

TOWN OF TROY, VERMONT

REVIEW REPORT

DECEMBER 31, 2022

TOWN OF TROY, VERMONT
 REVIEW REPORT
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Independent Accountant's Review Report

Selectboard
Town of Troy, Vermont
142 Main Street
North Troy, Vermont 05859

We have reviewed the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Troy, Vermont, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the Table of Contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Town personnel. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the Town of Troy, Vermont and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting.

Basis of Accounting

We draw attention to Note I.D. of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to that matter.

Supplementary Information

The supplementary information contained in Schedules 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. We have not audited or reviewed the supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such supplementary information.

Sullivan, Powers & Co.

March 29, 2023
Montpelier, Vermont
Vt Lic. #92-000180

TOWN OF TROY, VERMONT
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash	\$ 992,367	\$ 0	\$ 992,367
Investments	17,560	0	17,560
Due from Troy Volunteer Fire Department	426	0	426
Due from Alburgh Missile Base Solar, LLC	2,351	0	2,351
Internal Balances	(83,528)	83,528	0
Due from Fiduciary Fund	21,983	0	21,983
Total Assets	951,159	83,528	1,034,687
<u>LIABILITIES</u>			
Due to State of Vermont	55	0	55
Payroll Withholdings Payable	7,336	0	7,336
Due to Troy/Jay Wastewater Treatment Facility	112,852	0	112,852
Prepaid Water Fees	0	139	139
Total Liabilities	120,243	139	120,382
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Prepaid Property Taxes	1,705	0	1,705
Total Deferred Inflows of Resources	1,705	0	1,705
<u>NET POSITION</u>			
Restricted For:			
Community Development	14,094	0	14,094
Cemetery	16,933	0	16,933
Eligible ARPA Uses	273,529	0	273,529
Unrestricted	524,655	83,389	608,044
Total Net Position	\$ 829,211	\$ 83,389	\$ 912,600

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position		
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Functions/Programs:						
Primary Government:						
Governmental Activities:						
General Government	\$ 245,650	\$ 26,543	\$ 12,151	\$ (206,956)	\$ 0	\$ (206,956)
Public Safety	112,986	907	0	(112,079)	0	(112,079)
Highways and Streets	491,465	43,349	130,270	(317,846)	0	(317,846)
Culture and Recreation	7,086	0	500	(6,586)	0	(6,586)
Cemetery	13,723	0	0	(13,723)	0	(13,723)
Solid Waste	18,124	4,507	0	(13,617)	0	(13,617)
Debt Service	105,834	0	0	(105,834)	0	(105,834)
Total Governmental Activities	<u>994,868</u>	<u>75,306</u>	<u>142,921</u>	<u>(776,641)</u>	<u>0</u>	<u>(776,641)</u>
Business-type Activities:						
Water	<u>83,187</u>	<u>88,179</u>	<u>0</u>	<u>0</u>	<u>4,992</u>	<u>4,992</u>
Total Business-type Activities	<u>83,187</u>	<u>88,179</u>	<u>0</u>	<u>0</u>	<u>4,992</u>	<u>4,992</u>
Total Primary Government	<u>\$ 1,078,055</u>	<u>\$ 163,485</u>	<u>\$ 142,921</u>	<u>(776,641)</u>	<u>4,992</u>	<u>(771,649)</u>
General Receipts:						
Property Taxes				799,080	0	799,080
Penalties and Interest on Delinquent Taxes				13,202	0	13,202
General State Grants				23,258	0	23,258
ARPA Funds				144,749	0	144,749
Unrestricted Investment Earnings				3,921	145	4,066
Other Receipts				3	0	3
Total General Receipts				<u>984,213</u>	<u>145</u>	<u>984,358</u>
Change in Net Position				207,572	5,137	212,709
Net Position - January 1, 2022				<u>621,639</u>	<u>78,252</u>	<u>699,891</u>
Net Position - December 31, 2022				<u>\$ 829,211</u>	<u>\$ 83,389</u>	<u>\$ 912,600</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
STATEMENT OF MODIFIED CASH BASIS ASSETS, LIABILITIES AND FUND BALANCES
GOVERNMENTAL FUNDS
DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	General Fund	Highway Fund	ARPA Fund	Non-Major Governmental Fund Community Development Fund	Total Governmental Funds
<u>ASSETS</u>					
Cash	\$ 992,362	\$ 5	\$ 0	\$ 0	\$ 992,367
Investments	17,560	0	0	0	17,560
Due from Troy Volunteer Fire Department	426	0	0	0	426
Due from Alburgh Missile Base Solar, LLC	2,351	0	0	0	2,351
Due from Other Funds	<u>0</u>	<u>110,548</u>	<u>273,529</u>	<u>14,094</u>	<u>398,171</u>
Total Assets	<u>\$ 1,012,699</u>	<u>\$ 110,553</u>	<u>\$ 273,529</u>	<u>\$ 14,094</u>	<u>\$ 1,410,875</u>
<u>LIABILITIES</u>					
Due to State of Vermont	\$ 55	\$ 0	\$ 0	\$ 0	\$ 55
Payroll Withholdings Payable	7,336	0	0	0	7,336
Due to Other Funds	459,716	0	0	0	459,716
Due to Troy/Jay Wastewater Treatment Facility	<u>112,852</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>112,852</u>
Total Liabilities	<u>579,959</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>579,959</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Prepaid Property Taxes	<u>1,705</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,705</u>
Total Deferred Inflows of Resources	<u>1,705</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,705</u>
<u>FUND BALANCES</u>					
Nonspendable	16,933	0	0	0	16,933
Restricted	0	0	273,529	14,094	287,623
Committed	0	110,553	0	0	110,553
Assigned	94,648	0	0	0	94,648
Unassigned	<u>319,454</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>319,454</u>
Total Fund Balances	<u>431,035</u>	<u>110,553</u>	<u>273,529</u>	<u>14,094</u>	<u>829,211</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,012,699</u>	<u>\$ 110,553</u>	<u>\$ 273,529</u>	<u>\$ 14,094</u>	<u>\$ 1,410,875</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN MODIFIED CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	General Fund	Highway Fund	ARPA Fund	Non-Major Governmental Fund Community Development Fund	Total Governmental Funds
Cash Receipts:					
Property Taxes	\$ 331,617	\$ 467,463	\$ 0	\$ 0	\$ 799,080
Penalties and Interest on Delinquent Taxes	13,202	0	0	0	13,202
Intergovernmental	35,909	130,270	144,749	0	310,928
Charges for Services	4,507	42,999	0	0	47,506
Permits, Licenses and Fees	26,543	350	0	0	26,893
Fines and Forfeits	907	0	0	0	907
Investment Income	3,921	0	0	0	3,921
Other	3	0	0	0	3
Total Cash Receipts	416,609	641,082	144,749	0	1,202,440
Cash Disbursements:					
General Government	229,750	0	15,900	0	245,650
Public Safety	112,986	0	0	0	112,986
Highways and Streets	0	491,465	0	0	491,465
Culture and Recreation	7,086	0	0	0	7,086
Cemetery	13,723	0	0	0	13,723
Solid Waste	18,124	0	0	0	18,124
Debt Service:					
Principal	0	95,412	0	0	95,412
Interest	0	10,422	0	0	10,422
Total Cash Disbursements	381,669	597,299	15,900	0	994,868
Net Change in Fund Balances	34,940	43,783	128,849	0	207,572
Fund Balances - January 1, 2022	396,095	66,770	144,680	14,094	621,639
Fund Balances - December 31, 2022	\$ 431,035	\$ 110,553	\$ 273,529	\$ 14,094	\$ 829,211

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
STATEMENT OF FUND NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUND
DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Water Fund
<u>ASSETS</u>	
Due from Other Funds	\$ <u>83,528</u>
Total Assets	\$ <u><u>83,528</u></u>
<u>LIABILITIES AND NET POSITION</u>	
Liabilities:	
Prepaid Water Fees	\$ <u>139</u>
Total Liabilities	<u>139</u>
Net Position:	
Unrestricted	<u>83,389</u>
Total Net Position	<u>83,389</u>
Total Liabilities and Net Position	\$ <u><u>83,528</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN MODIFIED CASH BASIS FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	<u>Water Fund</u>
Operating Receipts:	
Charges for Services	\$ <u>88,179</u>
Total Operating Receipts	<u>88,179</u>
Operating Disbursements:	
Salaries and Benefits	18,359
Dues and Fees	787
Utilities	13,519
Insurances	3,064
Repairs and Maintenance	4,530
Water Treatment	611
Testing Fees	<u>700</u>
Total Operating Disbursements	<u>41,570</u>
Operating Income	<u>46,609</u>
Non-Operating Receipts/(Disbursements):	
Interest Income	145
Principal Payments on Long-term Debt	(37,395)
Interest Expense	<u>(4,222)</u>
Total Non-Operating Receipts/(Disbursements)	<u>(41,472)</u>
Change in Net Position	5,137
Net Position - January 1, 2022	<u>78,252</u>
Net Position - December 31, 2022	<u>\$ <u>83,389</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
 STATEMENT OF FIDUCIARY MODIFIED CASH BASIS NET POSITION
 FIDUCIARY FUND
 DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Custodial Fund Education Tax Fund
<u>ASSETS</u>	
Due from School District	\$ <u>21,983</u>
Total Assets	<u>21,983</u>
<u>LIABILITIES</u>	
Due to Other Funds	<u>21,983</u>
Total Liabilities	<u>21,983</u>
<u>NET POSITION</u>	
Net Positon:	\$ <u><u>0</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
 STATEMENT OF CHANGES IN FIDUCIARY MODIFIED CASH BASIS NET POSITION
 FIDUCIARY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Custodial Fund Education Tax Fund
<u>ADDITIONS</u>	
Education Taxes Collected for Other Governments	\$ <u>1,723,575</u>
Total Additions	<u>1,723,575</u>
<u>DEDUCTIONS</u>	
Education Taxes Distributed to Other Governments	<u>1,723,575</u>
Total Deductions	<u>1,723,575</u>
Change in Net Position	0
Net Position - January 1, 2022	<u>0</u>
Net Position - December 31, 2022	\$ <u><u>0</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

The Town of Troy, Vermont, (herein the "Town") operates under a Selectboard form of government and provides the following services: public safety, highways and streets, health and social services, culture and recreation, community/economic development, sanitation, cemetery, public improvements, planning and zoning, water and general administrative services.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note I.D., these financial statements are presented on the modified cash basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing accounting and financial reporting principles. The following is a summary of the more significant accounting policies employed in the preparation of these financial statements.

A. The Financial Reporting Entity

This report includes all of the activity of the Town of Troy, Vermont. The financial reporting entity consists of the primary government; organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government. The primary government is financially accountable if an organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government regardless of whether the organization has a separately elected governing board; a governing board appointed by a higher level of government; or a jointly appointed board. Based on these criteria, there are no other entities that should be combined with the financial statements of the Town.

The Town participates in a joint venture, the Troy/Jay Wastewater Treatment Facility (the Facility). The Facility is governed by a Board comprised of three (3) members appointed by the Town of Troy and three (3) members appointed by the Town of Jay. Each Town will own, maintain and operate the portion of the collection system within its respective boundaries, except that Jay will also own, maintain and operate the portion of a main conduit which is located within the Town of Troy. The costs of operation and maintenance of the Facility will be paid by the user charges designated for that purpose. In the event that capital expenditures are required to be made for improvements to the collection system because of State or Federal requirements, the Town owning such system will be responsible. If the contract is terminated, the Selectboards shall prepare and adopt, prior to the end of the then-current term, a plan of dissolution which shall specify the means by which assets of the Facility shall be liquidated and specify the nature and amount of any liabilities or obligations to be assumed and paid by each Town and/or specify the amount of monies due from each Town, if necessary, to extinguish the liabilities of the Facility. There is no explicit measurable equity interest in the agreement so, therefore, the Town's share of the Facility's equity is not reported in the Town's financial statements. The Facility issues separate financial statements.

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

B. Basis of Presentation

The accounts of the Town are organized and operated on the basis of fund accounting. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, receipts, and disbursements. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are spent and the means by which spending activities are controlled.

The basic financial statements of the Town include both government-wide statements and fund financial statements. The focus of the government-wide statements is on reporting the operating results and financial position of the Town as a whole. The focus of the fund financial statements is on reporting on the operating results and financial position of the most significant funds of the Town.

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government, the Town. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of activities between funds. Governmental activities generally are financed through property taxes, intergovernmental receipts, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct disbursements and program receipts for each function of the Town's governmental activities and for each segment of the Town's business-type activities. Direct disbursements are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular program or function. Program receipts include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Receipts that are not classified as program receipts, including all property taxes, are presented as general receipts.

Under the terms of grant agreements, the Town funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the Town's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

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

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

The Town reports on the following major governmental funds:

General Fund – This is the Town’s main operating fund. It accounts for all financial resources of the Town except those accounted for in another fund.

Highway Fund – This fund accounts for the resources of the Highway Department.

ARPA Fund – This fund accounts for the resources from the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program used to support the Town’s response to and recovery from the COVID-19 public health emergency.

The Town reports on the following major enterprise fund:

Water Fund – This fund accounts for the operations of the Water Department.

Proprietary fund operating receipts, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating receipts, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Additionally, the Town reports the following fund type:

Custodial Fund – This fund is used to report resources held by the Town in a purely custodial capacity for other governments, private organizations or individuals.

C. Measurement Focus

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus within the limitations of the modified cash basis of accounting. Equity (i.e., modified cash basis net position) is segregated into restricted and unrestricted net position. Operating statements present increases (i.e., receipts) and decreases (i.e., disbursements) in modified cash basis net position.

Governmental fund financial statements are reported using the current financial resources measurement focus within the limitations of the modified cash basis of accounting. Their reported fund balances (modified cash basis fund balances) are considered a measure of available spendable resources and are segregated into nonspendable; restricted; committed; assigned and unassigned amounts. Operating statements of these funds present increases (i.e., receipts and other financing sources) and decreases (i.e., disbursements and other financing uses) in modified cash basis fund balances.

D. Basis of Accounting

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

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

The Town's policy is to prepare its financial statements generally on the basis of cash receipts and disbursements; consequently, certain revenue and related assets are recognized when received rather than when earned and certain expenditures and related liabilities are recognized when paid rather than when the obligation is incurred. The exceptions to this are that the Town records certificates of deposits at cost, amounts due from the Troy Volunteer Fire Department for reimbursement of utilities, amounts due from the Alburgh Missile Base Solar, LLC for the true-up of the annual solar credit payments and reimbursements due from the School District for overpayment of education taxes as assets and amounts due to the State of Vermont for dog and marriage licenses, payroll withholdings payable, the amount due to the Troy/Jay Wastewater Treatment Facility as a result of pooling cash accounts and prepaid water fees as liabilities and prepaid property taxes as deferred inflows of resources.

General capital asset acquisitions are reported as expenditures. Proceeds of general long-term debt are reported as other financing sources.

E. Assets, Liabilities, Deferred Inflows of Resources and Equity

1. Cash

Cash balances of Town funds are deposited with and invested by the Town Treasurer. The Town considers all short-term investments of ninety (90) days or less to be cash equivalents.

Excess cash of individual funds are shown as due from other funds and excess withdrawals are shown as due to other funds.

2. Investments

The Town invests in investments as allowed by State Statute. Investments are reported at cost.

3. Internal Balances

Activity between funds that are representative of lending/borrowing arrangements that are outstanding at the end of the fiscal year are referred to as “advances to/from other funds”. All other outstanding balances between funds are reported as “due from/to other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

4. Deferred Inflows of Resources

In addition to liabilities, the statement of financial 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. These amounts are deferred and recognized as an inflow of resources in the future periods to which the inflows are related.

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

5. Fund Equity

Fund equity is classified based upon any restrictions that have been placed on those balances or any tentative plans management may have made for those balances. Restrictions of net position in government-wide, proprietary and fiduciary fund financial statements represent amounts that cannot be appropriated or are legally restricted for a specific purpose by a grant, contract, or other binding agreement. Fund balances in governmental fund financial statements are classified as nonspendable (not in spendable form or legally required to remain intact); restricted (constraints on the use of resources are either externally imposed by creditors, grantors, or donors, or imposed by law through enabling legislation); committed (constraints on the use of resources are imposed by formal action of the voters); assigned (reflecting the Selectboard's intended use of the resources); and unassigned.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The General Fund and Highway Fund budgets are approved at the annual Town Meeting in March. Any budget changes require voter approval. There were no budget amendments during the year.

B. Excess of Expenditures Over Appropriations

For the year ended December 31, 2022, expenditures in the Highway Fund exceeded appropriations by \$25,365. The over-expenditures were funded by excess revenues.

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

The Town's cash and investments as of December 31, 2022 consisted of the following:

Cash:		
Deposits with Financial Institutions		\$ 992,039
Cash on Hand		<u>328</u>
Total Cash		992,367
Investments:		
Certificate of Deposit		<u>17,560</u>
Total Cash and Investments		<u>\$1,009,927</u>

The Town has one (1) certificate of deposit with Community National Bank in the amount of \$17,560 with an interest rate of 1.75%. The Town's certificate of deposit will mature during fiscal year 2025.

TOWN OF TROY, VERMONT
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2022

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of failure of the counter-party (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in possession of another party. The Town does not have any policy to limit the exposure to custodial credit risk. The following table shows the custodial credit risk of the Town's cash and certificate of deposit.

	<u>Book Balance</u>	<u>Bank Balance</u>
FDIC Insured	\$ 267,560	\$ 267,560
Uninsured, Collateralized by Irrevocable Stand-by Letter of Credit	<u>742,039</u>	<u>835,712</u>
Total	<u>\$1,009,599</u>	<u>\$1,103,272</u>

The difference between the book and the bank balance is due to reconciling items such as deposits in transit and outstanding checks.

The book balance is comprised of the following:

Cash – Deposits with Financial Institutions	\$ 992,039
Investments – Certificate of Deposit	<u>17,560</u>
Total	<u>\$1,009,599</u>

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Town's policy does not limit its exposure to interest rate risk. The Town's certificate of deposit is exempt from interest rate risk disclosure.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. These organizations look at a number of factors in order to evaluate the risk of an obligation and rate the risk. The rating allows the investor to make informed buying and selling decisions. The Town does not have any policy to limit the exposure to credit risk. The Town's certificate of deposit is not subject to credit risk disclosure.

TOWN OF TROY, VERMONT
 NOTES TO THE FINANCIAL STATEMENTS
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Concentration of Credit Risk

Concentration of credit risk is the risk that a large percentage of the Town’s investments are held within one security. The Town does not have any limitations on the amount that can be invested in any one issuer. The Town’s certificate of deposit is exempt from concentration of credit risk analysis.

B. Interfund Balances

The composition of interfund balances as of December 31, 2022 are as follows:

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$ 0	\$ 459,716
Highway Fund	110,548	0
ARPA Fund	273,529	0
Non-Major Governmental Fund - Community Development Fund	14,094	0
Water Fund	83,528	0
Custodial Fund - Education Tax Fund	0	21,983
Total	<u>\$ 481,699</u>	<u>\$ 481,699</u>

C. Due from School District

During the year ended December 31, 2022, the Town paid the School District \$1,745,558 for education property taxes, as instructed by the State of Vermont. Subsequent to year end, the State will issue its final education property tax reconciliation for the State’s fiscal year ending June 30, 2022. The Town estimates that the State’s final reconciliation will show \$1,723,575 is required to be paid to the School District. The amount of education taxes owed by the School District to the Town as of December 31, 2022 is estimated to be \$21,983.

D. Due to Troy/Jay Wastewater Treatment Facility

The Town pools cash with the Troy/Jay Wastewater Treatment Facility and utilizes interfund balances to record the daily activity. The outstanding balance owed by the Town to the Troy/Jay Wastewater Treatment Facility as of December 31, 2022 was \$112,852.

E. Fund Balances

GASB Statement No. 34, as amended by GASB Statement No. 54, requires fund balances reported on the governmental fund balance sheet to be classified using a hierarchy based primarily on the extent to which a government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
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Governmental fund balances are to be classified as: nonspendable (not in spendable form or legally required to remain intact); restricted (constraints on the use of resources are either externally imposed by creditors, grantors or donors, or imposed by law through enabling legislation); committed (constraints on the use of resources are imposed by formal action of the voters); assigned (reflecting the Selectboard's intended use of the resources); and unassigned.

Special revenue funds are created only to report a revenue source (or sources) that is restricted or committed to a specified purpose, and that the revenue source should constitute a substantial portion of the resources reported in that fund. Special revenue funds cannot be used to accumulate funds that are not restricted or committed. These amounts will have to be reflected in the General Fund.

Amounts constrained to stabilization (rainy-day funds) will be reported as restricted or committed fund balance in the General Fund if they meet the other criteria for those classifications. However, stabilization is regarded as a specified purpose only if the circumstances or conditions that signal the need for stabilization (a) are identified in sufficient detail and (b) are not expected to occur routinely. The Town does not have any stabilization arrangements.

Some governments create stabilization-like arrangements by establishing formal minimum fund balance policies. The Town does not have any minimum fund balance policies.

When expenditures are incurred for purposes for which both restricted and unrestricted amounts are available, it is the Town's policy to first consider restricted amounts to have been spent, followed by committed, assigned, and finally unassigned amounts.

The purpose for each major special revenue fund, including which specific revenues and other resources are authorized to be reported in each, are described in the following section.

The fund balance in the following fund is nonspendable as follows:

Major Funds

General Fund:

Nonspendable Cemetery Perpetual Care Principal	\$ <u>16,933</u>
Total Nonspendable Fund Balances	\$ <u>16,933</u>

The fund balances in the following funds are restricted as follows:

Major Funds

ARPA Fund:

Restricted for Eligible Uses of the Coronavirus Local Fiscal Recovery Funding by Grant Agreement (Source of Revenue is Grant Revenue)	\$273,529
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TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

Non-Major Funds

Special Revenue Funds:

Restricted for Community Development by Grant Agreements (Source of Revenue is Grant Revenue)	\$ <u>14,094</u>
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Total Restricted Fund Balances	\$ <u>287,623</u>
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The fund balance in the following fund is committed as follows:

Major Funds

Highway Fund:

Committed for Highway Expenditures by the Voters	\$ <u>110,553</u>
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Total Committed Fund Balance	\$ <u>110,553</u>
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The fund balance in the following fund is assigned as follows:

Major Funds

General Fund:

Assigned for Reappraisal Expenses	\$ <u>94,648</u>
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Total Assigned Fund Balance	\$ <u>94,648</u>
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F. Net Position

The restricted net position in the governmental activities includes the nonspendable fund balances of \$16,933 and the restricted fund balances of \$287,623 for a total of \$304,556.

IV. OTHER INFORMATION

A. Pension Plan

Defined Benefit Plan

Plan Description

The Vermont Municipal Employees' Retirement System (VMERS) is a cost-sharing, multiple-employer defined benefit pension plan that is administered by the State Treasurer and its Board of Trustees. It is designed for municipal and school district employees that work on a regular basis and also includes employees of museums and libraries if at least half of that institution's operating expenses are met by municipal funds. An employee of any employer that becomes affiliated with the system may join at that time or at any time thereafter. Any employee hired subsequent to the effective participation date of their employer who meets the minimum hourly requirements is required to join the system. As of June 30, 2021, the measurement date selected by the State of Vermont, the retirement system consisted of 353 participating employers.

TOWN OF TROY, VERMONT
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The plan was established effective July 1, 1975, and is governed by Title 24, V.S.A. Chapter 125.

The general administration and responsibility for formulating administrative policy and procedures of the retirement system for its members and their beneficiaries is vested in the Board of Trustees consisting of five members. They are the State Treasurer, two employee representatives elected by the membership of the system, and two employer representatives-one elected by the governing bodies of participating employers of the system, and one selected by the Governor from a list of four nominees. The list of four nominees is jointly submitted by the Vermont League of Cities and Towns and the Vermont School Boards Association.

All assets are held in a single trust and are available to pay retirement benefits to all members. Benefits available to each group are based on average final compensation (AFC) and years of creditable service.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

As of June 30, 2021, the measurement date selected by the State of Vermont, VMERS was funded at 86.29% and had a plan fiduciary net position of \$926,034,330 and a total pension liability of \$1,073,218,528 resulting in a net position liability of \$147,184,198. As of June 30, 2022, the Town's proportionate share of this was 0.0524% resulting in a net pension liability of \$79,175. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating municipalities, actuarially determined. The Town's proportion of 0.0524% was an increase of 0.0017 from its proportion measured as of the prior year.

Summary of System Provisions

Membership – Full time employees of participating municipalities. Municipalities can elect coverage under Groups A, B, C or D provisions. The Town elected coverage under Group B.

Creditable Service – Service as a member plus purchased service.

Average Final Compensation (AFC) – Group A – Average annual compensation during highest five (5) consecutive years. Groups B and C – Average annual compensation during highest three (3) consecutive years. Group D – Average annual compensation during highest two (2) consecutive years.

Service Retirement Allowance:

Eligibility – Group A – The earlier of age 65 with five (5) years of service or age 55 with thirty-five (35) years of service. Group B – The earlier of age 62 with five (5) years of service or age 55 with thirty (30) years of service. Groups C and D – Age 55 with five (5) years of service.

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Amount – Group A – 1.4% of AFC times service. Group B – 1.7% of AFC times service as a Group B member plus percentage earned as a Group A member times AFC. Group C – 2.5% of AFC times service as a Group C member plus percentage earned as a Group A or B member times AFC. Group D – 2.5% of AFC times service as a Group D member plus percentage earned as a Group A, B or C member times AFC.

Maximum benefit is 60% of AFC for Groups A and B and 50% of AFC for Groups C and D. The previous amounts include the portion of the allowance provided by member contributions.

Early Retirement Allowance:

Eligibility – Age 55 with five (5) years of service for Groups A and B. Age 50 with twenty (20) years of service for Group D.

Amount – Normal allowance based on service and AFC at early retirement, reduced by 6% for each year commencement precedes normal retirement age for Groups A and B members, and payable without reduction to Group D members.

Vested Retirement Allowance:

Eligibility – Five (5) years of service.

Amount – Allowance beginning at normal retirement age based on AFC and service at termination. The AFC is to be adjusted annually by one-half of the percentage change in the Consumer Price Index, subject to the limits on “Post-Retirement Adjustments”.

Disability Retirement Allowance:

Eligibility – Five (5) years of service and disability as determined by Retirement Board.

Amount – Immediate allowance based on AFC and service to date of disability; children’s benefit of 10% of AFC payable to up to three minor children (or children up to age 23 if enrolled in full-time studies) of a disabled Group D member.

Death Benefit:

Eligibility – Death after five (5) years of service.

Amount – For Groups A, B and C, reduced early retirement allowance under 100% survivor option commencing immediately or, if greater, survivor(s) benefit under disability annuity computed as of date of death. For Group D, 70% of the unreduced accrued benefit plus children’s benefit.

Optional Benefit and Death after Retirement – For Groups A, B and C, lifetime allowance or actuarially equivalent 50% or 100% joint and survivor allowance with refund of contribution guarantee. For Group D, lifetime allowance or 70% contingent annuitant option with no reduction.

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Refund of Contribution – Upon termination, if the member so elects or if no other benefit is payable, the member’s accumulated contributions are refunded.

Post-Retirement Adjustments – Allowance in payment for at least one year increased on each January 1 by one-half of the percentage increase in Consumer Price Index but not more than 2% for Group A and 3% for Groups B, C and D.

Member Contributions – Group A – 3.25%. Group B – 5.625%. Group C – 10.75%. Group D – 12.10%.

Employer Contributions – Group A – 4.75%. Group B – 6.25%. Group C – 8.00%. Group D – 10.60%.

Retirement Stipend – \$25 per month payable at the option of the Board of Trustees.

Significant Actuarial Assumptions and Methods

Investment Rate of Return: 7.00%, net of pension plan investment expenses, including inflation.

Salary increases: Varying service-based rates from 0-10 years of service, then a single rate of 4.50% (includes assumed inflation rate of 2.30%) for all subsequent years.

Mortality:

Pre-Retirement: Groups A, B and C – 40% PubG-2010 General Employee Amount-Weighted below-median and 60% of PubG-2010 General Employee Amount-Weighted, with generational projection using scale MP-2019. Group D – PubG-2010 General Employee Amount-Weighted above-median, with generational projection using scale MP-2019.

Healthy Post-retirement – Retirees: Groups A, B and C – 104% of 40% PubG-2010 General Healthy Retiree Amount-Weighted below-median and 60% of PubG-2010 General Healthy Retiree Amount-Weighted, with generational projection using scale MP-2019. Group D – PubG-2010 General Healthy Retiree Amount-Weighted, with generational projection using scale MP-2019.

Healthy Post-retirement – Beneficiaries: Groups A, B and C – 70% Pub-2010 Contingent Survivor Amount-Weighted below-median and 30% of Pub-2010 Contingent Survivor Amount-Weighted, with generational projection using scale MP-2019. Group D – Pub-2010 Contingent Survivor Amount-Weighted, with generational projection using scale MP-2019.

Disabled Post-retirement: All Groups – PubNS-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Table with generational projection using scale MP-2019.

Spouse’s Age: Females three years younger than males.

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Cost-of-Living Adjustments: 1.10% for Group A members and 1.20% for Groups B, C and D members. The January 1, 2021 COLA is 0.40% for all groups. The January 1, 2022 COLA is 2.00% for Group A members and 2.30% for Groups B, C and D members.

Actuarial Cost Method: Entry age actuarial cost method. Entry age is the age at date of employment or, if date is unknown, current age minus years of service. Normal cost and actuarial accrued liability are calculated on an individual basis and are allocated by salary, with normal cost determined using the plan of benefits applicable to each participant.

Assets: The valuation is based on the market value of assets as of the valuation date, as provided by the System. The System uses an “actuarial value of assets” that differs from market value to gradually reflect year-to-year changes in the market value of assets in determine the contribution requirements.

Inflation: 2.30%

Long-term Expected Rate of Return:

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Passive Global Equities	24%	5.05%
Active Global Equities	5%	5.05%
Large Cap US Equities	4%	4.00%
Small/Mid Cap US Equities	3%	4.50%
Non-US Developed Market Equities	7%	5.50%
Private Equity	10%	6.75%
Emerging Market Debt	4%	3.00%
Private & Alternate Credit	10%	4.75%
Non-Core Real Estate	4%	5.75%
Core Fixed Income	19%	0.00%
Core Real Estate	4%	3.75%
US TIPS	3%	(0.50)%
Infrastructure/Farmland	3%	4.25%

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Discount Rate – The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed plan member and employer contributions will be made at rates set by the Board (employers) and statute (members). The Board voted to authorize employer contribution rate increases of 0.50% each year for a period of four years beginning July 1, 2022, to be offset by any increases in the employee contribution rates as negotiated with employee groups and approved by Legislature. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the pension plans’ Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members as of June 30, 2021. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the proportionate share would be if it were calculated using a discount rate that is one percent lower (6.00%) or one percent higher (8.00%):

<u>1% Decrease (6.00%)</u>	<u>Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
\$152,495	\$79,175	\$15,198

Additional Information

Additional information regarding the State of Vermont Municipal Employees’ Retirement System, including the details of the Fiduciary Net Position, is available upon request from the State of Vermont.

B. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town maintains insurance coverage through the Vermont League of Cities and Towns Property and Casualty Intermunicipal Fund, Inc. covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Town. Settled claims have not exceeded this coverage in any of the past three fiscal years. The Town must remain a member for a minimum of one year and may withdraw from the Fund after that time by giving sixty days notice. Fund underwriting and ratesetting policies have been established after consultation with actuaries. Fund members are subject to a supplemental assessment in the event of deficiencies. If the assets of the Fund were to be exhausted, members would be responsible for the Fund’s liabilities.

The Town is also a member of the Vermont League of Cities and Towns Employment Resource and Benefits Trust. The Trust is a nonprofit corporation formed to provide unemployment coverage and other employment benefits for Vermont municipalities and is owned by the participating members. The agreement does not permit the Trust to make additional assessments to its members. The Town has only elected unemployment coverage with the Trust.

TOWN OF TROY, VERMONT
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2022

C. Property Taxes

The Town is responsible for assessing and collecting its own property taxes, as well as education taxes for the State of Vermont. Property taxes are assessed based on property valuations as of April 1, the voter approved budgets and the State education property tax liability. Property taxes are due and payable on November 1 and become delinquent on November 2. The Town assesses an 8% penalty after the November 1 payment. Interest is assessed at one percent (1%) per month for the first three months and one and a half percent (1-1/2%) per month for each month thereafter. Unpaid taxes become an enforceable lien on the property, and such properties are subject to tax sale. The tax rates for 2022 were as follows:

	<u>Homestead</u>	<u>Non-Homestead</u>
Education	1.4338	1.5696
Local Agreement	0.0109	0.0109
General	0.2346	0.2346
Highway	<u>0.4321</u>	<u>0.4321</u>
Total	<u>2.1114</u>	<u>2.2472</u>

D. Contingent Liabilities

The Town participates in a number of federally assisted and state grant programs that are subject to audits by the grantors or their representatives. Accordingly, compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

E. Long-term Debt

The Town issues general obligation bonds to provide resources for the acquisition and construction of major capital facilities and to refund prior issues. General obligation bonds have been issued for business-type activities. Bonds are reported in governmental activities if the debt is expected to be repaid from general governmental revenues and in business-type activities if the debt is expected to be repaid from proprietary fund revenues.

General obligation bonds are direct obligations and pledge the full faith and credit of the Town. New bonds generally are issued as 10 to 20 year bonds.

The Town has a note payable to finance capital projects through a local bank.

The Town enters into lease agreements as the lessee for the purpose of financing the acquisition of major pieces of equipment. These lease agreements qualify as financed purchases for accounting purposes (even though they may include clauses that allow for cancellation of the lease in the event the Town does not appropriate funds in future years) and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date of the leases. Leases are reported in governmental activities if the debt is expected to be repaid from general governmental revenues and in business-type activities if the debt is expected to be repaid from proprietary fund revenues.

TOWN OF TROY, VERMONT
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The United States Department of Agriculture (USDA) offers a number of low interest loan programs for various purposes. The Town has borrowed money from the USDA, in the form of bonds, for capital projects.

The State of Vermont offers a number of low and no-interest revolving loan programs to utilize for predetermined purposes. The Town has borrowed money from the Vermont Special Environmental Revolving Fund for water projects.

Long-term debt outstanding as of December 31, 2022 was as follows:

Governmental Activities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Financed Purchase, Kansas State Bank, 2017 International Truck, Principal and Interest Payments of \$28,072 Payable on March 24 Annually, Interest at 3%, Due and Paid March, 2022	\$ 27,249	\$ 0	\$27,249	\$ 0
Financed Purchase, Kansas State Bank, 2019 International Truck, Principal and Interest Payments of \$30,821 Payable on July 1 Annually, Interest at 3.99%, Due July, 2023	58,140	0	28,501	29,639
Financed Purchase, Kansas State Bank, 2021 International Truck, Principal and Interest Payments of \$25,618 Payable on July 1 Annually, Interest at 2.74%, Due July, 2025	95,820	0	22,993	72,827
Financed Purchase, Kansas State Bank, Massey Ferguson Tractor, Principal and Interest Payments of \$21,323 Payable on June 28 Annually, Interest at 3.58%, Due June, 2028	<u>129,992</u>	<u>0</u>	<u>16,669</u>	<u>113,323</u>
Total Governmental Activities	<u>\$311,201</u>	<u>\$ 0</u>	<u>\$95,412</u>	<u>\$215,789</u>

TOWN OF TROY, VERMONT
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DECEMBER 31, 2022

Business-type Activities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Bond Payable, State of Vermont Special Environmental Revolving Fund, Water Treatment Facility, Principal Payments of \$8,235 Payable on September 1 Annually, Interest at 0%, Due September, 2041	\$164,692	\$ 0	\$ 8,235	\$156,457
Bond Payable, State of Vermont Special Environmental Revolving Fund, Water System Improvements, Principal Payments of \$1,364 Payable on September 1 Annually, Interest at 0%, Due September, 2041	27,287	0	1,364	25,923
Bond Payable, State of Vermont Special Environmental Revolving Fund, Water System Improvements, Principal, Interest and Administration Fee Payments of \$4,943 Payable on March 1 Annually, 1% Interest, 2% Administration Fee, Due March, 2028	30,799	0	4,020	26,779
Bond Payable, USDA, Water System Improvements, Principal and Interest Payments of \$2,224 Payable on March 1 and September 1, Interest at 2.5%, Due September, 2051	93,430	0	2,126	91,304
Bond Payable, State of Vermont Special Environmental Revolving Fund, Water System Improvements, Principal Payments of \$4,145 Payable on June 1 Annually, Interest at 0%, Due June, 2050	120,210	0	4,145	116,065
Note Payable, Community National Bank, Water Well, Principal and Interest Payments of \$18,482 Payable on January 31 Annually, Interest at 2.75%, Due and Paid January, 2023	<u>35,492</u>	<u>0</u>	<u>17,505</u>	<u>17,987</u>
Total Business-type Activities	<u>\$471,910</u>	<u>\$ 0</u>	<u>\$37,395</u>	<u>\$434,515</u>

TOWN OF TROY, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2022

Debt service requirements to maturity are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 70,527	\$ 7,235	\$ 38,051	\$ 3,566
2024	42,154	4,787	20,242	2,893
2025	43,459	3,482	20,427	2,708
2026	19,188	2,135	20,616	2,519
2027	19,875	1,448	20,811	2,324
2028-2032	20,586	737	86,496	9,407
2033-2037	0	0	83,411	7,548
2038-2042	0	0	75,756	5,605
2043-2047	0	0	39,563	3,404
2048-2051	0	0	29,142	1,088
Total	\$ 215,789	\$ 19,824	\$ 434,515	\$ 41,062

TOWN OF TROY, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Receipts:			
Property Taxes	\$ 320,597	\$ 331,617	\$ 11,020
Interest on Delinquent Taxes	5,000	5,129	129
Current Use	20,762	21,046	284
PILOT Payment	0	267	267
Railroad Tax	1,945	1,945	0
Liquor Licenses	500	510	10
Dog Licenses	800	292	(508)
Recording Fees	24,000	22,066	(1,934)
Zoning Fees	0	3,675	3,675
Civil Fines	200	907	707
Interest Income	0	3,921	3,921
Grant Income	0	2,780	2,780
Reappraisal Grant Income	0	9,871	9,871
Miscellaneous Income	0	3	3
Total Cash Receipts	373,804	404,029	30,225
Cash Disbursements:			
Salaries	62,700	63,459	(759)
Delinquent Tax Penalties	0	763	(763)
Fica/Medi	5,500	4,872	628
Employee Benefits	4,300	4,714	(414)
Employee Insurance	11,100	10,553	547
Office & Telephone Expenses	9,000	9,926	(926)
Orleans County Tax	21,800	21,095	705
VLCT Assessment	3,250	3,257	(7)
Tax Sale Expenses	0	798	(798)
Insurances	8,300	6,854	1,446
Office Utilities	3,000	2,765	235
Net Metering Payments	3,200	1,873	1,327
Town Meeting Expenses	3,500	3,683	(183)
Town Officers' Expenses	5,300	5,126	174
Planning Commission Expenses	0	305	(305)
Assessors' Expenses	28,000	28,035	(35)
Legal & Accounting	9,000	8,000	1,000
Tax Mapping	1,800	1,650	150
Computer Expenses	6,500	6,751	(251)
Municipal Planning Expenses	0	5,539	(5,539)
Zoning Expenses	0	1,895	(1,895)
Building Repair & Maintenance	10,000	2,914	7,086
Cemeteries Expenses	13,000	13,723	(723)
Street Lights	5,000	3,549	1,451
Solid Waste Expenses	13,000	13,617	(617)
Youth Recreation	750	386	364
Dogs	1,000	2,219	(1,219)
Miscellaneous	0	511	(511)
Appropriations	144,804	140,257	4,547
Total Cash Disbursements	373,804	369,089	4,715
Excess of Cash Receipts Over Cash Disbursements	\$ <u>0</u>	34,940	\$ <u>34,940</u>
Fund Balance - January 1, 2022		396,095	
Fund Balance - December 31, 2022		\$ <u>431,035</u>	

TOWN OF TROY, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL
HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

(See Independent Accountant's Review Report)

	Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Receipts:			
Property Taxes	\$ 467,463	\$ 467,463	\$ 0
State Aid to Highways	77,921	79,150	1,229
Village Winter Street Maintenance	21,000	37,799	16,799
Overweight Permits	350	350	0
Rent	5,200	5,200	0
State Grant Income	0	51,120	51,120
Total Cash Receipts	571,934	641,082	69,148
Cash Disbursements:			
Summer Road:			
Salaries	63,700	64,171	(471)
Fica/Medi	5,150	5,191	(41)
Employee Health Insurance	33,300	32,789	511
Employee Retirement	4,300	4,257	43
Equipment Expense	27,000	39,721	(12,721)
Materials	70,000	64,708	5,292
Special Projects	10,000	0	10,000
Insurance	8,200	8,361	(161)
Contracted	20,000	8,564	11,436
Share of Garage Expense	4,000	6,002	(2,002)
Paving Expense	5,000	0	5,000
Total Summer Road	250,650	233,764	16,886
Winter Road:			
Salaries	63,700	76,021	(12,321)
Fica/Medi	5,150	6,078	(928)
Employee Health Insurance	33,300	24,867	8,433
Employee Retirement	4,300	4,653	(353)
Permit Fees	1,800	2,536	(736)
Equipment Expense	47,000	45,221	1,779
Materials	35,000	53,522	(18,522)
Insurance	8,200	8,618	(418)
Contracted	5,000	6,591	(1,591)
Share of Garage Expense	12,000	15,382	(3,382)
Total Winter Road	215,450	243,489	(28,039)
Debt Service:			
2017 International Truck	27,249	27,249	0
2019 International Truck	28,501	28,501	0
2021 International Truck	22,993	22,993	0
2021 Massey Ferguson Tractor	16,669	16,669	0
Interest on Notes	10,422	10,422	0
Total Debt Service	105,834	105,834	0
Special Projects:	0	14,212	(14,212)
Total Cash Disbursements	571,934	597,299	(25,365)
Excess of Cash Receipts Over Cash Disbursements	\$ 0	43,783	\$ 43,783
Fund Balance - January 1, 2022		66,770	
Fund Balance - December 31, 2022		\$ 110,553	