on the basis of compensation. Contribution requirements of the plan members and the Town are established and may be amended by the Board of Selectmen. The Town is required to contribute 8% of its employee covered payroll. The plan does not issue stand-alone reports.

The Town and the District's payroll of eligible individuals covered by the plan was \$6,686,036. Employee contributions totaled \$102,698, or 1.5%, of covered payroll, and the Town and District recognized pension expense of \$534,883 or 8% of covered payroll.

The Town has no liability to the plan at year-end.

Defined Contribution Volunteer Firefighters' Retirement Plan

The volunteer firefighters participate in a defined contribution plan; however, the assets are not held in the Town's name. Although not required, it has been the Town's policy in the past years to fund all pension costs accrued in the current year. The Town's contribution during the fiscal year was \$146,963.

**D. Subsequent Event**

On September 10, 2024, the Town issued general obligation bonds of \$4,100,000 with an interest rate of 4.0% due September 15, 2034 for the purpose of financing a portion of the cost of the renovation and expansion of the Lymes' Senior Center.

**REQUIRED SUPPLEMENTARY INFORMATION**

**TOWN OF OLD LYME, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance Favorable (Unfavorable)
	Original	Final	Actual	
<b>REVENUES</b>				
Property Taxes	\$ 37,370,494	\$ 37,370,494	\$ 37,766,978	\$ 396,484
Charges for Services	1,109,400	1,109,400	1,481,823	372,423
Intergovernmental	1,410,258	1,410,258	1,717,285	307,027
Investment Income	300,000	300,000	1,034,593	734,593
Total Revenues	40,190,152	40,190,152	42,000,679	1,810,527
<b>EXPENDITURES</b>				
Current:				
General Government	3,464,668	3,429,312	3,024,961	404,351
Boards and Commissions	511,993	538,235	452,970	85,265
Public Works	928,892	917,892	889,707	28,185
Parks and Recreation	530,997	536,897	500,891	36,006
Other Public Safety	453,921	463,326	441,605	21,721
Social Services	119,281	119,281	119,103	178
Fire Services	487,531	488,196	460,494	27,702
Police Services	1,018,501	1,038,001	903,761	134,240
Health Services	72,276	72,276	72,210	66
Senior Citizens' Activities	196,891	196,891	165,102	31,789
Other Associations	456,500	458,500	458,500	-
Sanitation	1,346,096	1,371,940	1,369,640	2,300
Chartered Associations	71,700	71,700	71,700	-
Regional School District No. 18	28,249,222	28,249,222	28,183,714	65,508
Debt Service:				
Redemption of Debt	420,000	420,000	420,000	-
Interest on Debt	23,000	23,000	22,910	90
Capital Outlay	1,186,758	1,216,758	1,012,377	204,381
Total Expenditures	39,538,227	39,611,427	38,569,645	1,041,782
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	651,925	578,725	3,431,034	2,852,309
<b>OTHER FINANCING SOURCES (USES)</b>				
Appropriation of Fund Balance	781,000	781,000	-	(781,000)
Proceeds from Sale of Capital Assets	1,000	1,000	2,850	1,850
Cancellation of Prior Year Encumbrances	-	-	19,832	19,832
Transfers In	-	-	-	-
Transfers Out	(1,433,925)	(1,433,925)	(1,433,925)	-
Net Other Financing Sources (Uses)	(651,925)	(651,925)	(1,411,243)	(759,318)
<b>NET CHANGE IN FUND BALANCE</b>	\$ -	\$ (73,200)	2,019,791	\$ 2,092,991
Fund Balance - Beginning Balance			12,975,447	
<b>FUND BALANCE - END OF YEAR</b>			\$ 14,995,238	

**TOWN OF OLD LYME, CONNECTICUT**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**BUDGET AND ACTUAL**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance	
	Original	Final	Actual	Favorable	
				(Unfavorable)	
<b>Property Taxes:</b>					
Property Taxes	\$ 37,190,494	\$ 37,190,494	\$ 37,555,831	\$ 365,337	
Interest and Lien Fees	180,000	180,000	211,147	31,147	
Telephone Access Line Grant	-	-	-	-	
<b>Total Property Taxes</b>	<b>37,370,494</b>	<b>37,370,494</b>	<b>37,766,978</b>	<b>396,484</b>	
<b>Charges for Services:</b>					
Ambulance Reimbursement	5,000	5,000	-	(5,000)	
Animal Control	-	-	2,274	2,274	
All Other /Miscellaneous	-	-	2,839	2,839	
Assessor	500	500	510	10	
Beach Stickers	50,000	50,000	59,696	9,696	
Building	300,000	300,000	438,269	138,269	
Cell Phone Tower Lease	51,600	51,600	53,422	1,822	
Fire Marshal	500	500	60	(440)	
Hist Distr Comm	100	100	200	100	
Inland Wetlands	-	-	4,030	4,030	
Insurance Reimbursement	2,000	2,000	-	(2,000)	
Land Use Fees	12,000	12,000	-	(12,000)	
Misc. Income	14,000	14,000	16,955	2,955	
Park & Recreation	75,000	75,000	102,474	27,474	
Parking Fines	13,000	13,000	-	(13,000)	
Parking Lot Revenue/Fines	75,000	75,000	105,010	30,010	
Planning	-	-	1,355	1,355	
Planning Commission	-	-	1,185	1,185	
Recycling	1,000	1,000	1,118	118	
Registrar Reimbursement	2,000	2,000	-	(2,000)	
Rogers Lake - Reimbursement	26,000	26,000	14,548	(11,452)	
School Crossing Guard Reimb	2,000	2,000	12,182	10,182	
Selectmens Office	11,000	11,000	4	(10,996)	
Soundview	300	300	3,798	3,498	
Sr Center Project Reimbursement	4,900	4,900	30,188	25,288	
Sr Center Reimbursement (Lyme)	31,000	31,000	42,893	11,893	
Telephone Access Line Fees	-	-	38,891	38,891	
Town Clerk	275,000	275,000	308,455	33,455	
Town Woods Park Reimbursement	27,500	27,500	28,011	511	
Transfer Station	130,000	130,000	206,193	76,193	
ZBA	-	-	5,720	5,720	
Zoning	-	-	1,033	1,033	
Zoning Commission CAM	-	-	510	510	
<b>Total Charges for Services</b>	<b>1,109,400</b>	<b>1,109,400</b>	<b>1,481,823</b>	<b>372,423</b>	

**TOWN OF OLD LYME, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance Favorable (Unfavorable)
	Original	Final	Actual	
<b>Intergovernmental:</b>				
Education Equalization Grant	\$ 747,100	\$ 747,100	\$ 747,419	\$ 319
Emergency Management	285,000	285,000	129,555	(155,445)
Grants for Municipal Projects	1,888	1,888	1,888	-
LOCIP	49,100	49,100	122,451	73,351
Miscellaneous State Grants	10,000	10,000	22,062	12,062
Municipal Revenue Sharing	-	-	109,032	109,032
PILOT - Federal Property	100	100	-	(100)
PILOT - State Property	61,200	61,200	67,334	6,134
State Police DWI	-	-	200	200
DOT-STEAP GRANT - Ferry Road Sidewalk	-	-	126,000	126,000
DOT-Mile Creek Road Bridge Improvement	-	-	12,216	12,216
DOT-Sound View Sidewalk Improvement	-	-	146,245	146,245
Telephone Access Line Grant	22,000	22,000	-	(22,000)
Town Aid Road	230,200	230,200	229,910	(290)
Disability Tax Exempt	-	-	247	247
Veterans' Tax Exempt	3,670	3,670	2,726	(944)
<b>Total Intergovernmental</b>	<b>1,410,258</b>	<b>1,410,258</b>	<b>1,717,285</b>	<b>307,027</b>
<b>Investment Income:</b>				
Interest on Investments	300,000	300,000	1,034,593	734,593
<b>Total Revenues</b>	<b>40,190,152</b>	<b>40,190,152</b>	<b>42,000,679</b>	<b>1,810,527</b>
<b>OTHER FINANCING SOURCES</b>				
Appropriation of Fund Balance	781,000	781,000	-	(781,000)
Proceeds from Sale of Capital Assets	1,000	1,000	2,850	1,850
Cancellation of Prior Year Encumbrances	-	-	19,832	19,832
<b>Total Other Financing Sources</b>	<b>782,000</b>	<b>782,000</b>	<b>22,682</b>	<b>(759,318)</b>
<b>Total Revenues and Other Financing Sources</b>	<b>\$ 40,972,152</b>	<b>\$ 40,972,152</b>	<b>\$ 42,023,361</b>	<b>\$ 1,051,209</b>

Budgetary revenues are different than GAAP revenues because:

Cancellation of Prior Year Encumbrances (19,832)

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

42,003,529

**TOWN OF OLD LYME, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance Favorable (Unfavorable)
	Original	Final	Actual	
<b>General Government:</b>				
Selectmen's Office	\$ 362,618	\$ 362,618	319,243	\$ 43,375
Human Resources	57,473	57,473	27,433	30,040
Town Clerk	146,130	149,485	149,480	5
Tax Collector	130,652	137,352	137,313	39
Treasurer	243,159	253,059	253,022	37
Registrar	123,048	123,048	100,310	22,738
Information Technology	207,850	207,850	187,106	20,744
Probate Court	7,900	10,065	10,064	1
Assessor	163,285	163,285	154,910	8,375
Building Department	147,259	147,259	128,600	18,659
Health Department	103,284	103,284	91,744	11,540
Town Hall	200,010	200,010	192,010	8,000
Insurance	1,082,000	1,024,524	855,174	169,350
Special Deductions	490,000	490,000	418,552	71,448
<b>Total General Government</b>	<b>3,464,668</b>	<b>3,429,312</b>	<b>3,024,961</b>	<b>404,351</b>
<b>Boards and Commissions:</b>				
Harbor Management Commission	6,738	11,280	11,258	22
Affordable Housing Commission	3,760	23,510	23,510	-
Economic Development Commission	4,136	4,136	2,022	2,114
Ethics Commission	3,284	3,284	74	3,210
Water Management Authority	61,922	61,922	50,332	11,590
Board of Finance	14,201	14,201	13,137	1,064
Flood and Erosion Control Board	570	570	75	495
Historic District Commission	10,155	10,155	8,420	1,735
Tree Commission	14,175	14,175	7,161	7,014
Parks and Recreation Commission	2,048	2,048	1,536	512
Board of Assessment Appeals	1,659	1,659	581	1,078
Rogers Lake Authority	52,290	52,290	28,303	23,987
Land Use	287,114	287,114	264,314	22,800
Sound View	26,665	26,665	22,830	3,835
Conservation Commission	2,012	3,962	1,569	2,393
Open Space	21,264	21,264	17,848	3,416
<b>Total Boards and Commissions</b>	<b>511,993</b>	<b>538,235</b>	<b>452,970</b>	<b>85,265</b>
<b>Public Works:</b>				
Public Works Expenditures	928,892	917,892	889,707	28,185
<b>Parks and Recreation:</b>				
Parks and Recreation	358,687	358,687	324,742	33,945
Town Woods Park	144,910	150,810	150,457	353
Fireworks/Memorial Day	27,400	27,400	25,692	1,708
<b>Total Parks and Recreation</b>	<b>530,997</b>	<b>536,897</b>	<b>500,891</b>	<b>36,006</b>
<b>Other Public Safety:</b>				
Animal Control	83,504	92,909	92,776	133
Emergency Management	35,562	35,562	16,494	19,068
Valley Shore Communications	162,000	162,000	161,907	93
Ambulance	172,855	172,855	170,428	2,427
<b>Total Other Public Safety</b>	<b>453,921</b>	<b>463,326</b>	<b>441,605</b>	<b>21,721</b>

**TOWN OF OLD LYME, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL (CONTINUED)**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance Favorable (Unfavorable)
	Original	Final	Actual	
<b>Social Services:</b>				
Social Service	\$ 20,281	\$ 20,281	\$ 20,103	\$ 178
Lyme's Youth Services	99,000	99,000	99,000	-
<b>Total Social Services</b>	<b>119,281</b>	<b>119,281</b>	<b>119,103</b>	<b>178</b>
<b>Fire Services:</b>				
Old Lyme Fire Department	246,694	247,359	247,356	3
Fire Protection	50,000	50,000	45,638	4,362
Fire Marshal	80,837	80,837	74,977	5,860
Firemen's Incentive Plan	110,000	110,000	92,523	17,477
<b>Total Fire Services</b>	<b>487,531</b>	<b>488,196</b>	<b>460,494</b>	<b>27,702</b>
<b>Police Services:</b>				
Resident State Police	187,000	187,000	175,907	11,093
Municipal Police	831,501	851,001	727,854	123,147
<b>Total Police Services</b>	<b>1,018,501</b>	<b>1,038,001</b>	<b>903,761</b>	<b>134,240</b>
<b>Health Services:</b>				
Social Services Agencies	7,276	7,276	7,210	66
VNA	65,000	65,000	65,000	-
<b>Total Health Services</b>	<b>72,276</b>	<b>72,276</b>	<b>72,210</b>	<b>66</b>
<b>Senior Citizens' Activities:</b>				
Estuary Transit District	17,195	17,195	17,195	-
Estuary Services	15,311	15,311	15,311	-
Senior Center	164,385	164,385	132,596	31,789
<b>Total Senior Citizens' Activities</b>	<b>196,891</b>	<b>196,891</b>	<b>165,102</b>	<b>31,789</b>
<b>Other Nonprofits</b>	<b>456,500</b>	<b>458,500</b>	<b>458,500</b>	<b>-</b>
<b>Sanitation:</b>				
Municipal Refuse Collection	1,026,000	966,000	963,904	2,096
Single Stream Recycling				-
CT Resources Recovery Authority				-
Recycling	21,460	35,480	35,478	2
Household Hazardous Waste	17,500	18,324	18,245	79
Transfer Station	281,136	352,136	352,013	123
<b>Total Sanitation</b>	<b>1,346,096</b>	<b>1,371,940</b>	<b>1,369,640</b>	<b>2,300</b>
<b>Chartered Beach Associations</b>	<b>\$ 71,700</b>	<b>\$ 71,700</b>	<b>\$ 71,700</b>	<b>\$ -</b>
<b>Total Chartered Beach Associations</b>	<b>71,700</b>	<b>71,700</b>	<b>71,700</b>	<b>-</b>
<b>Regional School District No. 18</b>	<b>28,249,222</b>	<b>28,249,222</b>	<b>28,183,714</b>	<b>65,508</b>

**TOWN OF OLD LYME, CONNECTICUT  
GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL (CONTINUED)**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance Favorable (Unfavorable)
	Original	Final	Actual	
<b>Debt Service:</b>				
Redemption of Debt	420,000	420,000	420,000	-
Interest on Debt	23,000	23,000	22,910	90
<b>Total Debt Service</b>	<b>443,000</b>	<b>443,000</b>	<b>442,910</b>	<b>90</b>
<b>Capital Outlay:</b>				
General Government	119,760	133,260	98,688	34,572
Public Works	14,600	14,600	14,496	104
Public Safety	599,398	599,398	429,763	169,635
Public Works Roads and Projects	453,000	469,500	469,430	70
<b>Total Capital Outlay</b>	<b>1,186,758</b>	<b>1,216,758</b>	<b>1,012,377</b>	<b>204,381</b>
<b>Total Expenditures</b>	<b>39,538,227</b>	<b>39,611,427</b>	<b>38,569,645</b>	<b>1,041,782</b>
<b>OTHER FINANCING USES</b>				
Transfers Out:				
Firefighters' Equipment	150,000	150,000	150,000	-
Bus Barn	37,000	37,000	37,000	-
Capital Nonrecurring - Revaluation	35,000	35,000	35,000	-
Town Building Improvement	10,000	10,000	10,000	-
Police Private Duty	15,000	15,000	15,000	-
Road Improvement Fund	800,000	800,000	800,000	-
P&R Capital Fund	156,000	156,000	156,000	-
Public Works Capital Fund	49,000	49,000	49,000	-
Sanitation and Recycling	1,000	1,000	1,000	-
Info Tech	105,925	105,925	105,925	-
Halls Road Improvement Fund	-	-	-	-
Open Space	75,000	75,000	75,000	-
<b>Total Other Financing Uses</b>	<b>1,433,925</b>	<b>1,433,925</b>	<b>1,433,925</b>	<b>-</b>
<b>Total Expenditures and Other Financing Uses</b>	<b>\$ 40,972,152</b>	<b>\$ 41,045,352</b>	<b>\$ 40,003,570</b>	<b>\$ 1,041,782</b>
Budgetary expenditures are different than GAAP expenditures because:				
Transfer Out from Carryover				57,663
Encumbrances Outstanding at June 30, 2023 Liquidated During the Fiscal Year				210,217
Encumbrances Outstanding at June 30, 2024 Charged to Budgetary Expenditures During the Fiscal Year				(345,830)
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit D				<b>\$ 39,925,620</b>

## **SUPPLEMENTARY INFORMATION**

## **GENERAL FUND**

The general fund is the principal operating fund of the Town and is used to account for all activities of the town, except those required to be accounted for in another fund. The general fund accounts for the normal recurring activities of the Town (i.e., general government, public safety, public works, health, social services, recreation, education, etc.). These activities are funded principally by property taxes, user fees, and grants from other governmental units.

**TOWN OF OLD LYME, CONNECTICUT**  
**REPORT OF PROPERTY TAX COLLECTOR**  
**YEAR ENDED JUNE 30, 2024**

Grand List Year	Uncollected Taxes July 1, 2023	Current Year Levy	Lawful Corrections		Transfers to Suspense	Adjusted Taxes Collectible	Collections				Uncollected Taxes June 30, 2024
			Additions	Deductions			Taxes	Interest	Lien Fees	Total	
Suspense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2006	-	-	-	-	-	-	-	-	-	-	-
2007	-	-	-	-	-	-	-	-	-	-	-
2008	-	-	-	-	-	-	-	-	-	-	-
2009	(9)	-	9	-	-	-	-	-	-	-	-
2010	186	-	-	-	-	186	-	-	-	-	186
2011	169	-	-	-	-	169	-	-	-	-	169
2012	-	-	-	9	-	(9)	-	-	-	-	(9)
2013	325	-	-	-	-	325	-	-	-	-	325
2014	(20)	-	-	-	-	(20)	(20)	-	-	(20)	-
2015	(18)	-	-	-	-	(18)	-	-	-	-	(18)
2016	66	-	2	-	-	68	-	-	-	-	68
2017	23,354	-	143	5,648	(143)	17,706	(2,824)	-	-	(2,824)	20,530
2018	53,221	-	-	-	(21,373)	31,848	7,235	979	-	8,214	24,613
2019	76,050	-	-	1	-	76,049	11,733	6,391	96	18,220	64,316
2020	128,563	-	366	293	-	128,636	38,029	15,596	168	53,793	90,607
2021	344,584	-	1,152	2,137	(599)	343,000	192,615	57,530	792	250,937	150,385
Total Prior Years	626,471	-	1,672	8,088	(22,115)	597,940	246,768	80,496	1,056	328,320	351,172
2022	-	37,726,170	28,960	121,207	-	37,633,923	37,328,160	121,799	528	37,450,487	305,763
Total	<u>\$ 626,471</u>	<u>\$ 37,726,170</u>	<u>\$ 30,632</u>	<u>\$ 129,295</u>	<u>\$ (22,115)</u>	<u>\$ 38,231,863</u>	<u>\$ 37,574,928</u>	<u>\$ 202,295</u>	<u>\$ 1,584</u>	<u>\$ 37,778,807</u>	<u>\$ 656,935</u>

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

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

### **Capital Projects Funds**

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

**TOWN OF OLD LYME, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2024**

	Special Revenue											Total
	Social Workers' Fund	Dog Fund	Private Duty Fund	Harbor Management Fund	Town Woods Park Fund	Public Building Improvement Fund	Senior Center Board Fund	Bus Barn Fund	WPCA Cost Sharing Fund	Sanitation and Recycling Fund		
<b>ASSETS</b>												
Cash Receivables:	\$ 92,636	\$ 50,446	\$ 57,424	\$ 32,390	\$ 15,024	\$ 65,990	\$ 133,236	\$ 62,972	\$ 4,684	\$ 15,250	\$ 530,052	
Other Leases	-	-	26,642	-	-	-	-	-	-	-	26,642	
Due from Other Funds	-	-	-	-	-	-	-	14,631	-	-	14,631	
<b>Total Assets</b>	<b>\$ 92,636</b>	<b>\$ 50,446</b>	<b>\$ 84,066</b>	<b>\$ 32,390</b>	<b>\$ 15,024</b>	<b>\$ 65,990</b>	<b>\$ 133,236</b>	<b>\$ 77,603</b>	<b>\$ 4,684</b>	<b>\$ 15,250</b>	<b>\$ 571,325</b>	
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>												
<b>LIABILITIES</b>												
Accounts Payable	\$ -	\$ -	\$ -	\$ 3,373	\$ -	\$ -	\$ 732	\$ -	\$ -	\$ -	\$ -	\$ 4,105
Due to Other Funds	690	5,049	1,238	564	-	-	4,563	3,233	-	-	-	15,337
Unearned Revenue	-	-	-	-	-	-	2,023	-	-	-	-	2,023
<b>Total Liabilities</b>	<b>690</b>	<b>5,049</b>	<b>1,238</b>	<b>3,937</b>	<b>-</b>	<b>-</b>	<b>7,318</b>	<b>3,233</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,465</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>												
Leases	-	-	-	-	-	-	-	-	22,832	-	-	22,832
<b>FUND BALANCES</b>												
Committed	91,946	45,397	82,828	28,453	15,024	65,990	125,918	51,538	4,684	15,250	527,028	
<b>Total Fund Balances</b>	<b>91,946</b>	<b>45,397</b>	<b>82,828</b>	<b>28,453</b>	<b>15,024</b>	<b>65,990</b>	<b>125,918</b>	<b>51,538</b>	<b>4,684</b>	<b>15,250</b>	<b>527,028</b>	
<b>Total Liabilities, Deferred Inflow of Resources, and Fund Balances</b>	<b>\$ 92,636</b>	<b>\$ 50,446</b>	<b>\$ 84,066</b>	<b>\$ 32,390</b>	<b>\$ 15,024</b>	<b>\$ 65,990</b>	<b>\$ 133,236</b>	<b>\$ 77,603</b>	<b>\$ 4,684</b>	<b>\$ 15,250</b>	<b>\$ 571,325</b>	

**TOWN OF OLD LYME, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2024**

	Capital Project Funds								
	Capital Nonrecurring	Town Building Improvement	Land Acquisition	Firefighters' Equipment	Parks & Recreation Capital	Road Improvement	Public Works Capital	IT	Halls Road Improvement
	ASSETS								
Cash	\$ 253,405	\$ 97,036	\$ 609,725	\$ 953,491	\$ 129,065	\$ 211,903	\$ 246,870	\$ 163,439	\$ 18,067
Receivables:									
Other	-	-	-	-	-	-	-	-	-
Leases	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	30,000	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 253,405</b>	<b>\$ 127,036</b>	<b>\$ 609,725</b>	<b>\$ 953,491</b>	<b>\$ 129,065</b>	<b>\$ 211,903</b>	<b>\$ 246,870</b>	<b>\$ 163,439</b>	<b>\$ 18,067</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>									
LIABILITIES									
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	82
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-	82
DEFERRED INFLOWS OF RESOURCES									
Leases	-	-	-	-	-	-	-	-	-
FUND BALANCES									
Committed	253,405	127,036	609,725	953,491	129,065	211,903	246,870	163,439	17,985
Total Fund Balances	<b>253,405</b>	<b>127,036</b>	<b>609,725</b>	<b>953,491</b>	<b>129,065</b>	<b>211,903</b>	<b>246,870</b>	<b>163,439</b>	<b>17,985</b>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<b>\$ 253,405</b>	<b>\$ 127,036</b>	<b>\$ 609,725</b>	<b>\$ 953,491</b>	<b>\$ 129,065</b>	<b>\$ 211,903</b>	<b>\$ 246,870</b>	<b>\$ 163,439</b>	<b>\$ 18,067</b>

**TOWN OF OLD LYME, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2024**

	Capital Project Funds					Interfund Elimination	Total Nonmajor Governmental Funds
	Senior Center Expansion	Clean Water	Grassy Hill Bridge	Total			
<b>ASSETS</b>							
Cash	\$ (484,563)	\$ 2,367	\$ 979,007	\$ 3,179,812	\$ -	\$ -	\$ 3,709,864
Receivables:							
Other Leases	111,727	-	-	111,727	-	-	138,369
Due from Other Funds	57,663	-	354,115	441,778	-	-	14,631
<b>Total Assets</b>	<b>\$ (315,173)</b>	<b>\$ 2,367</b>	<b>\$ 1,333,122</b>	<b>\$ 3,733,317</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,304,642</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable	\$ 285,542	\$ -	\$ -	\$ 285,542	\$ -	\$ -	\$ 289,647
Due to Other Funds	3,761	-	-	3,843	-	-	19,180
Unearned Revenue	-	-	-	-	-	-	2,023
<b>Total Liabilities</b>	<b>289,303</b>	<b>-</b>	<b>-</b>	<b>289,385</b>	<b>-</b>	<b>-</b>	<b>310,850</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Leases	-	-	-	-	-	-	22,832
<b>FUND BALANCES</b>							
Committed	(604,476)	2,367	1,333,122	3,443,932	-	-	3,970,960
<b>Total Fund Balances</b>	<b>(604,476)</b>	<b>2,367</b>	<b>1,333,122</b>	<b>3,443,932</b>	<b>-</b>	<b>-</b>	<b>3,970,960</b>
<b>Total Liabilities, Deferred Inflow of Resources, and Fund Balances</b>	<b>\$ (315,173)</b>	<b>\$ 2,367</b>	<b>\$ 1,333,122</b>	<b>\$ 3,733,317</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,304,642</b>

**TOWN OF OLD LYME, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2024**

	Special Revenue											Total
	Social Workers' Fund	Dog Fund	Private Duty Fund	Harbor Management Fund	Town Woods Park Fund	Public Building Improvement Fund	Senior Center Board Fund	Bus Barn Fund	WPCA Cost Sharing Fund	Sanitation and Recycling Fund		
<b>REVENUES</b>												
Charges for Services	\$ -	\$ 9,021	\$ 76,014	\$ 11,457	\$ -	\$ 1,149	\$ 32,635	\$ 21,076	\$ -	\$ -	\$ 151,352	
Intergovernmental	-	-	-	-	-	-	30	-	-	-	30	
Investment Income	2,131	2,869	4,005	1,586	932	3,980	3,346	4,806	216	768	24,639	
Contributions	10,809	-	-	-	-	-	-	-	-	-	10,809	
Other Revenue	-	-	-	-	-	-	-	-	-	6,210	6,210	
<b>Total Revenues</b>	<b>12,940</b>	<b>11,890</b>	<b>80,019</b>	<b>13,043</b>	<b>932</b>	<b>5,129</b>	<b>36,011</b>	<b>25,882</b>	<b>216</b>	<b>6,978</b>	<b>193,040</b>	
<b>EXPENDITURES</b>												
Current:												
General Government	-	-	-	-	-	-	-	12,875	-	-	12,875	
Parks and Recreation	-	8,860	-	8,441	-	-	-	-	-	-	17,301	
Police Services	-	-	40,988	-	-	-	-	-	-	-	40,988	
Health Services	2,167	-	-	-	-	-	-	-	-	-	2,167	
Senior Citizens	-	-	-	-	-	-	37,319	-	-	-	37,319	
Sanitation	-	-	-	-	-	-	-	-	-	180	180	
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Expenditures</b>	<b>2,167</b>	<b>8,860</b>	<b>40,988</b>	<b>8,441</b>	<b>-</b>	<b>-</b>	<b>37,319</b>	<b>12,875</b>	<b>-</b>	<b>180</b>	<b>110,830</b>	
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>10,773</b>	<b>3,030</b>	<b>39,031</b>	<b>4,602</b>	<b>932</b>	<b>5,129</b>	<b>(1,308)</b>	<b>13,007</b>	<b>216</b>	<b>6,798</b>	<b>82,210</b>	
<b>OTHER FINANCING SOURCES (USES)</b>												
Transfers In	-	-	15,000	-	-	-	-	37,000	-	1,000	53,000	
Transfers Out	-	-	-	-	-	-	-	-	-	-	-	
<b>Net Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>15,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>37,000</b>	<b>-</b>	<b>1,000</b>	<b>53,000</b>	
<b>EXCESS (DEFICIENCY)</b>	<b>10,773</b>	<b>3,030</b>	<b>54,031</b>	<b>4,602</b>	<b>932</b>	<b>5,129</b>	<b>(1,308)</b>	<b>50,007</b>	<b>216</b>	<b>7,798</b>	<b>135,210</b>	
Fund Balance - Beginning of Year	<b>81,173</b>	<b>42,367</b>	<b>28,797</b>	<b>23,851</b>	<b>14,092</b>	<b>60,861</b>	<b>127,226</b>	<b>1,531</b>	<b>4,468</b>	<b>7,452</b>	<b>391,818</b>	
<b>FUND BALANCE -END OF YEAR</b>	<b>\$ 91,946</b>	<b>\$ 45,397</b>	<b>\$ 82,828</b>	<b>\$ 28,453</b>	<b>\$ 15,024</b>	<b>\$ 65,990</b>	<b>\$ 125,918</b>	<b>\$ 51,538</b>	<b>\$ 4,684</b>	<b>\$ 15,250</b>	<b>\$ 527,028</b>	

**TOWN OF OLD LYME, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**YEAR ENDED JUNE 30, 2024**

Capital Project Funds									
	Capital Nonrecurring	Town Building Improvement	Land Acquisition	Firefighters' Equipment	Parks & Recreation Capital	Road Improvement	Public Works Capital	IT	Halls Road Improvement
<b>REVENUES</b>									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-	13,551
Investment Income	18,252	6,812	37,849	59,160	23,120	50,624	43,354	11,682	891
Contributions	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	18,252	6,812	37,849	59,160	23,120	50,624	43,354	11,682	14,442
<b>EXPENDITURES</b>									
Current:									
General Government	-	-	-	-	-	-	-	28,307	-
Boards and Commissions	-	-	-	-	-	-	-	-	-
Parks and Recreation	-	-	-	-	-	-	-	-	-
Police Services	-	-	-	-	-	-	-	-	-
Health Services	-	-	-	-	-	-	-	-	-
Senior Citizens	-	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-	-
Capital Outlay	46,472	14,039	1,100	-	458,355	1,228,656	42,844	-	21,473
Total Expenditures	46,472	14,039	1,100	-	458,355	1,228,656	42,844	28,307	21,473
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(28,220)	(7,227)	36,749	59,160	(435,235)	(1,178,032)	510	(16,625)	(7,031)
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers In	35,000	40,000	75,000	150,000	156,000	800,000	49,000	105,925	-
Transfers Out	-	-	-	-	-	-	(947,000)	-	-
Net Other Financing Sources (Uses)	35,000	40,000	75,000	150,000	156,000	800,000	(898,000)	105,925	-
<b>EXCESS (DEFICIENCY)</b>	6,780	32,773	111,749	209,160	(279,235)	(378,032)	(897,490)	89,300	(7,031)
Fund Balance - Beginning of Year	246,625	94,263	497,976	744,331	408,300	589,935	1,144,360	74,139	25,016
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ 253,405</b>	<b>\$ 127,036</b>	<b>\$ 609,725</b>	<b>\$ 953,491</b>	<b>\$ 129,065</b>	<b>\$ 211,903</b>	<b>\$ 246,870</b>	<b>\$ 163,439</b>	<b>\$ 17,985</b>

**TOWN OF OLD LYME, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**YEAR ENDED JUNE 30, 2024**

	Capital Project Funds					Total Nonmajor Governmental Funds
	Senior Center Expansion	Clean Water	Grassy Hill Bridge	Total	Interfund Elimination	
	\$	\$	\$	\$	\$	
<b>REVENUES</b>						
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 151,352
Intergovernmental	-	524,595	-	538,146	-	538,176
Investment Income	-	2,367	32,007	286,118	-	310,757
Contributions	-	-	-	-	-	10,809
Other Revenue	116,494	-	-	116,494	-	122,704
Total Revenues	116,494	526,962	32,007	940,758	-	1,133,798
<b>EXPENDITURES</b>						
Current:						
General Government	6,616	-	-	34,923	-	47,798
Boards and Commissions	-	524,595	-	524,595	-	524,595
Parks and Recreation	-	-	-	-	-	17,301
Police Services	-	-	-	-	-	40,988
Health Services	-	-	-	-	-	2,167
Senior Citizens	-	-	-	-	-	37,319
Sanitation	-	-	-	-	-	180
Capital Outlay	772,017	-	-	2,584,956	-	2,584,956
Total Expenditures	778,633	524,595	-	3,144,474	-	3,255,304
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(662,139)	2,367	32,007	(2,203,716)	-	(2,121,506)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	57,663	-	1,301,115	2,769,703	(947,000)	1,875,703
Transfers Out	-	-	-	(947,000)	947,000	-
Net Other Financing Sources (Uses)	57,663	-	1,301,115	1,822,703	-	1,875,703
<b>EXCESS (DEFICIENCY)</b>	(604,476)	2,367	1,333,122	(381,013)	-	(245,803)
Fund Balance - Beginning of Year	-	-	-	3,824,945	-	4,216,763
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ (604,476)</b>	<b>\$ 2,367</b>	<b>\$ 1,333,122</b>	<b>\$ 3,443,932</b>	<b>\$ -</b>	<b>\$ 3,970,960</b>

## **TREND INFORMATION**

TABLE 1

**TOWN OF OLD LYME, CONNECTICUT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities:										
Net Investment in Capital Assets	\$ 26,624,839	\$ 23,860,257	\$ 23,710,061	\$ 22,098,049	\$ 21,705,131	\$ 19,854,187	\$ 19,607,377	\$ 19,157,888	\$ 16,803,929	\$ 15,825,169
Restricted for:					1,042,878					
Capital Projects	-	-	-	-						
Unrestricted	19,781,526	17,782,663	15,852,996	13,687,784	12,863,272	14,420,731	12,737,475	11,709,604	10,799,781	9,167,351
Total Governmental Activities	<u>\$ 46,406,365</u>	<u>\$ 41,642,920</u>	<u>\$ 39,563,057</u>	<u>\$ 36,828,711</u>	<u>\$ 34,568,403</u>	<u>\$ 34,274,918</u>	<u>\$ 32,344,852</u>	<u>\$ 30,867,492</u>	<u>\$ 27,603,710</u>	<u>\$ 24,992,520</u>
Net Position										

TABLE 2

**TOWN OF OLD LYME, CONNECTICUT**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>EXPENSES</b>										
Governmental Activities:										
General Government	\$ 4,949,726	\$ 5,605,697	\$ 4,000,029	\$ 3,961,641	\$ 4,614,532	\$ 3,191,913	\$ 2,770,249	\$ 2,747,576	\$ 2,639,326	\$ 2,870,319
Public Works	1,223,231	2,022,997	1,096,466	1,280,724	1,345,193	1,317,452	1,696,348	1,242,170	1,295,885	1,324,016
Parks and Recreation	617,167	606,464	539,813	455,805	527,133	504,181	427,120	464,329	1,930,981	491,930
Other Public Safety	456,564	444,716	480,848	537,716	452,117	440,272	373,015	397,308	351,505	403,834
Social Services	442,229	508,358	113,875	113,306	111,802	107,983	103,930	110,570	105,457	93,486
Fire Services	585,016	677,418	539,444	625,777	560,305	641,510	561,976	640,059	430,894	464,308
Police Services	944,749	1,046,434	1,092,541	1,141,530	1,288,332	1,238,522	1,140,264	961,451	998,934	1,153,081
Health Services	2,167	8,445	86,676	83,406	94,131	106,951	162,631	153,063	150,364	150,831
Senior Citizens	37,319	36,298	237,449	198,724	288,948	233,385	223,561	198,121	189,321	218,980
Sanitation	1,369,820	1,267,480	1,131,442	1,104,211	1,072,049	1,053,639	1,038,310	957,297	1,089,305	1,014,480
Education	28,183,714	27,521,402	27,006,352	27,556,679	27,556,679	26,343,259	26,535,202	25,565,976	25,014,080	24,649,113
Interest Expense	25,018	31,816	38,761	45,781	48,419	31,233	35,906	40,516	78,485	84,037
Total Governmental Activities Expenses	<b>38,836,720</b>	<b>39,777,525</b>	<b>36,363,696</b>	<b>37,105,300</b>	<b>37,959,640</b>	<b>35,210,300</b>	<b>35,068,512</b>	<b>33,478,436</b>	<b>34,274,537</b>	<b>32,918,415</b>
<b>PROGRAM REVENUES</b>										
Governmental Activities:										
Charges for Services:										
General Government	1,052,719	991,048	891,732	946,309	656,401	532,332	237,367	483,380	526,326	488,866
Public Works	207,311	155,587	4,329	4,869	4,134	3,753	3,124	4,329	4,508	4,239
Parks and Recreation	162,170	127,192	207,446	179,855	208,081	217,808	190,558	219,104	236,599	198,812
Other Public Safety	32,660	30,316	18,573	14,221	11,176	11,971	262,818	12,013	14,597	19,337
Fire Services	60	8,470	480	240	60	480	45,183	380	650	360
Police Services	76,014	108,777	92,221	156,143	98,789	54,663	57,288	43,409	51,975	89,059
Health Services	-	-	-	10,809	-	-	8,219	5,632	15,397	10,688
Senior Citizens	105,716	113,034	63,576	59,221	46,769	82,037	17,297	55,897	48,707	48,905
Sanitation	-	-	153,676	191,812	201,624	186,736	164,074	112,942	148,907	193,509
Education	-	-	8,632	15,684	2,272	10,464	28,784	66,044	68,384	65,647
Operating Grants and Contributions	1,757,527	2,183,203	740,383	716,616	281,253	399,565	331,070	960,280	2,766,825	749,675
Capital Grants and Contributions	638,710	301,348	381,977	603,938	468,463	307,814	254,080	957,764	394,259	279,550
Total Governmental Activities	<b>4,032,887</b>	<b>4,018,975</b>	<b>2,563,025</b>	<b>2,899,717</b>	<b>1,979,022</b>	<b>1,807,623</b>	<b>1,599,862</b>	<b>2,921,174</b>	<b>4,277,134</b>	<b>2,148,647</b>
Program Revenues										
NET REVENUE (EXPENSE)	<b>(34,803,833)</b>	<b>(35,758,550)</b>	<b>(33,800,671)</b>	<b>(34,205,583)</b>	<b>(35,980,618)</b>	<b>(33,402,677)</b>	<b>(33,468,650)</b>	<b>(30,557,262)</b>	<b>(29,997,403)</b>	<b>(30,769,768)</b>
<b>GENERAL REVENUES AND OTHER CHANGES IN NET EXPENSES</b>										
Governmental Activities:										
Property Taxes	37,954,814	37,414,421	36,355,764	36,124,170	35,754,220	34,942,146	34,572,309	33,587,370	32,462,970	31,962,357
Grants and Contributions Not Restricted to Specific Programs	70,307	64,047	119,818	129,073	172,122	54,141	167,645	56,958	199,033	225,785
Investment Income	1,397,457	348,419	28,508	35,228	281,341	296,320	186,628	59,925	32,392	14,805
Gain on Sale of Capital Assets	2,850	1,500	3,848	-	46,314	379	-	-	3,800	-
Miscellaneous	141,850	10,026	27,079	78,155	20,106	39,757	19,428	-	15,742	22,424
Total Governmental Activities	<b>39,567,278</b>	<b>37,838,413</b>	<b>36,535,017</b>	<b>36,366,626</b>	<b>36,274,103</b>	<b>35,332,743</b>	<b>34,946,010</b>	<b>33,704,253</b>	<b>32,713,937</b>	<b>32,225,371</b>
<b>CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES</b>										
	<b>\$ 4,763,445</b>	<b>\$ 2,079,863</b>	<b>\$ 2,734,346</b>	<b>\$ 2,161,043</b>	<b>\$ 293,485</b>	<b>\$ 1,930,066</b>	<b>\$ 1,477,360</b>	<b>\$ 3,146,991</b>	<b>\$ 2,716,534</b>	<b>\$ 1,455,603</b>

TABLE 3

**TOWN OF OLD LYME, CONNECTICUT**  
**SCHEDULE OF DEBT LIMITATION**  
**YEAR ENDED JUNE 30, 2024**

Total Tax Collections (Including Interest and Lien Fees) \$ 37,301,353

	General Purpose	Schools	Sewers	Urban Renewal	Pension Funding	Total
<b>Debt Limitation:</b>						
2 1/4 Times Base	\$ 83,928,044	\$ -	\$ -	\$ -	\$ -	\$ 83,928,044
4 1/2 Times Base	-	167,856,089	-	-	-	167,856,089
3 3/4 Times Base	-	-	139,880,074	-	-	139,880,074
3 1/4 Times Base	-	-	-	121,229,397	-	121,229,397
3 Times Base	-	-	-	-	111,904,059	111,904,059
<b>Total Debt Limitation</b>	<b>83,928,044</b>	<b>167,856,089</b>	<b>139,880,074</b>	<b>121,229,397</b>	<b>111,904,059</b>	<b>624,797,663</b>
<b>Debt, as Defined by Statute:</b>						
Bonds Payable	1,040,000	-	-	-	-	1,040,000
Notes Payable	-	-	-	-	-	-
Town's Share of Regional School	-	-	-	-	-	-
District No. 18 Debt	-	9,690,960	-	-	-	9,690,960
<b>Total Indebtedness</b>	<b>1,040,000</b>	<b>9,690,960</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,730,960</b>
<b>Debt Limitation in Excess of Indebtedness</b>	<b>\$ 82,888,044</b>	<b>\$ 158,165,129</b>	<b>\$ 139,880,074</b>	<b>\$ 121,229,397</b>	<b>\$ 111,904,059</b>	<b>\$ 614,066,703</b>

Note: In no event shall total indebtedness exceed seven times the base for debt limitation computation: \$ 261,109,471



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