

**PRELIMINARY OFFICIAL STATEMENT DATED OCTOBER 3, 2025**

**NEW MONEY ISSUE – Book Entry Only**

**S&P GLOBAL RATINGS:**

(See "Ratings" herein)

*In the opinion of Bond Counsel, rendered in reliance upon and assuming the accuracy of and continuing compliance by the Town with certain representations and covenants relating to the applicable requirements of the Internal Revenue Code of 1986 (the "Code"), under existing law, interest on the Bonds and the Notes is excludable from gross income for federal income tax purposes and is not treated as an item of tax preference for purposes of the federal alternative minimum tax under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations. In the opinion of Bond Counsel, under existing statutes, interest on the Bonds and the Notes is excludable from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax. Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the accrual or receipt of interest on, the Bonds and the Notes. (See "Tax Matters" herein.)*

***TOWN OF NORTH HAVEN, CONNECTICUT***

***\$6,270,000 GENERAL OBLIGATION BONDS, ISSUE OF 2025 (the "Bonds")***

**Dated: Date of Delivery**

**Due: Serially, November 1, as shown herein**

The Bonds will be general obligations of the Town of North Haven, Connecticut (the "Town"), and the Town will pledge its full faith and credit to pay the principal of and interest on the Bonds when due. (See "Security and Remedies" herein.)

The Bonds will bear interest payable semiannually on May 1 and November 1 in each year until maturity, commencing November 1, 2026.

**The Bonds are subject to optional redemption prior to maturity as described herein. (See "Redemption Provisions" herein.)**

**The Bonds are being offered for sale in accordance with an official Notice of Sale dated October 3, 2025. Electronic bids via *PARITY*® for the Bonds will be received until 11:30 A.M. (E.T.) on Wednesday, October 15, 2025, at the offices of Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, Connecticut, as described in the official Notice of Sale. (See "Appendix F" to this Official Statement).**

**S&P GLOBAL RATINGS:**

(See "Ratings" herein)

***\$6,250,000 GENERAL OBLIGATION BOND ANTICIPATION NOTES (the "Notes")***

**Dated: October 30, 2025**

**Due: October 29, 2026**

The Notes will be general obligations of the Town, and the Town will pledge its full faith and credit to pay the principal of and interest on the Notes when due. (See "Security and Remedies" herein.)

Interest on the Notes will be payable at maturity.

**The Notes are NOT subject to optional redemption prior to maturity.**

**The Notes are being offered for sale in accordance with an official Notice of Sale dated October 3, 2025. Electronic bids via *PARITY*® for the Notes will be received until 11:00 A.M. (E.T.) on Wednesday, October 15, 2025, at the offices of Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, Connecticut, as described in the official Notice of Sale. (See "Appendix G" to this Official Statement).**

The Bonds and the Notes will be issued by means of a book-entry transfer system and will be registered in the name of Cede & Co., as Bondowner or Noteowner, respectively, and nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the Bonds and the Notes. Ownership of the Bonds and the Notes will be in the denominations of \$5,000 or integral multiples thereof. The Beneficial Owners will not receive certificates representing their ownership interest in the Bonds or the Notes. Principal and interest on the Bonds and the Notes will be payable by the Town or its agent to DTC or its nominee as registered owner of the Bonds or the Notes. So long as Cede & Co. is the Bondowner or Noteowner, respectively, as nominee for DTC, reference herein to the Bondowner or owners or Noteowner or owners shall mean Cede & Co., as aforesaid, and shall not mean the Beneficial Owners (as defined herein) of the Bonds or the Notes. (See "Book-Entry-Only Transfer System" herein.)

The Registrar, Transfer Agent, Certifying Agent and Paying Agent for the Bonds and the Notes will be U.S. Bank Trust Company, National Association, of Hartford, Connecticut.

***This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision.***

*The Bonds and the Notes are offered for delivery when as, and if issued, subject to the final approving opinion of Pullman & Comley, LLC, Bond Counsel, of Hartford, Connecticut. It is expected that delivery of the Bonds and Notes in definitive form will be made on or about October 30, 2025 through the facilities of DTC..*

# ***TOWN OF NORTH HAVEN, CONNECTICUT***

## ***\$6,270,000 GENERAL OBLIGATION BONDS, ISSUE OF 2025*** **BOOK-ENTRY-ONLY**

**Dated: Date of Delivery**

### **MATURITY SCHEDULE**

**Due: November 1, 2026-2045**

<b>Maturity</b>	<b>Amount</b>	<b>Coupon</b>	<b>Yield</b>	<b>CUSIP (1)</b>	<b>Maturity</b>	<b>Amount</b>	<b>Coupon</b>	<b>Yield</b>	<b>CUSIP (1)</b>
2027	\$ 330,000	%	%	659579***	2037	\$ 330,000	%	%	659579***
2028	330,000			659579***	2038	330,000			659579***
2029	330,000			659579***	2039	330,000			659579***
2030	330,000			659579***	2040	330,000			659579***
2031	330,000			659579***	2041	330,000			659579***
2032	330,000			659579***	2042	330,000			659579***
2033	330,000			659579***	2043	330,000			659579***
2034	330,000			659579***	2044	330,000			659579***
2035	330,000			659579***	2045	330,000			659579***
2036	330,000			659579***					

---

## ***\$6,250,000 GENERAL OBLIGATION BOND ANTICIPATION NOTES*** **BOOK-ENTRY-ONLY**

**Dated: October 30, 2025**

**Due: October 29, 2026**

<b>Amount</b>	<b>Coupon</b>	<b>Yield</b>	<b>CUSIP (1)</b>
\$ 6,250,000	%	%	659579***

- (1) CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein are provided by CUSIP Global Services, managed on behalf of the American Bankers Association by FactSet Research Systems, Inc., which is not affiliated with the Town and are included solely for the convenience of the holders of the Bonds and the Notes. The Town is not responsible for the selection or use of these CUSIP numbers, does not undertake any responsibility for their accuracy, and makes no representation as to their correctness on the Bonds and on the Notes or as indicated above. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds and the Notes as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of such maturity or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds and the Notes.

No dealer, broker, salesperson or other person has been authorized by the Town of North Haven, Connecticut (the "Town"), to give any information or to make any representations, other than those contained in this Official Statement; and if given or made, such other information or representation must not be relied upon as having been authorized by the Town.

This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds and the Notes by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information set forth herein has been obtained by the Town from sources which are believed to be reliable but it is not guaranteed as to accuracy or completeness.

This Official Statement has been prepared only in connection with the initial offering and sale of the Bonds and the Notes and may not be reproduced or used in whole or in part for any other purpose. The information, estimates and expressions of opinion herein are subject to change without notice. Neither the delivery of this Official Statement nor any sale hereunder shall, under any circumstances, create any implication that there has been no material change in the affairs of the Town since the date of this Official Statement.

Set forth in Appendix A – "Audited Financial Statements" hereto is a copy of the report of the independent auditors for the Town with respect to the financial statements of the Town included in that appendix. The report speaks only as of its date, and only to matters expressly set forth therein. The auditors have not been engaged to review this Official Statement or to perform audit procedures regarding the post-audit period, nor have the auditors been requested to give their consent to inclusion of their report in Appendix A. Except as stated in their report, the auditors have not been engaged to verify the financial information set out in Appendix A and are not passing upon and do not assume responsibility for sufficiency, accuracy or completeness of the financial information presented in that appendix.

Other than matters expressly set forth in Appendices B and C to this Official Statement, Bond Counsel is not passing on and does not assume any responsibility for the accuracy or adequacy of the statements made in this Official Statement and makes no representation that they have independently verified the same.

The Municipal Advisor to the Town has provided the following sentence for inclusion in this Official Statement. The Municipal Advisor has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to the Town and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Municipal Advisor does not guarantee the accuracy or completeness of such information.

Any references to website addresses presented herein are for informational purposes only and may be in the form of a hyperlink solely for the reader's convenience. Unless specified otherwise, any such websites and the information or links contained therein are not incorporated into, and are not part of, this offering document.

This Official Statement is in a form "deemed final" by the Town for purposes of Securities and Exchange Commission Rule ("SEC") 15c2-12(b)(1), but is subject to revision or amendment.

This Official Statement may include "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Without limiting the foregoing, the words "may," "believe," "could," "might," "possible," "potential," "project," "will," "should," "expect," "intend," "plan," "predict," "anticipate," "estimate," "approximate," "contemplate," "continue," "target," "goal" and similar expressions are intended to identify forward-looking statements, although not all forward-looking statements contain these words. All forward-looking statements included in this Official Statement are based on information available to the Town up to the date as of which such statements are to be made, or otherwise up to, and including, the date of this document, and the Town assumes no obligation to update any such forward-looking statements to reflect events or circumstances that arise after the date hereof or after the date of any report containing such forward-looking statement, as applicable. Actual results could differ materially from those anticipated in these forward-looking statements as a result of certain important factors, including, but not limited to (i) the effect of and from, future municipal, state and federal budgetary matters, including state and federal grants and other forms of financial aid to the Town; (ii) federal tax policy, including the deductibility of state and local taxes for federal tax purposes; (iii) macroeconomic economic and business developments, both for the country as a whole and particularly affecting the Town; (iv) financial services industry developments; (v) litigation or arbitration; (vi) climate and weather related developments, natural disasters and other acts of God; (vii) factors used in estimating future obligations of the Town; (viii) the effects of epidemics and pandemics, including economic effects; (ix) foreign hostilities or wars; (x) foreign or domestic terrorism or domestic violent extremism; (xi) disruptions to the Town's technology network and systems, including computer systems and software; and (xii) other factors contained in this Official Statement..

# TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
Bond Issue Summary .....	i	V. Financial Information	
Note Issue Summary .....	ii	Fiscal Year .....	28
I. Securities Offered		Accounting Policies .....	28
Introduction .....	1	Annual Audit .....	28
Description of the Bonds .....	1	Budgetary Procedures .....	28
Redemption Provisions .....	1	Municipal Budget Expenditure Cap .....	28
Notice of Redemption .....	1	Employee Pension Systems .....	29
Description of the Notes .....	2	Other Post-Employment Benefits .....	32
Authorization and Use of Proceeds .....	3	Investment Policies and Procedures .....	33
Ratings .....	3	Property Tax Revenues .....	34
Security and Remedies .....	3	Intergovernmental Revenues .....	34
Book-Entry-Only Transfer System .....	4	Expenditures .....	34
Replacement Bonds and Notes .....	5	Comparative General Fund Operating Statement ..	35
DTC Practices .....	5	Comparative General Fund Balance Sheet .....	36
Tax Matters .....	5	Analysis of General Fund Equity .....	36
Public Health Considerations .....	7	Comparative General Fund Revenues and	
Cybersecurity .....	8	Expenditures .....	37
Climate Change .....	8	VI. Debt Summary	
Qualification for Financial Institutions .....	9	Principal Amount of Indebtedness .....	38
Availability of Continuing Disclosure		Combined Schedule of Long-Term Debt .....	39
Information .....	9	Overlapping and Underlying Debt .....	40
II. The Issuer		Debt Statement .....	40
Description of the Town .....	10	Current Debt Ratios .....	40
Economic Development .....	11	Legal Requirements for Approval of Borrowing ..	41
Major Initiatives .....	11	Temporary Financing .....	41
Form of Government .....	12	School Building Grant Reimbursements .....	41
Principal Municipal Officials .....	12	Clean Water Fund Program .....	41
Summary of Municipal Services .....	13	Limitation of Indebtedness .....	42
Educational System .....	17	Statement of Statutory Debt Limitation .....	43
Educational Facilities .....	18	Authorized But Unissued Debt .....	43
School Enrollments .....	18	Historical Debt Statement .....	44
Municipal Employment .....	18	Historical Debt Ratios .....	44
Municipal Employees Bargaining Units .....	19	Ratio of Annual Debt Service Expenditures	
III. Economic and Demographic Information		To Total General Fund Expenditures and	
Population Trends .....	20	Transfers out .....	45
Age Distribution of the Population .....	20	VII. Legal and Other Litigation	
Income Distribution .....	20	Litigation .....	46
Selected Wealth and Income Indicators .....	21	Municipal Advisor .....	46
Educational Attainment .....	21	Documents Accompanying Delivery of the	
Major Employers .....	21	Bonds and Notes .....	46
Employment by Industry .....	22	Concluding Statement .....	47
Unemployment Rate Statistics .....	22		
Characteristics of Housing Units .....	23	Appendix A – Audited Financial Statements	
Age Distribution of Housing .....	23	Appendix B – Form of Opinion of Bond Counsel – The Bonds	
Number and Value of Building Permits .....	23	Appendix C – Form of Opinion of Bond Counsel – The Notes	
Breakdown of Land Use .....	24	Appendix D – Form of Continuing Disclosure Agreement – The Bonds	
IV. Tax Base Data		Appendix E – Form of Continuing Disclosure Agreement – The Notes	
Assessment Practices .....	25	Appendix F – Notice of Sale – The Bonds	
Property Tax Collection Procedure .....	25	Appendix G – Notice of Sale – The Notes	
Motor Vehicle Property Tax Rate .....	26		
Property Tax Levies and Collections .....	26		
Taxable Grand List .....	26		
Largest Taxpayers .....	27		
Equalized Net Grand List .....	27		

## BOND ISSUE SUMMARY

---

*The information in this Bond Issue Summary, the cover page and inside cover page is qualified in its entirety by the detailed information and financial statements appearing elsewhere in this Official Statement. This Official Statement speaks only as of its date and the information herein is subject to change.*

<b>Date of Sale:</b>	Wednesday, October 15, 2025, 11:30 A.M. (Eastern Time).
<b>Location of Sale:</b>	Office of Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, Connecticut, 06443.
<b>Issuer:</b>	Town of North Haven, Connecticut (the "Town").
<b>Issue:</b>	\$6,270,000 General Obligation Bonds, Issue of 2025 (the "Bonds").
<b>Dated Date:</b>	Date of Delivery, October 30, 2025.
<b>Interest Due:</b>	May 1 and November 1 in each year until maturity, commencing November 1, 2026.
<b>Principal Due:</b>	Serially, November 1, 2026 through 2045, as detailed in this Official Statement.
<b>Purpose and Authority:</b>	The Bonds are being issued to finance various Town capital improvement projects undertaken by the Town and are issued pursuant to the General Statutes of Connecticut, as amended, the Charter of the Town of North Haven and borrowing resolutions approved by the voters of the Town. (See "Authorization and Use of Proceeds" herein.)
<b>Redemption:</b>	The Bonds are subject to redemption prior to maturity. See "Redemption Provisions" herein.
<b>Security:</b>	The Bonds will be general obligations of the Town and the Town will pledge its full faith and credit to the payment of principal of and interest on the Bonds when due.
<b>Credit Rating:</b>	The Bonds have been rated "___" by S&P Global Ratings ("S&P"). The rating on the Town's outstanding bonds is currently "___" by S&P. (See "Ratings" herein).
<b>Basis of Award:</b>	Lowest True Interest Cost ("TIC"), as of dated date.
<b>Tax Exemption:</b>	See "Tax Matters" herein.
<b>Bank Qualification:</b>	The Bonds shall <u>not</u> be designated as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, for purposes of the deduction by financial institutions for interest expense incurred to carry the Bonds.
<b>Continuing Disclosure:</b>	In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide, or cause to be provided, (i) annual financial information and operating data, (ii) notices of certain events not in excess of ten (10) business days of occurrence of such events and (iii) timely notice of a failure to provide the required financial information by the date specified pursuant to a Continuing Disclosure Agreement to be executed by the Town in substantially the form attached as Appendix D to this Official Statement.
<b>Registrar, Transfer Agent, Certifying Agent and Paying Agent:</b>	U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27 <sup>th</sup> Floor, Hartford, Connecticut 06103.
<b>Legal Opinion:</b>	Pullman & Comley, LLC of Hartford, Connecticut will act as Bond Counsel.
<b>Delivery and Payment:</b>	It is expected that delivery of the Bonds in book-entry-only form will be made to The Depository Trust Company on or about October 30, 2025 against payment in <b>Federal Funds</b> .
<b>Issuer Official:</b>	Questions regarding the Town and this Official Statement should be directed to Michael J. Freda, First Selectman, Town of North Haven, Town Hall, 18 Church Street, North Haven, Connecticut, 06473 - Telephone (203) 239-5321.
<b>Municipal Advisor:</b>	Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, Connecticut 06443, attention: Mr. Mark N. Chapman, Managing Director, Telephone: (203) 421-2087.

## NOTE ISSUE SUMMARY

---

*The information in this Note Issue Summary, the cover page and inside cover page is qualified in its entirety by the detailed information and financial statements appearing elsewhere in this Official Statement. This Official Statement speaks only as of its date and the information herein is subject to change.*

<b>Date of Sale:</b>	Wednesday, October 15, 2025, 11:00 A.M. (Eastern Time).
<b>Location of Sale:</b>	Office of Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, Connecticut, 06443.
<b>Issuer:</b>	Town of North Haven, Connecticut (the "Town").
<b>Issue:</b>	\$6,250,000 General Obligation Bond Anticipation Notes (the "Notes").
<b>Dated Date:</b>	Date of Delivery, October 30, 2025.
<b>Interest Due:</b>	At maturity, October 29, 2026.
<b>Principal Due:</b>	At maturity, October 29, 2026.
<b>Purpose and Authority:</b>	The Notes are being issued to finance various Town capital improvement projects undertaken by the Town and are issued pursuant to the General Statutes of Connecticut, as amended, the Charter of the Town of North Haven and borrowing resolutions approved by the voters of the Town. (See "Authorization and Use of Proceeds" herein.)
<b>Redemption:</b>	The Notes are <b>NOT</b> subject to redemption prior to maturity.
<b>Security:</b>	The Notes will be general obligations of the Town and the Town will pledge its full faith and credit to the payment of principal of and interest on the Notes when due.
<b>Credit Rating:</b>	The Notes have been rated "___" by S&P Global Ratings ("S&P"). The rating on the Town's outstanding bonds is currently "___" by S&P. (See "Ratings" herein). (See "Ratings" herein).
<b>Basis of Award:</b>	Lowest Net Interest Cost ("NIC"), as of dated date.
<b>Tax Exemption:</b>	See "Tax Matters" herein.
<b>Bank Qualification:</b>	The Notes shall <b>not</b> be designated as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, for purposes of the deduction by financial institutions for interest expense incurred to carry the Notes.
<b>Continuing Disclosure:</b>	In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide or cause to be provided, notices of certain events not in excess of ten (10) business days of the occurrence of such events pursuant to a Continuing Disclosure Agreement to be executed by the Town substantially in the form attached as Appendix E to this Official Statement.
<b>Registrar, Transfer Agent, Certifying Agent and Paying Agent:</b>	U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27 <sup>th</sup> Floor, Hartford, Connecticut 06103.
<b>Legal Opinion:</b>	Pullman & Comley, LLC of Hartford, Connecticut will act as Bond Counsel.
<b>Delivery and Payment:</b>	It is expected that delivery of the Notes in book-entry-only form will be made to The Depository Trust Company on or about October 30, 2025 against payment in <b>Federal Funds</b> .
<b>Issuer Official:</b>	Questions regarding the Town and this Official Statement should be directed to Michael J. Freda, First Selectman, Town of North Haven, Town Hall, 18 Church Street, North Haven, Connecticut, 06473 - Telephone (203) 239-5321.
<b>Municipal Advisor:</b>	Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, Connecticut 06443, attention: Mr. Mark N. Chapman, Managing Director, Telephone: (203) 421-2087.

## I. SECURITIES OFFERED

---

### INTRODUCTION

This Official Statement, including the cover page, inside cover and appendices, is provided only in connection with the initial offering and sale of \$6,270,000 General Obligation Bonds, Issue of 2025 (the "Bonds") and \$6,250,000 General Obligation Bond Anticipation Notes (the "Notes") to present certain financial and supplementary economic and demographic data relevant to the Town of North Haven, Connecticut (the "Town"), and may not be reproduced or used in whole or in part for any other purpose.

The Bonds and the Notes are being offered for sale at public bidding. Notices of Sale for the Bonds and the Notes dated October 3, 2025 have been furnished to prospective bidders. Reference is made to the Notice of Sales attached hereto as "Appendices D and E" for terms and conditions of the bidding on the Bonds and the Notes respectively.

All quotations from and summaries and explanations of provisions of statutes, charters, or other laws and acts and proceedings of the Town contained herein do not purport to be complete and are qualified in their entirety by reference to the original official documents; and all references to the Bonds and Notes and the proceedings of the Town relating thereto are qualified in their entirety by reference to the definitive form of the Bonds and Notes and such proceedings.

The presentation of information is intended to show recent historical trends and is not intended to indicate future or continuing trends in the financial or other positions of the Town. Except for information expressly attributed to other sources, all financial and other information presented herein has been provided by the Town.

Bond Counsel is not passing upon and does not assume responsibility for the accuracy or adequacy of the statements made in this Official Statement (other than matters expressly set forth in their opinions in Appendices B and C hereto) and they make no representation that they have independently verified the same.

### DESCRIPTION OF BONDS

The Bonds will be dated the date of delivery and will mature on November 1 in each of the years and in the principal amounts set forth on the inside cover page of this Official Statement. Interest on the Bonds will be payable November 1, 2026 and semiannually thereafter on May 1 and November 1 in each year until the date of maturity. Interest on will be calculated on the basis of a 360-day year consisting of twelve 30-day months and will be payable to the registered owners of the Bonds as of the close of business on the fifteenth day of April and October in each year, or the preceding business day if such fifteenth day is not a business day. A book-entry system will be employed evidencing ownership of the Bonds in principal amounts of \$5,000 or integral multiples thereof, with transfers of ownership effected on the records of The Depository Trust Company, New York, New York ("DTC"), and its participants pursuant to rules and procedures established by DTC and its participants. (See "Book-Entry-Only Transfer System" herein). The Registrar, Certifying Agent, Transfer Agent and Paying Agent for the Bonds will be U.S. Bank Trust Company, National Association, of Hartford, Connecticut. The legal opinion on the Bonds will be rendered by Pullman & Comley, LLC, in substantially the form set forth in Appendix B to this Official Statement. **The Bonds are subject to redemption prior to maturity. (See "Redemption Provisions" herein.)**

### REDEMPTION PROVISIONS

The Bonds maturing on or before November 1, 2031 are not subject to redemption prior to maturity. The Bonds maturing on November 1, 2032, and thereafter are subject to redemption prior to maturity, at the election of the Town, on or after November 1, 2031, at any time, in whole or in part, and by lot within a maturity, in such amounts and in such order of maturity as the Town may determine, at the redemption price or prices (expressed as a percentage of the principal amount of Bonds to be redeemed) set forth in the following table, plus interest accrued and unpaid to the redemption date:

<u>Redemption Dates</u>	<u>Redemption Price</u>
November 1, 2031 and thereafter	100%

### NOTICE OF REDEMPTION

Notice of redemption shall be given by the Town or its agent by mailing a copy of the redemption notice by first-class mail at least thirty (30) nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of the Bonds designated for redemption in whole or in part, at the address of such registered owner as the same shall last appear on the registration books for the Bonds. Failure to give such notice by mailing to any registered owner, or any defect therein, shall not affect the validity of the redemption of any other Bonds. Upon the giving of such notice, if such funds available solely for redemption are on deposit with the Paying Agent, the Bonds or portions thereof so called for redemption will cease to bear interest after the specified redemption date.

If less than all the Bonds of any one maturity shall be called for redemption, the particular Bonds or portions of Bonds of such maturity to be redeemed shall be selected by lot in such manner as the Town in its discretion may determine; provided, however, that the portion of any Bond to be redeemed shall be in the principal amount of \$5,000 or some multiple thereof and that, in selecting Bonds for redemption, each Bond shall be considered as representing that number of Bonds which is obtained by dividing the principal amount of such Bond by \$5,000.

The Town, so long as a book-entry system is used for the Bonds being called for redemption, will send any notice of redemption only to DTC (or a successor securities depository) or its nominee. Any failure of DTC to advise any Direct Participant, or of any Direct Participant or Indirect Participant to notify any Indirect Participant or Beneficial Owner, of any such notice and its content or effect will not affect the validity of the redemption of such Bonds called for redemption. Redemption of portions of the Bonds of any maturity by the Town will reduce the outstanding principal amount of Bonds held by DTC. In such event it is the current practice of DTC to allocate by lot, through its book-entry system, among the interest held by Direct Participants in the Bonds to be redeemed, the interest to be reduced by such redemptions in accordance with its own rules or other agreements with Direct Participants. The Direct Participants and Indirect Participants may allocate reductions of the interests in the Bonds to be redeemed held by the Beneficial Owners. Any such allocation of interests in the Bonds to be redeemed will not be governed by the determination of the Town authorizing the issuance of the Bonds and will not be conducted by the Town, the Registrar or Paying Agent.

## **DESCRIPTION OF THE NOTES**

The Notes will be dated the date of delivery and will bear interest at the rate or rates per annum shown on the inside cover page of this Official Statement. The Notes will be issued as fully registered notes in denominations of \$5,000 or any integral multiple thereof. Interest will be calculated on the basis of a 360-day year, consisting of twelve 30-day months. A book-entry-only transfer system will be employed evidencing ownership of the Notes with transfers of ownership on the records of DTC, and its participants pursuant to rules and procedures established by DTC and its participants. See "Book-Entry-Only Transfer System" herein. Principal of and interest on the Notes will be payable by the Town or its agent to the successful purchaser, as registered owner of the Notes. The Registrar, Certifying Agent, Transfer Agent and Paying Agent will be U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27<sup>th</sup> Floor, Hartford, Connecticut. The legal opinion on the Notes will be rendered by Pullman & Comley, LLC, in substantially the form set forth in Appendix C to this Official Statement. The Notes are not subject to redemption prior to maturity.

*[The remainder of this page intentionally left blank]*



## AUTHORIZATION AND USE OF PROCEEDS

### Authorization:

The Bonds and the Notes are issued pursuant to the General Statutes of Connecticut, as amended, the Charter of the Town of North Haven, and bond resolutions approved by the voters of the Town:

### Use of Proceeds:

Proceeds of the Bonds and the Notes will be used to finance the following projects:

Projects	Amount of Total Authorization	Previously Bonded	Notes Maturing October 30, 2025	Additions / (Reductions)	The Bonds (This Issue)	The Notes (This Issue)
Sackett Point Bridge.....	\$ 15,000,000	\$ 1,200,000	\$ 3,000,000	\$ -	\$ -	\$ 3,000,000
Recycling/Transfer Center Improvements.....	355,000	-	355,000	-	355,000	-
Water Pollution Control Facilities Studies.....	815,000	-	815,000	(1) (450,000)	365,000	-
Town Roads and Bridges Improvements.....	6,407,000	-	3,135,000	-	3,135,000	-
The Five Mile Brook Channel Clearing Conservation Project.....	193,000	-	45,000	-	45,000	-
Town Sports and Recreation Facilities Repairs and Improvements.....	751,000	-	469,000	-	469,000	-
Town Buildings Repairs, Improvements and Replacements.....	2,745,000	-	1,901,000	-	1,901,000	-
2024 Road Milling and Paving Project.....	2,800,000	-	-	2,800,000	-	2,800,000
Various Town Buildings Improvements.....	450,000	-	-	450,000	-	450,000
Total.....	<u>\$ 29,516,000</u>	<u>\$ 1,200,000</u>	<u>\$ 9,720,000</u>	<u>\$ 2,800,000</u>	<u>\$ 6,270,000</u>	<u>\$ 6,250,000</u>

(1) \$815,000 of Note proceeds originally issued for the Sackett Point Bridge project were reallocated to the Water Pollution Control Facilities Studies project.

## RATINGS

The Bonds have been rated "\_\_\_" S&P Global Ratings ("S&P"). The Notes have been rated "\_\_\_" by S&P. The ratings on certain outstanding bond issues are currently rated "\_\_\_" by S&P. Moody's Ratings. ("Moody's") rates certain outstanding bonds "Aa1". However, the Town did not seek a rating from Moody's on this issue. Such rating reflects only the views of such organization and any explanation of the significance of such rating should be obtained from the rating agency furnishing the same, at the following addresses: Moody's Ratings, 7 World Trade Center, 250 Greenwich Street, New York, New York 10007 and S&P Global Ratings, 55 Water Street, New York, New York 10041-003. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. The Town furnished certain information and materials to the rating agency, some of which may not have been included in this Official Statement. There is no assurance that such rating will continue for any given period of time or that the rating will not be revised or withdrawn entirely by the agency if, in the judgment of such rating agency, circumstances so warrant. A revision or withdrawal of such ratings may have an effect on the market price of the Town's outstanding bonds and notes, including the Bonds and the Notes.

## SECURITY AND REMEDIES

The Bonds and the Notes will be general obligations of the Town and the Town will pledge its full faith and credit to pay the principal of and interest on the Bonds and the Notes when due.

Unless paid from other sources, the Bonds and the Notes are payable from the general property tax revenues of the Town. The Town has the power under Connecticut General Statutes to levy ad valorem taxes on all taxable property in the Town without limit as to rate or amount, except as to certain classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income or qualified disabled persons taxable at limited amounts. On the last completed Grand List of the Town, there were no acres certified as such forest land. The Town may place a lien on the property for the amount of tax relief granted, plus interest, with respect to dwelling houses of qualified elderly persons of low income or qualified disabled persons. Under existing statutes, the State of Connecticut is obligated to pay the Town the amount of tax revenue which the Town would have received except for the limitation under certain of the statutes upon its power to tax such dwelling houses of qualified elderly persons of low income.

Payment of the Bonds and the Notes is not limited to property tax revenues or any other revenue source, but certain revenues of the Town may be restricted as to use and therefore may not be available to pay debt service on the Bonds and the Notes.

There are no statutory provisions for priorities in the payment of general obligations of the Town. There are no statutory provisions for a lien on any portion of the tax levy or other revenues or property to secure the Bonds and the Notes, or judgments thereon, in priority to other claims.

The Town is subject to suit on its general obligation bonds and notes, and a court of competent jurisdiction has the power in appropriate proceedings to render a judgment against the Town. Courts of competent jurisdiction also have the power in appropriate proceedings to order payment of a judgment on such bonds or notes from funds lawfully available therefor or, in the absence thereof, to order the Town to take all lawful action to obtain the same, including the raising of the required amount in the next annual tax levy. In exercising their discretion as to whether to enter such an order, the courts may take into account all relevant factors, including the current operating needs of the Town and the availability and adequacy of other remedies.

Enforcement of a claim for payment of principal of or interest on the Bonds and the Notes would also be subject to the applicable provisions of Federal bankruptcy laws as well as other bankruptcy, insolvency, reorganization, moratorium and similar laws affecting creditors' rights heretofore on hereafter enacted and to the exercise of judicial discretion. Section 7-566 of the Connecticut General Statutes, as amended, provides that no Connecticut municipality shall file a petition in bankruptcy without the express prior written consent of the Governor. This prohibition applies to any town, city, borough, metropolitan district or any other political subdivision of the State having the power to levy taxes and issue bonds or other obligations.

### **BOOK-ENTRY-ONLY TRANSFER SYSTEM**

The Depository Trust Company ("DTC") of New York, New York, will act as securities depository for the Bonds and the Notes, unless directed otherwise by the purchaser of Bonds and the Notes. The Bonds and the Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds in the aggregate principal amount of such maturity, and one fully-registered Note certificate will be issued for each interest rate of the Notes and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its registered subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of "AA+". The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).

Purchases of the Bonds and the Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds and the Notes on DTC's records. The ownership interest of each actual purchaser of each Bond and Note ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds and the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds and the Notes, except in the event that use of the book-entry system for the Bonds and the Notes is discontinued.

To facilitate subsequent transfers, all Bonds and Notes deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds and the Notes with DTC and their registration in the name of Cede & Co. or such other DTC nominee does not affect any change in the beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds and the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds and Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds and the Notes unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Town as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds and the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on, and redemption premium, if any, with respect to the Bonds and the Notes will be made to Cede & Co. or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Town or the Paying Agent on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, nor its nominee, the Paying Agent, or the Town subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest, and redemption premium, if any, to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Town or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds and the Notes at any time by giving reasonable notice to the Town or its agent. Under such circumstances, in the event that a successor securities depository is not obtained, bond and note certificates are required to be printed and delivered.

The Town may decide to discontinue the use of the system of the book-entry-only transfers through DTC (or a successor securities depository). In that event, bond and note certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Town believes to be reliable but the Town takes no responsibility for the accuracy thereof.

## **REPLACEMENT BONDS AND NOTES**

The Town will provide for the issuance of fully-registered Bonds and Notes directly to the Beneficial Owners of the Bonds and the Notes or their nominees in the event that: (a) DTC determines not to continue to act as securities depository for the Bonds and the Notes, and the Town fails to identify another qualified securities depository for the Bonds and the Notes to replace DTC; or (b) the Town determines to discontinue the book-entry system of evidence and transfer of ownership of the Bonds and the Notes. A Beneficial Owner of the Bonds and the Notes, upon registration of certificates held in such Beneficial Owner's name, will become the registered owner of the Bonds and the Notes.

## **DTC PRACTICES**

The Town can make no assurances that DTC, Direct Participants, Indirect Participants or other nominees of the Beneficial Owners of the Bonds and the Notes will act in a manner described in this Official Statement. DTC is required to act according to rules and procedures established by DTC and its participants which are on file with the Securities and Exchange Commission.

## **TAX MATTERS**

**Federal Taxes.** In the opinion of Bond Counsel, under existing law, (i) interest on the Bonds and the Notes is excludable from gross income for federal income tax purposes, and (ii) such interest is not an item of tax preference for purposes of the federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations.

Bond Counsel's opinion with respect to the Bonds and the Notes will be rendered in reliance upon and assuming the accuracy of and continuing compliance by the Town with its representations and covenants relating to certain requirements of the Internal Revenue Code of 1986 (the "Code"). The Code and regulations promulgated thereunder establish certain requirements which must be satisfied at and subsequent to the issuance of the Bonds and the Notes in order that interest on the Bonds and the Notes be and remain excludable from gross income for federal income tax purposes. Failure to comply with such requirements may cause interest on the Bonds and the Notes to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds and the Notes irrespective of the date on which such noncompliance occurs. In the Tax Regulatory Agreement, which will be delivered concurrently with the issuance of the Bonds and the Notes, the Town will covenant to comply with certain provisions of the Code and will make certain representations designed to assure compliance with such requirements of the Code including, but not limited to, investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of the Bond and the Note proceeds and certain other matters. The opinion of Bond Counsel delivered on the date of issuance of the Bonds and the Notes is conditioned upon compliance by the Town with such requirements.

No other opinion is expressed by Bond Counsel regarding the federal tax consequences of the ownership of, or the receipt or accrual of interest on, the Bonds and the Notes.

**Original Issue Discount.** The initial public offering prices of certain maturities of the Bonds may be less than the stated principal amount (the "OID Bonds"). Under existing law, the difference between the stated principal amount and the initial offering price of each maturity of the OID Bonds will constitute original issue discount. The offering prices relating to the yields set forth on the inside cover page of this Official Statement for such OID Bonds are expected to be the initial offering prices to the public (excluding bond houses and brokers) at which a substantial amount of the OID Bonds are sold. Under existing law, original issue discount on the OID Bonds accrued and properly allocable to the owners thereof under the Code is excludable from gross income for federal income tax purposes if interest on the OID Bonds is excludable from gross income for federal income tax purposes.

Under the Code, for purposes of determining an owner's adjusted basis in an OID Bond purchased at an original issue discount, original issue discount is treated as having accrued while the owner holds such OID Bond and will be added to the owner's basis. The owner's adjusted basis will be used to determine taxable gain or loss upon the sale or other disposition (including redemption or payment at maturity) of such an OID Bond.

Prospective purchasers of OID Bonds should consult their own tax advisors as to the calculation of accrued original issue discount, the accrual of original issue discount in the case of owners of OID Bonds purchasing such OID Bonds after the initial offering and sale, and the state and local tax consequences of owning or disposing of such OID Bonds.

**Original Issue Premium.** The initial public offering prices of the Notes and certain maturities of the Bonds and the Notes may be more than their stated principal amounts payable at maturity (the "OIP Obligations"). In general, an owner who purchases an OIP Obligation must amortize the original issue premium as provided in the applicable Treasury Regulations, and amortized premium reduces the owner's basis in the OIP Obligation for federal income tax purposes. Prospective purchasers of OIP Obligations at a premium to its principal amount should consult their tax advisors regarding the amortization of premium and its effect upon basis.

**Other Federal Tax Matters.** Prospective purchasers of the Bonds and the Notes should be aware that ownership of the Bonds and the Notes may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, financial institutions, certain insurance companies, recipients of Social Security or Railroad Retirement benefits, certain S corporations, foreign corporations subject to the branch profits tax, taxpayers eligible for the earned income credit, and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations. Bond Counsel does not express any opinion regarding such collateral tax consequences. Prospective purchasers of the Bonds and the Notes should consult their tax advisors regarding collateral federal income tax consequences. Prospective purchasers of the Bonds and the Notes may also wish to consult with their tax advisors with respect to the need to furnish certain taxpayer information in order to avoid backup withholding.

**State Taxes.** In the opinion of Bond Counsel, under existing statutes, interest on the Bonds and the Notes is excludable from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based for individuals, trusts and estates required to pay the federal alternative minimum tax.

Interest on the Bonds and the Notes is included in gross income for purposes of the Connecticut corporation business tax.

Accrued original issue discount on an OID Bond is also excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based for individuals, trusts and estates required to pay the federal alternative minimum tax.

Owners of the Bonds and the Notes should consult their own tax advisors with respect to the determination for state and local income tax purposes of original issue discount or original issue premium accrued upon sale or redemption thereof, and with respect to the state and local tax consequences of owning or disposing of such Bonds and the Notes.

**Changes in Federal and State Tax Law.** Legislation, administrative actions and rulings, or court decisions, at either the federal or state level, may adversely affect the tax treatment of obligations such as the Bonds and the Notes. There can be no assurance that legislation enacted or proposed, or actions by a court, after the issuance of the Bonds and the Notes will not have an adverse effect on the tax status of interest on the Bonds and the Notes or the market value or marketability of the Bonds and the Notes. These adverse effects could result, for example, from changes to federal or state income tax rates, changes in the structure of federal or state income taxes (including replacement with another type of tax), or repeal (or reduction in the benefit) of the exclusion of interest on the Bonds and the Notes from gross income for federal or state income tax purposes for all or certain taxpayers.

Investors in the Bonds and the Notes should be aware that such future legislative, administrative or legal actions may increase, reduce or otherwise change (including retroactively) the financial benefits and the treatment of all or a portion of the interest on the Bonds and the Notes for federal and/or state income tax purposes for all or certain taxpayers. In all such events, the market value of the Bonds and the Notes may be adversely affected and the ability of holders to sell their Bonds and Notes in the secondary market may be reduced. The Bonds and the Notes are not subject to special mandatory redemption, and the interest rates on the Bonds and the Notes are not subject to adjustment, in the event of any such change in the tax treatment of interest on the Bonds and the Notes.

**General.** The opinion of Bond Counsel is rendered as of its date, and Bond Counsel assumes no obligation to update or supplement its opinion to reflect any facts or circumstances that may come to its attention or any changes in law that may occur after the date of its opinion. Bond Counsel's opinion is based on existing law, which is subject to change. Such opinion is further based on factual representations made to Bond Counsel as of the date of issuance. Moreover, Bond Counsel's opinion is not a guarantee of a particular result, and is not binding on the Internal Revenue Service or the courts; rather, such opinion represents Bond Counsel's professional judgment based on its review of existing law, and in reliance on the representations and covenants that it deems relevant to such opinion.

The discussion above does not purport to deal with all aspects of federal or state or local taxation that may be relevant to a particular owner of the Bonds and the Notes. Prospective owners of the Bonds and the Notes, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the federal, state and local tax consequences of owning and disposing of the Bonds and the Notes.

## **PUBLIC HEALTH CONSIDERATIONS**

Commencing in late 2019, an outbreak of a respiratory disease caused by a new strain of coronavirus ("COVID-19") resulted in a global public health crisis. The federal and State governments both declared public health emergencies and, along with local governments, took action to limit the spread of the outbreak and reduce the resulting economic impact. The federal and State public health emergency declarations have since been terminated.

To date, the COVID-19 outbreak has had no material adverse effect on the finances of the Town. However, prospective investors should assume that restrictions and limitations related to COVID-19 and any future variants or pandemics may be instituted by the federal or State governments and that any resurgence of COVID-19 or another infectious disease could have a material adverse effect on the Town and its financial and operational performance.

The Town received \$7.0 million from the American Rescue Plan Act of 2021 in response to the COVID-19 pandemic (the "COVID-19 Aid"). The Town developed a plan for the use of such funds that focused on infrastructure improvements and other initiatives that complied with the program eligibility criteria. No assurance can be given that the Town would receive federal aid akin to the COVID-19 Aid if another pandemic or similar public health emergency were to occur.

## **CYBERSECURITY**

The Town, like many other public and private entities, relies on technology to conduct its operations. The Town and its departments face cyber threats from time to time, including but not limited to hacking, viruses, malware, phishing, and other attacks on computers and other sensitive digital networks and systems. To mitigate the risk of business operations impact and/or damage from cyber incidents or cyber-attacks, the Town invests in various forms of cybersecurity and operational controls, including comprehensive policies and procedures relating to the security of the Town's government networks.

The Town employs a 24x7x365 Security Operations Center service, hereafter referred to as SOC, that performs managed detection and response in concert with security information and event management. A next-generation Firewall provides inspection of encrypted traffic, which is logged and sent to the SOC for correlation. Municipal employees of the Town are routinely tested and trained against phishing and other cybersecurity threats. All remote access to Town government systems requires multi-factor authentication. Access to critical server systems and backups in the Town is protected by physical and multi-factor security in compliance with CJJS, Criminal Justice Information System, policy. Government computer systems in the Town receive routine patching, vulnerability scanning, and remediation. Logging of all government systems in the Town is maintained for forensic purposes.

The Town is the first participant in a regional grant for creating a programmatic cybersecurity approach for members of South Central Regional Council of Governments ("SCRCOG"). Interviewers conducted a discovery of the town's assets to inventory sensitive data, regulatory requirements, associated processes, and workflows. The assessment is based on NIST CSF 2.0 and involved every department in the Town. The assessment looked at current investments and organizational maturity. Information learned during the assessment process will support multiple downstream program efforts over the next 4 years. This will give the Town access to regional shared cyber services and platforms to upskill staff and create a "culture of security."

Additionally, the Town purchases cybersecurity insurance coverage, so that a claim can be made to the insurance provider in the event of a cyber-attack. No assurances can be given, however, that such security and operational control measures will be completely successful to guard against cyber threats and attacks. The results of any such attack could impact business operations and/or damage Town digital networks and systems and the costs of remedying any such damage could be substantial.

## **CLIMATE CHANGE**

Numerous scientific studies have detailed changing global weather patterns and the potential for increasing extreme weather events across the world. The Town's location along the Quinnipiac River increases its vulnerability to localized flooding. In addition to flooding, the Town faces other threats due to climate change, including damaging winds that could become more severe and frequent. The Town cannot predict the timing, extent, duration, or severity of climate change and its impact Town operations or finances.

The Town has taken numerous steps to plan and prepare for the effects of climate change. The Town has issued ordinances for stormwater management, erosion and sedimentation control, and the management of flooding, which all help to minimize future flood events and damage to buildings and personal property. The Town participates in the South Central Regional Council of Government's Hazard Mitigation Plan program, which focuses on emergency preparedness, utility resiliency, floodplain management, and other measures to limit damages and facilitate recovery. The Town also participates in Sustainable CT, a program which documents existing sustainability best management practices ("BMPs") and implements new BMPs designed to mitigate climate change and the underlying causes. The Town maintains strict compliance with reporting requirements under its State of Connecticut Department of Energy and Environmental Protection ("CT DEEP") General Permit for the Discharge of Stormwater from Small Municipal Separate Storm Sewer Systems ("MS4").

In 2022, the Town, through its Department of Tax Collection and Town Clerk, provided two inserts with all property tax invoices mailed to Town residences and businesses. The inserts were titled "Think Green, Clean water Starts with you North Haven!" and "Your Help is Needed to Keep Our Watercourses Clean!" These educational materials focus on the present and future health of the Town and Connecticut watercourses, including the Quinnipiac River and Long Island Sound. Critical topics cover causes of river health decline, and the simple steps that residents and businesses can take to reduce pollutant runoff and discharge in the boundaries of the Town.

In 2023, the Town, through its Department of Tax Collection and Town Clerk, will again provide another stormwater management focused insert with all residential and business property tax invoices. The new insert, titled "Stormwater Drains Connect to Our Rivers and Lakes" focuses on why it is illegal to knowingly dump anything into stormwater systems (e.g. catch-basins), into surface water bodies, or on Town roadways. These actions create what is known as an "illicit discharge". This topic focuses again on how residents and business owners can assist the Town with identifying illegal or improper discharges and be a part of North Haven's solution to work towards clean(er) waterbodies and waterways.

The Town remains an involved partner in efforts to protect groundwater and stormwater through its membership and participation in the Regional Water Authority's ("RWAs") Household HazWaste Central program located at 90 Sargent Drive in New Haven. The Town provides volunteers for two of the Saturdays during summer and fall collection dates and assists with the publicity of the 'no cost' program at its annual Earth Day events, on its Town website and by providing educational materials in the Office of the Department of Public Works and Town Library. The Town's website provides information about Household HazWaste Central via a bilingual link on the Department of Public Works webpage, under Hazardous Waste.

'Source to the Sound' is an annual clean-up program on and along the shorelines of the Quinnipiac River. Although the event is mostly comprised of adult volunteers, it can involve students and youth groups. In 2022 and 2023, the North Haven Trail Association and the Department of Public Works Field Operations' crews assisted with the collection and ultimate disposal of trash and debris collected along the shorelines of the Quinnipiac River within the Town's boundaries. In the fall of 2022, the North Haven Trail Association, with assistance from the Department of Public Works Field Operations' crews, provided a trail cleanup of the Tidal Marsh Trail, which is located behind Target Plaza/Eagle Crossing and again along the Quinnipiac River. All events have been extremely successful in the collection and disposal of observed litter and debris.

## **QUALIFICATION FOR FINANCIAL INSTITUTIONS**

The Bonds and the Notes shall NOT be designated by the Town as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, for purposes of the deduction by financial institutions for interest expense allocable to the Bonds and the Notes.

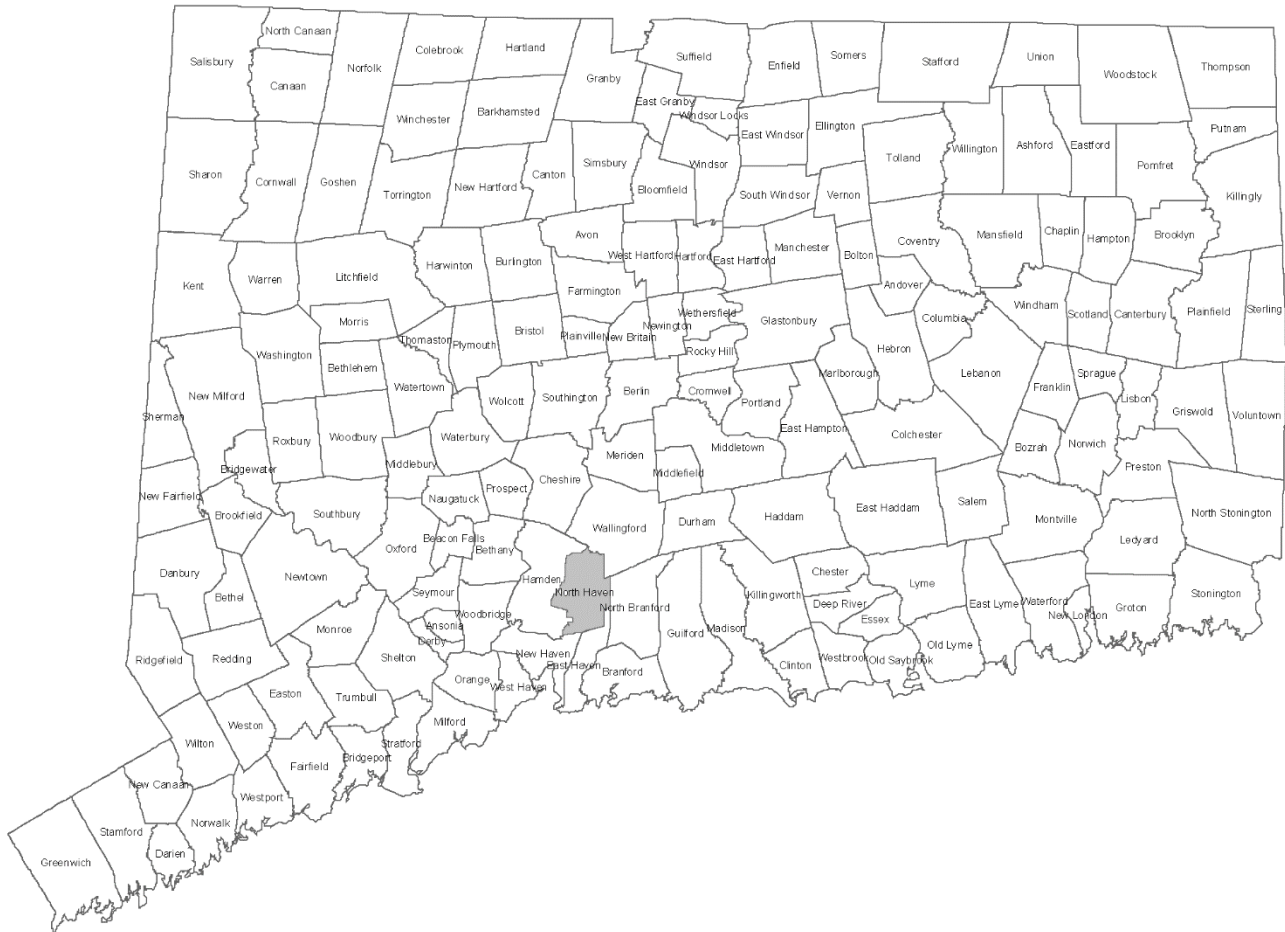
## **AVAILABILITY OF CONTINUING DISCLOSURE INFORMATION**

The Town will enter into continuing disclosure agreements with respect to the Bonds and the Notes, substantially in the forms attached hereto as Appendices D and E to this Official Statement (the "Continuing Disclosure Agreements"), to provide or cause to be provided, in accordance with the requirements of SEC Rule 15c2-12, (i) annual financial information and operating data with respect to the Bonds, (ii) timely notice of the occurrence of certain events not in excess of 10 business days after the occurrence of such events with respect to the Bonds and the Notes; and (iii) timely notice of a failure by the Town to provide the required annual financial information and operating data with respect to the Bonds on or before the date specified in the Continuing Disclosure Agreement.

The Town has previously undertaken in Continuing Disclosure Agreements entered into for the benefit of holders of certain of its general obligation bonds and notes to provide certain annual financial information and material event notices pursuant to Rule 15c2-12(b)(5). In the past five (5) years, the Town has not failed to meet any of its undertakings, except for the following: for the fiscal years ending June 30, 2022, June 30, 2023 and June 30, 2024 the Town timely filed a notice of the failure to file its annual financial information on March 1, 2023, February 26, 2024 and February 28, 2025, respectively. Subsequently the Town filed audited financial statements and operating data for the fiscal years ending June 30, 2022, June 30, 2023 and June 30, 2024 on June 27, 2023, September 12, 2024 and June 3, 2025, respectively. The Town has hired its municipal advisor to assist with its annual filings and is implementing procedures to ensure it files all required annual financial information in a timely manner in the future.

*[The remainder of this page intentionally left blank]*

## II. THE ISSUER



### DESCRIPTION OF THE TOWN

The Town of North Haven (the "Town" or "North Haven"), settled around 1670 as part of the colony of New Haven, was incorporated as a separate town in 1786. The Town covers a land area of 21.0 square miles and is located in south central Connecticut adjacent to and northeast of the City of New Haven. The estimated population as of July 1, 2023 was 24,177.

The Town is a suburban residential community with growing commercial and manufacturing resources. The Town is part of a 12-town region comprising the New Haven labor market. An estimated 18,679 people are employed in the Town.

Connecticut Route No. 15, the Wilbur Cross Parkway, passes through the Town as does U.S. Route No. 5 and Connecticut Route Nos. 17, 22 and 40. The Town is accessible from three full interchanges and two partial interchanges to Interstate Route No. 91. In addition, the Route 40 Connector provides a vital link between the center of the Town, I-91 and Route 10 in the Mt. Carmel Section of Hamden. Freight and passenger service is provided by Amtrak, Metro-North, CTrail and Conrail which also operates the Cedar Hill Classification Yard, one of the largest in the East. Most of this yard is located in the Town. Amtrak presently has its regional maintenance of way operations in this area. In addition, interstate and intrastate buses and trucking companies provide freight and passenger service. The Tweed/New Haven Airport provides passenger and air freight service and is located 10 miles away on the New Haven/East Haven city lines.



## ECONOMIC DEVELOPMENT

The Town has a diverse commercial tax base including large and small manufacturers, distributors of food, beverage and industrial products, retail centers, entertainment and restaurants. In addition to the ten largest taxpayers other companies include: Brescombe Barton, liquor distributor, United Aluminum, aluminum products manufacturer; Simms Metal Management, scrap metal recycler; Target Corp., retail; Hertz Equipment Rental, construction equipment rental; Montowese Health & Rehabilitation, health care; Rosewood LLC, apartments; Fleetpride, heavy-truck parts supplier; H.B. Communications, AV systems provider; South Central Connecticut Regional Water Authority, water utility; Praxair Surface Technologies, industrial coatings and C. Cowles, automotive parts manufacturer.

North Haven has many industrial parks, including the Mersick Industrial Park containing 35 acres; the Wharton Industrial Park containing 200 acres; the Leonardo Drive Industrial Park containing 70 acres; the Exit 10 Industrial Park containing 35 acres; and the Exit 9 Industrial Center containing 130 acres.

In 1960, there were 4,766 dwellings, as compared with 9,892 in 2023, that include mostly single-family, owner-occupied homes and condominiums. In 2024, the average sales price of homes in North Haven was \$460,330, with homes ranging between \$149,000 and \$2,250,000.

The Town's Planning and Zoning Commission is responsible for enforcing subdivision and other Town zoning regulations. In 2017, the Town adopted a new Plan of Conservation and Development to direct future growth and ensures its compatibility with existing uses.

## MAJOR INITIATIVES

**First Selectman's Office:** The Town is a desirable location for families and businesses. Although the population has remained stable over the last decade, there are still opportunities for additional residential growth. A 149-unit luxury 55+ senior housing complex is currently under construction. This project is designed to provide more senior housing to help alleviate the waiting list for those seniors looking to downsize. Additionally, a new subdivision is currently under construction Warner Road. A multigenerational home concept with 17 homes ranging from 4,000 - 6,000 square feet designed to be single-family dwellings with attached accessory units for related family members.

The Town is committed to expanding its tax base by working closely with its current commercial taxpayers, as well as developers of new properties. The Town is home to over 1,300 businesses and supports one of the largest commercial and industrial tax bases in Connecticut.

The Town has an Economic Development Tax Incentive ordinance which provides incentives to both existing businesses that want to expand and new businesses that want to build in the town. The tax incentive is in the form of a three to seven year phased in increase to the value of the property. Currently three businesses have taken advantage of this program: Cinemark was approved for a seven-year incentive for a new movie theater costing \$16.2 million, CubeSmart was approved an application for a \$4.6 million self-storage facility and Amazon is participating with the construction of a \$128.9 million distribution warehouse. This project was approved as a seven-year tax incentive for construction. It consists of almost 2 million square feet of distribution space and has 83 loading docks, parking for 3,000 vehicles and spaces for 245 trailers. The facility includes \$180 million in personal property and employs over 5,500 people.

Universal Drive North is a vibrant retail center for the Town, but in recent years it has been challenged by the downturn in the retail sector. This area is now coming back with the construction of a Hampton Inn hotel and new tenants such as Burlington, Crumb! Cookie, El Torito Mexican Restaurant, Bubbakoo's Burritos, Ferraro's Supermarket, Panera Bread, Jersey Mike's and an expansion of an additional 12,000 square feet to the Hartford Healthcare medical offices, At Home and Home Goods.

In the southern end of town, one of the town's largest businesses, Metronics, is investing \$1 million to expand its facilities over the next five years. The Town is working to enhance their vision for a thriving campus, by attracting several new restaurants and businesses. The Town is working closely with the owners of the former Rite Aid building to return the now empty building with desirable new tenant(s).

The Washington Commons Shopping Center (formally North Haven Shopping Center) has been completely renovated. The 93,550 square foot retail center is now fully occupied with many new tenants with the recent addition of VOLO restaurant, a new and exciting high-end restaurant and lounge.

Elsewhere on Washington Ave, there is a resurgence which has resulted in the replacement of older buildings with new modern structures including a 5 Guys, Starbucks, Haven Hot Chicken and Jersey Mike's, a new Sprinter van dealership with 15,000 sq ft including a showroom with full service facility, Connex Credit Union has expanded its position in North Haven by building a new 5,300 square foot headquarters and 88 new apartment units. Two additional recently completed five story apartment buildings with 150 units with approximately 18,000 square feet of new retail space and another apartment building across the street with 88 units, a 4,200 square foot Forbes Fuel with convenience store, restaurant, gasoline pumps, diesel fuel for passenger and commercial vehicles, EV Charging stations and rest stop access.

The Town recognizes the importance of maintaining its infrastructure. The Sackett Point Road Bridge over the Quinnipiac River has been designed and has recently gone under total replacement. The bridge is a major connection for traffic which links the eastern part of town with the industrial properties on Sackett Point Road and the retail center on Universal Drive North.

Temple Pines Senior Housing Facility, comprised of 30 units of low-income elderly apartments, have undergone a \$5.7 million renovation with Community Development Block Grant and Connecticut Housing and Finance Authority Grant funding. Renovations including ADA improvements, paving, common area upgrades siding, windows lighting and kitchen and bath renovations.

The Town has completed a \$3.5 million dollar project for the high school athletic fields including the softball and baseball facilities. Enhancements included rebuilding the track, stadium seating, press box, scoreboards, dugouts, bull pens, batting cages irrigation, and fencing among other items.

Other infrastructure improvements include construction of a new stage/bandstand on the Town green as well as many town-wide drainage improvement projects including replacement of the Kings Highway/Marlen Drive drainage culvert and Hartford Turnpike headwall replacement.

## FORM OF GOVERNMENT

The Town has a Home Rule Charter with a Town Meeting form of government, a three member Board of Selectmen and a six member Board of Finance. The Town Meeting is the legislative body and must approve the annual budget, special appropriations or expenditures and bond and note authorizations.

The Town operates with a total of eight elective boards and seventeen appointed boards. Board members are elected or appointed on a staggered basis. Powers and privileges are conferred and granted to the Town under the Constitution and General Statutes of the State of Connecticut.

The First Selectman is the Town's full-time Chief Executive and Administrative Officer and oversees the execution of all laws and ordinances governing the Town. He or she presides over and has full voting privileges on the Board of Selectmen. The First Selectman is also an ex-officio member of all Town boards, commissions, and agencies but only has a vote on the Board of Selectmen, the Board of Finance, the Cemetery Commission, the Police Retirement Board and the Water Pollution Control Authority.

The Board of Finance is the budget-making authority responsible for financial and taxation matters, presenting the annual operating budget and special appropriations to the Town Meeting for approval and establishing the tax rate.

The Town's full-time professional staff includes an appointed Director of Finance / Administration and five other department heads.

## PRINCIPAL MUNICIPAL OFFICIALS

<u>Office</u>	<u>Name</u>	<u>Manner of Selection</u>	<u>Term of Office</u>	<u>Current Term</u>
First Selectman.....	Michael J. Freda	Elected	2 years	12/1/23 - 12/1/25
Chairman, Board of Finance.....	Timothy Doheny	Elected	4 years	12/1/23 - 12/1/27
Town Treasurer.....	Donald Clark	Elected	2 years	12/1/23 - 12/1/25

## SUMMARY OF MUNICIPAL SERVICES

**Finance Office:** The Finance Office assists the Treasurer, Board of Finance and First Selectman. Its principal responsibility is the Town's day-to-day financial/administrative management and record keeping. Additional responsibilities include general administration, facilities management, personnel, purchasing, grants management, insurance/risk management, labor relations and wage/benefit administration.

**Police:** The North Haven Police Department provides full-time police services. The staff consists of 59 regular police officers, 11 supernumerary police, 2 Animal Control Officers (ACO), 8 full-time civilian dispatchers, 4 part-time civilian dispatchers, 3 school crossing guards, 4 clerks and 1 maintenance person. Major equipment includes the Town's central radio communications and dispatch point E 911 (PSAP), 12 unmarked cruisers, 24 marked cruisers, 1 armored personnel carrier (APC), 1 Regional SWAT truck, 1 traffic van and 2 animal control vans.

**Fire:** The North Haven Fire Department is a combination department with four stations in total. The Fire Department has a career staff of 45 firefighters, 1.5 Fire Inspectors/Investigators, 2 clerks in addition to 14 volunteer firefighters. The major equipment includes: 7 engines, 2 aerial trucks, 6 staff cars, 2 ambulances and 2 utility trucks. The Fire Department is the designated agency for the CT PSA at the ALS and BLS level (CGS 19a-179).

### **Public Works:**

*Water Pollution Control Authority:* The Water Pollution Control Authority ("WPCA") oversees the Town's sanitary sewage collection system; the extension of sewer mains; reviews and approves of the daily, monthly, and yearly expense and capital budget items; establishes policies, procedures, and regulations; and approves of sewer assessment and connection charges.

The WPCA also works with property developers in Town to establish new sanitary sewer collection systems and pumping stations needed for proposed subdivisions and commercial developments in accordance with Town of North Haven standards.

*Water Pollution Control Division:* The Water Pollution Control Division as contracted through Veolia Water oversees the operations of the Town's Water Pollution Control Facility ("WPCF"), its Underground Asset Management (UGAM) Program and its Sewer Usage Fee invoicing program. The Division reports directly to the Director of the Public Works.

The WPCF was originally constructed in 1966, was modified and expanded in 1991, and again in 2005 to meet advanced treatment requirements as administered through the State of Connecticut's Department of Energy and Environmental Protection ("CT DEEP") and the United States Environmental Protection Agency ("USEPA"). Approximately 70% of the Town's residential, commercial, and industrial properties are served by sanitary sewer and the WPCF. The WPCF includes preliminary, primary, and advanced secondary treatment of all sanitary sewage received at the plant.

The treatment of sanitary sewage is subject to strict State of Connecticut and Federal National Pollutant Discharge Elimination System (NPDES) Permit regulations and discharge requirements.

The WPCF maintains licensed personnel who provide operation and maintenance of the treatment facility, its nine (9) pumping stations, billing and collection of Sewer Use Fees and are responsible for the preventative maintenance of approximately one hundred twenty (120) miles of sanitary sewer mains. WPCF personnel also perform the marking of underground sewer utilities as outlined in the State of Connecticut's "Call Before You Dig" (Dig Safe) program, perform inspections of all new and existing sanitary sewer connections to the Town's collection system, and perform inspections of approximately eighty (80) restaurants under the State of Connecticut's DEEP General Permit for the Discharge of Wastewater Associated With Food Preparation Establishments – commonly referred to as the FOG program for the removal of "Fats, Oils and Greases".

Preventative and corrective maintenance of all mechanical systems is also conducted by the WPCF personnel for the Town's swimming pool and staff exercise each of the thirteen (13) emergency generators located throughout the town on a weekly basis.

The UGAM Program continues to focus its efforts on underground assets, including manhole inspections, televising sanitary sewer pipelines, flushing sanitary sewer lines (25% of all sanitary lines are flushed annually), and the raising of buried manhole covers located on Town and State roadways in North Haven.

In 2022, there were several upgrades to the WPCF and the UGAM systems, including:

- Construction of a new Sludge Recirculation & Loading System. The existing sludge recirculation system, built over 50 years ago, consisted of a gravity thickening process, whose original purpose was to thicken sludge for placement on the Town's solid waste landfill. Approximately 30 years ago, the system was repurposed to help circulate the sludge to prevent it from freezing and further settling, during colder months. As the system aged, it was becoming more difficult and more expensive to repair or obtain parts for repairs. The system was instead simplified by adding piping and a more powerful loading pump that could also be used as a sludge recirculation pump. This allows all maintenance to be conducted in a modern, safe, and efficient work area.
- Emergency Reconstruction of the Fallon Drive Pump Station. A motor vehicle struck the Town's Fallon Drive Pump Station, damaging all electrical and control systems. Due to the intensity of the accident, the electrical pump connections 30 feet below ground required complete replacement. Without electrical or control systems, the Town manually pumped wastewater from the station's wet well via a Vac Truck 2 to 3 times a day, for 7 continuous days. The incident occurred on a Saturday and due to the swift action of the Town's contractors, the station was placed in full operation by the following Friday. All electrical and control systems were replaced successfully.
- Upgraded 'Mission' Units at All Town Pump Stations. Mission Units are defined as the Town's 'eyes and ears' when it comes to the operations processes being conducted at each of the nine (9) Town-owned Pump Stations. If there is an issue identified at a particular pump station, the Mission system will notify the Operators via telephone communication and through electronic mail messages so that Operations personnel may respond in a timely manner. Through the upgraded Mission Systems, the Operations personnel can log into the system via remote computers to assess in 'real time' how each pump station is operating and, more importantly, should anything appear out of order – address that issue as soon as practical. Operations personnel, through consistent monitoring of the Mission Systems, can assess an issue before an alarm occurs. This is especially valuable during heavy rain events or other extreme weather events. Due to the upgrade of cellular companies to 5G capacities, the Town, as a result, upgraded all of the Mission System's radios to 5G technologies.
- Sanitary Sewer Manhole Raising. Cerelli Construction on behalf of the Town raised sixty (60) sanitary sewer manhole covers as part of its UGAM compliance efforts.

Lastly, Sewer Use Fee invoices are transmitted annually to those properties which are connected to the Town's sanitary sewer system (i.e., 70% of all homes and businesses in Town). This includes residential properties, which receive invoices for payments due on October 1st and commercial/industrial properties, which receive invoices for payments due on October 1st and May 1<sup>st</sup> annually. Sewer Use Fee payments are accepted via U.S. Mail to the address provided on the invoice, online (via credit card) or in person at the Department of Public Works' office located in the Town Hall Annex on 5 Linsley Street.

*Engineering Office:* The Town Engineer provides technical assistance and support to various boards and commissions, including the Planning and Zoning Commission, Inland Wetlands Commission, and the Water Pollution Control Authority. The Town Engineer also works closely with the Director of Public Works and the Office of the First Selectman and supports other Town Departments and Divisions within the Department of Public Works as needed.

This assistance includes review of roadway and bridge designs, designs pertaining to drainage improvements and stormwater management, sanitary sewer installations, utilities, traffic control and property development issues.

Coordination with the State of Connecticut and Federal agencies, various consulting engineers, property developers, builders and the public is provided in order to resolve potential problems prior to and during construction/development.

The Town Engineer also plays a critical role on the Town's Stormwater Management Team and vigorously investigates those illicit discharges, which are reported through the Town's 'Illicit Discharge and Detection Hotline'.

Other services provided by the Engineering Department include professional engineering design, technical and administrative assistance, inspection of Town construction projects, coordination of Town mapping updates and the administration of the Town's flood plain ordinance/regulatory processes. The Office of the Town Engineer also administers the "Fats, Oils and Grease ("FOG") Program, associated with all establishments where grease traps are required.

Public inquiries are welcome at the Engineering Office, which is in the Town Hall Annex on 5 Linsley Street and is open Monday through Friday from 8:30 A.M. to 4:30 P.M. daily.

Here are just a few recent projects coordinated through the Engineering Office:

- Construction of the extension of Valley Service Road is fully completed, on time and under budget. The Town performed milling and paving of the balance of this over 50-year-old road in Spring 2022, in support of anticipated increased roadway use. The Town is currently working with Amazon and the CT DOT to perform signal modifications, and several other traffic improvements to allow for the diversion of a portion of Amazon truck and employee traffic from Route 5, improving traffic congestion.
- The Town Engineer continued oversight of the replacement of the Sackett Point Road bridge over the Quinnipiac River. The project had been subject to delays due to issues with an existing nearby sanitary sewer siphon beneath the Quinnipiac River. Modifications to construction phasing and changes in traffic patterns allowed the first two phases of the project to be completed simultaneously. The final phase involving reconstruction of the south side of the bridge has been completed.
- The Engineering Office and the South-Central Regional Council of Government (SCRCOG) worked together to update the Town's Hazard Mitigation Plan. This plan identifies areas which experience impacts due to flooding. Participation in this FEMA-sponsored program makes the Town eligible for State and Federal funding for future flood control projects. The Engineering Office will be working closely with SCRCOG and State and Federal Agencies to secure funding for future channel improvements, dredging operations, and culvert upgrades as identified in this planning document.
- The Town Engineer developed, implemented, and assisted in the oversight of the milling and paving of over 11.3 miles of Town roadways over two phases throughout North Haven. Construction cost for this work exceeded \$2.65 Million, funded through a Town bond resolution as well as State and Federal grant sources.
- Efforts to modernize the Engineering Department continued, including on-going scanning and archiving of record documents, expanding Geographical Information Systems (GIS) content, and utilization, automating workflow, and improving document access and management.
- Investigated a variety of small drainage issues throughout Town and worked with Field Operations personnel to install additional drainage structures, perform re-grading operations, and install new curbing.
- The Town Engineer and consultant kicked off the WPCA's Sanitary Sewer Evaluation Study (SSES), which will further investigate several potential issues and recommend solutions for improvements to the Town's sanitary sewer collection system. As a follow up to the previously performed Infiltration and Inflow (I&I) study, this new study will identify illicit discharges into the sanitary sewer system that create capacity issues at the Wastewater Treatment Plant during heavy rains. Elimination of these illegal stormwater connections, and sealing of pipes and structures against groundwater infiltration will help to normalize flows in the system, reducing operating costs as well as the costs of future WWTP upgrades.
- Developed detailed design plans, conducted Public Information Meetings, coordinated regulatory approval, and worked to secure nearly a dozen construction easements for removal of trees and other obstruction in Five Mile Brook upstream of Spring Road. This project, which was awarded Federal Emergency funding, will be rebid in 2023.
- Secured State Local Bridge funding to reconstruct the failing Kings Highway Culvert over Pine Brook. This steel plate arch bridge has overtopped twice over the past five years due to hydraulic capacity, debris issues, and deformation of the culvert structure itself. Survey, hydraulic analysis, permitting, and design are already underway for a replacement structure at this location. Construction is currently slated for 2024.

*Field Operations:* The Field Operations Division is comprised of staff who are assigned to Streets and Roads, Sanitation, Transfer Station operations, Recycling Center operations, Parks and Equipment and Vehicle Maintenance. The Field Operations Division provides year round maintenance services to the Town's 146 plus miles of roadways, public drainage courses, parking lots, parks and other Town-owned open space areas. Field Operations personnel also provide for annual curbside leaf collection and disposal, winter snow and deicing efforts, street sweeping, catch basin cleaning, and replacement of asphalt curbing and road patching services.

The Department's Director of Field Operations also functions as the Town's Tree Warden and oversees the maintenance of where applicable, removal of all trees located on Town property or within the Town's Right of Way (ROW). In the fall of each year, the division operates a leaf collection program, which includes a six week program for scheduled pickup for loose leaves placed at the curb and those placed in brown biodegradable bags.

*Parks:* The Parks Division, which is an integral part of the Department's Division of Field Operations, is responsible for maintaining nearly 200 acres of park land and other open space areas throughout Town including: 18 ball fields, 11 tennis and basketball courts, 7 playgrounds, and 8 passive or natural areas. Some of the Town's critical open spaces include: Peter's Rock, Hansen Park and Spring Road.

The Parks Division maintains the Town's Central Block and the Town cemeteries and assists with snow removal and deicing efforts as well as curbside leaf collection and removal. This division also provides assistance to other Town departments and support to Community Services and Recreation programs, affiliated sports leagues and special events held at the various Town Parks.

*Equipment Maintenance:* Supervised by the Field Operations Division, this section is responsible for keeping all of the Town's vehicles, trucks and equipment operational. Department equipment includes, but is not limited to, plow trucks, sanitation trucks, recycling trucks, large lawn mowing vehicles, street sweepers, wood chippers, lawn maintenance equipment and more. A working foreman and three mechanics maintain and repair all Town-owned vehicles and equipment, including police vehicles and general Town vehicles utilized for day-to-day operations.

*Sanitation:* The Sanitation Division is responsible for the weekly collection of municipal solid waste (MSW) and recyclables for the approximate 10,000 homes in Town. On average, this amounts to approximately 24,000 tons per year or 1.1 tons per Town resident annually. The Town also removes twice annually bulky waste items such as refrigerators, ranges, tires and mattresses (upholstered items). These items can be disposed of at the Town's Transfer Station.

The Sanitation Division provides curbside collection of State mandated recyclable items. These include: clear, green, and brown glass food and beverage containers; metal food and beverage containers, aluminum foil and pie plates; newspaper and corrugated cardboard.

Beginning in July 1, 2010, disposal has been and will be made at the facility previously owned and operated by Covanta Projects of Wallingford, L.P. (Covanta) per a five-year agreement between the Town and Covanta dated June 2019 (the Covanta Agreement). This facility has now been purchased by Country Disposables and disposal continues at this location.

Municipal Disposal Fees shall be payable so long as the System is accepting solid waste delivery by or on behalf of the Town, whether or not such waste is processed at the facility. The Town's obligation to pay Municipal Disposal Fees, so long as the Authority is accepting the Town's solid waste, is absolute and unconditional, and shall not be subject to any set-off, counterclaim, recoupment, defense, or other right which the Town may have against the Authority or any other person for any reason. The Town has pledged its full faith and credit to the payment of the Municipal Disposal Fees and has also agreed to enforce or levy and collect all taxes, cost sharing or other assessment or charges and take all such other action as may be necessary to provide for the payment of Municipal Disposal Fees. The Municipal Disposal Fee for fiscal year 2025-2026 is \$122.60 and \$109 per ton for municipal solid waste and recyclables, respectively.

The Town has a "flow control" ordinance, which requires all collectors of solid waste in the Town to deliver collected solid waste to the System.

*Recycling Center:* The Recycling Center is located on Elm Street. Containers for metals; bulky waste, including brush, and mattresses; tires and white goods are available for use by residents only who present their driver's license to attendants.

All vehicles must obtain a permit to use the Transfer Station, including trailers for cars or trucks. Each year, residents must bring their registration and driver's license to the Public Works Office. Each resident is entitled to six (6) passes for the disposal of mixed solid waste, bulky wastes, tires and white goods. Passes are valid for the calendar year.

*Recycling:* The Town's Recycling Program annually ranks in the top 10% of Connecticut cities and towns with a total of over 1,100 pounds of recyclables generated per resident and processed annually. In addition, the Town recycles over 50% of its municipal solid waste, far surpassing the State's goal of 40%. This figure attests to the Town's consistent ranking in the State's top communities in percentage of recyclables.

Effective February 1, 2013, the Town has contracted with the John's Refuse to provide single-stream recyclables collection including the acceptance of plastics, labeled 1 through 7, mixed paper materials including junk mail and telephone books, glass and metal food and beverage containers, etc.

**Health:** The Quinnipiac Valley Health District is made up of the towns of North Haven, Hamden, Bethany and Woodbridge, which joined together in 1978 to form a District Department of Health under provisions of Section 19-106 of the Connecticut General Statutes, now Section 19a-241, as amended. The District participates in per capita grants from the State of Connecticut, which help to defray the total cost of public health services.

The Town also participates in Visiting Nurses Association services ("VNA"), which was formed in 1970 by the towns of North Haven, Woodbridge, Hamden, and Bethany. The VNA provides home health care services.

**Community Services and Recreation:** The Department of Community Services/Recreation operates the Town's Comprehensive Human and Social Services program which includes Outpatient Psychiatric Services, Alcohol/Drug Abuse Counseling, Youth Services, Day Care, Job Bank, Summer Food Program, Winter Energy Assistance, and a Senior Citizen's Program and Center which serves over 1,200 members.

The Recreation Division of Community Services is responsible for the planning and execution of activities, programs, and special events designed to appeal to all ages. These include, but are not limited to a summer concert program, swim lessons, summer camps, and scheduling of fields. The Recreation Division is also responsible for the operation and maintenance of the Town's Community pool. The Recreation Division operates from the Mildred Wakely Community and Recreation Center, which is the site of a multiplicity of indoor recreational programs. The facility is also a site for public and government meetings.

**Library:** The North Haven Memorial Library is a full-service library open Monday-Saturday throughout the year. The library has over 100,000 physical items available to borrow including books, audiobooks, DVDs, CDs, Chromebooks, HotSpots, iPads, puzzles, cake pans, yard games, and much more! In addition, the library is part of LION, a group of 30 Connecticut libraries. This partnership provides a collective catalog which allows North Haven patrons to easily borrow items and get quick delivery from all 30 libraries.

In the library, there are public computers, a fax machine, and copier/printer, study rooms, plenty of space for quiet study, and an inviting Children's space for reading and inquisitive play. The library offers wireless printing, and library patrons can even send a print job from home then come to the library to pick it up. The library has free programs for Adults, Teens, and Children, which are available every week throughout the year.

In addition to the physical space, the library provides many digital services, available 24/7 with your North Haven library card, including a brand-new library app available in the App Store and Google Play, downloadable eBooks/eAudiobooks, databases to help patrons learn new skills and find reliable information, and streaming movies, documentaries, and television shows for entertainment.

**Utilities:** Electric service is provided by United Illuminating Company and Integrys Energy Services. Gas service is provided by Southern Connecticut Gas Company. Water service is provided by South Central Connecticut Regional Water Authority.

## **EDUCATIONAL SYSTEM**

The Town's school system services grades pre-kindergarten through twelve and is governed by the local Board of Education. The Town has a nine-member Board of Education elected to six-year staggered terms. The primary function of the Board is to establish policy. Some of the areas for which such policies are set include curriculum, budget requests submission, ensuring funds for education as appropriated by the Town are properly expended, implementation of both State and Federal laws, and planning for facilities needed by the system, including construction and renovation.

The Department of Education operates four elementary schools, each serving a quadrant of the Town for grades K-5. The middle school serves grades 6-8, and the high school serves grades 9-12, occupying buildings on adjacent campuses in the approximate geographic center of the community.

## EDUCATIONAL FACILITIES

<u>Schools</u>	<u>Grades</u>	<u>Additions / Renovations</u>	<u>Number of Classroom</u>	<u>Enrollment 10/01/24</u>	<u>Capacity</u>
Clintonville.....	K-5	1969, 1995, 2001	27	372	594
Green Acres.....	K-5	1965, 1995, 2001	25	404	550
Montowese.....	K-5	1957, 1972, 1995, 1998, 2001	26	305	572
Ridge Road.....	K-5	1948, 1954, 1969, 1995, 2001	22	415	506
North Haven Middle School.....	6-8	2016	61	752	800
North Haven High School.....	9-12	2005	76	958	1,500
Total .....				<u>3,206</u>	<u>4,522</u>

## SCHOOL ENROLLMENTS (1)

<u>Actual</u>				
<u>School Year</u>	<u>K - 5</u>	<u>6 - 8</u>	<u>9 - 12</u>	<u>Total</u>
2015-16	1,366	788	1,022	3,176
2016-17	1,366	747	1,012	3,125
2017-18	1,395	736	999	3,130
2018-19	1,368	731	1,034	3,133
2019-20	1,409	738	1,000	3,147
2020-21	1,371	732	941	3,044
2021-22	1,447	712	972	3,131
2022-23	1,515	725	927	3,167
2023-24	1,503	750	957	3,210
2024-25	1,496	752	958	3,206

(1) Does not include out-placed special education students.

Source: Board of Education

## MUNICIPAL EMPLOYMENT (1)

<u>Fiscal Year</u>	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
General Government.....	225	217	214	208	192	205
Board of Education.....	559	528	516	508	515	516
Totals .....	<u>784</u>	<u>745</u>	<u>730</u>	<u>716</u>	<u>707</u>	<u>721</u>

Source: Town of North Haven, Connecticut

(1) Includes full-time and permanent part-time employees.

*[The remainder of this page intentionally left blank]*



## MUNICIPAL EMPLOYEES' BARGAINING ORGANIZATIONS (1)

Employees	Union Representation	Employees Represented	Current Contract Expiration Date
<b><u>GENERAL GOVERNMENT</u></b>			
Clerical.....	Local 1303-265 Council #4 AFSCME, AFL-CIO.....	36	6/30/2029
Supervisors.....	Local 818, Council #4 AFSCME, AFL-CIO.....	16	6/30/2028
Public Works.....	Local UPSEC.....	38	6/30/2026
Police Department.....	The North Haven Police, UPSEC.....	56	6/30/2029
Fire Department.....	North Haven Professional Firefighters Assn. – IAFF Local 2987....	41	6/30/2026
Library.....	Local 1303-147 Council #4 AFSCME, AFL-CIO.....	7	6/30/2029
Social Workers.....	Local 1303-264 Council #4 AFSCME, AFL-CIO.....	3	6/30/2028
Dispatchers.....	Local UPSEC.....	7	6/30/2028
	Subtotal General Government.....	204	
<b><u>BOARD OF EDUCATION</u></b>			
Teachers.....	North Haven Education Association.....	336	6/30/2028
Administrators.....	North Haven Administrators Association.....	12	6/30/2027
Clerical.....	United Public Service Employees Union - Local 424-Unit 77.....	123	6/30/2027
Nurses.....	North Haven Federation of Teachers, Local #933.....	7	6/30/2028
Custodian/Maintenance.....	Local 1858, Council #4 AFSCME, AFL-CIO.....	26	6/30/2026
	Subtotal Board of Education.....	504	
	Total Organized Employees.....	708	
	Total Non-Union Employees.....	76	
	Total Employees.....	784	

(1) The negotiation of collective bargaining agreements is subject to binding arbitration under Connecticut Statutes.

Source: Town of North Haven

Connecticut General Statutes Sections 7-473c, 7-474 and 10-153a to 10-153n provide a procedure for binding arbitration of collective bargaining agreements between municipal employers and organizations representing municipal employees, including certified teachers and certain other employees. The legislative body of a municipality may reject an arbitration panel's decision by a two-thirds majority vote. The State and the employee organization must be advised in writing of the reasons for rejection. The State then appoints a new panel of either one or three arbitrators to review the decisions on each of the rejected issues. The panel must accept the last best offer of either party. In reaching its determination, the arbitration panel gives priority to the public interest and the financial capability of the municipal employer, including consideration of other demands on the financial capability of the municipal employer. For binding arbitration of contracts, in assessing the financial capability of a town, there is an irrefutable presumption that a budget reserve of (i) 5% or less with respect to teachers' contracts, and (ii) 15% or less with respect to municipal employees, is not available for payment of the cost of any item subject to arbitration. In light of the employer's financial capability, the panel considers prior negotiations between the parties, the interests and welfare of the employee group, changes in the cost of living, existing employment conditions, and the wages, salaries, fringe benefits, and other conditions of employment prevailing in the labor market, including developments in private sector wages and benefits.

*[The remainder of this page intentionally left blank]*

### III. ECONOMIC AND DEMOGRAPHIC INFORMATION

#### POPULATION TRENDS

<b>Year</b>	<b>Town of North Haven</b>	<b>New Haven County</b>	<b>South Central CT Planning Region (1)</b>	<b>State of Connecticut</b>
1970	22,194	744,948	n/a	3,032,217
1980	22,080	761,337	n/a	3,107,564
1990	22,247	804,219	n/a	3,287,116
2000	23,035	824,008	n/a	3,405,565
2023	24,177	n/a	568,158	3,598,348

(1) Starting with the 2018-2022 American Community Survey data, the area was adjusted to reflect the South Central CT Region. Previous to the 2022 data, New Haven County data is displayed.

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

#### AGE CHARACTERISTICS OF POPULATION

<b>Age</b>	<b>Town of North Haven</b>		<b>South Central CT Planning Region</b>		<b>State of Connecticut</b>	
	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>	<b>Number</b>	<b>Percent</b>
Under 5.....	1,032	4.3	28,336	5.0	181,240	5.0
5 - 9.....	1,209	5.0	28,509	5.0	195,390	5.4
10 - 14.....	1,960	8.1	32,419	5.7	217,297	6.0
15 - 19.....	1,129	4.7	39,901	7.0	238,145	6.6
20 - 24.....	1,068	4.4	39,981	7.0	233,423	6.5
25 - 34.....	1,940	8.0	74,615	13.1	449,771	12.5
35 - 44.....	3,274	13.5	70,860	12.5	451,461	12.5
45 - 54.....	3,746	15.5	67,377	11.9	462,543	12.9
55 - 59.....	1,695	7.0	33,575	5.9	260,758	7.2
60 - 64.....	1,681	7.0	43,737	7.7	257,548	7.2
65 - 74.....	3,123	12.9	62,469	11.0	376,023	10.4
75 - 84.....	1,697	7.0	32,308	5.7	187,378	5.2
85 and over.....	623	2.6	14,071	2.5	87,371	2.4
Total.....	24,177	100.0	568,158	100.0	3,598,348	100.0

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

#### INCOME DISTRIBUTION

	<b>Town of North Haven</b>		<b>South Central CT Planning Region</b>		<b>State of Connecticut</b>	
	<b>Families</b>	<b>Percent</b>	<b>Families</b>	<b>Percent</b>	<b>Families</b>	<b>Percent</b>
Less than \$10,000 .....	100	1.4	12,895	5.5	22,973	2.5
\$ 10,000 to 14,999 .....	41	0.6	7,307	3.1	12,547	1.4
\$ 15,000 to 24,999 .....	69	1.0	15,573	6.7	29,893	3.3
\$ 25,000 to 34,999 .....	138	2.0	16,149	6.9	35,598	3.9
\$ 35,000 to 49,999 .....	363	5.2	20,454	8.8	61,793	6.7
\$ 50,000 to 74,999 .....	489	7.1	36,150	15.5	108,046	11.8
\$ 75,000 to 99,999 .....	728	10.5	28,410	12.2	108,216	11.8
\$100,000 to 149,999 .....	1,765	25.4	40,036	17.2	185,242	20.2
\$150,000 to 199,999 .....	1,446	20.8	22,824	9.8	128,574	14.0
\$200,000 or more .....	1,797	25.9	33,206	14.3	224,258	24.5
Total .....	6,936	100.0	233,004	100.0	917,140	100.0

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

## SELECTED WEALTH AND INCOME INDICATORS

	Median Family Income		Per Capita Income	
	(2000)	(2023)	(2000)	(2023)
Town of North Haven.....	\$ 73,041	\$ 142,158	\$ 29,919	\$ 59,243
South Central CT Planning Region.....	n/a	104,757	n/a	45,854
Connecticut.....	65,521	120,011	28,766	54,409
United States.....	49,600	96,922	21,690	43,289

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

## EDUCATIONAL ATTAINMENT

(Years of School Completed Age 25 & Over)

Educational Attainment Group	Town of North Haven		South Central CT Planning Region		State of Connecticut	
	Number	Percent	Number	Percent	Number	Percent
Less than 9th grade.....	396	2.2	14,954	3.8	101,530	4.0
9th to 12th grade.....	439	2.5	18,123	4.6	118,019	4.7
High School graduate.....	4,814	27.1	110,944	28.0	647,094	25.5
Some college - no degree.....	2,631	14.8	61,963	15.6	410,591	16.2
Associates degree.....	1,074	6.0	27,918	7.0	193,216	7.6
Bachelor's degree.....	4,849	27.3	84,323	21.2	581,935	23.0
Graduate or professional degree.....	3,576	20.1	78,700	19.8	480,468	19.0
Total.....	17,779	100.0	396,925	100.0	2,532,853	100.0
Percentage of High School Graduates.....		95.3%		91.7%		91.3%
Percentage of College Graduates or Higher.....		47.4%		41.1%		41.9%

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

## MAJOR EMPLOYERS (1)

Name of Employer	Nature of Entity	Estimated Number of Employees
Amazon.....	Retail Distribution.....	5,500
Medtronic Inc.....	Wound closer devices.....	1,834
Town of North Haven.....	Municipality.....	784
Quinnipiac University.....	Higher Education.....	437
Area Cooperative Education Services...	Educational.....	392
Brescome Barton.....	Liquor Distributor.....	350
Mossberg, OF & Sons.....	Firearms.....	207
XPO.....	Freight -Traffic Managers.....	178
Cowles Products.....	Manufacturer of PVC Polymers.....	175
HB Communications.....	Sale/Service audio and video equipment.....	175
United Aluminum.....	Custom Rolled Aluminum Coil.....	160

Source: Town of North Haven Annual Report

(1) Full-time, part-time and seasonal employees.

*[The remainder of this page intentionally left blank]*

## EMPLOYMENT BY INDUSTRY

Employment Sector	Town of North Haven		South Central CT Planning Region		State of Connecticut	
	Number	Percent	Number	Percent	Number	Percent
Agriculture, Forestry, Fishing, Hunting & Mining.....	13	0.1	385	0.1	7,261	0.4
Construction.....	377	3.0	16,614	5.6	112,821	6.1
Manufacturing.....	1,476	11.6	27,994	9.4	195,355	10.6
Wholesale Trade.....	87	0.7	3,819	1.3	37,294	2.0
Retail Trade.....	1,070	8.4	27,619	9.3	192,535	10.5
Transportation, Warehousing & Utilities.....	740	5.8	15,268	5.1	84,571	4.6
Information.....	193	1.5	5,936	2.0	36,631	2.0
Finance, Insurance & Real Estate.....	1,074	8.4	17,482	5.9	162,724	8.9
Professional, Scientific & Management.....	1,170	9.2	30,538	10.3	223,982	12.2
Educational Services & Health Care.....	4,495	35.2	110,011	37.0	490,839	26.7
Arts, Entertainment, Recreation & Food Services.....	764	6.0	21,860	7.4	145,445	7.9
Other Service (including nonprofit).....	594	4.6	11,834	4.0	78,662	4.3
Public Administration.....	723	5.7	7,978	2.7	67,335	3.7
Total.....	12,776	100.0	297,338	100.0	1,835,455	100.0

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

## UNEMPLOYMENT RATE STATISTICS

Yearly Average	Town of North Haven Percent	New Haven Labor Market Percent	State of Connecticut Percent	United States Percent
2015	4.8	5.8	5.7	5.3
2016	4.3	5.1	5.1	4.9
2017	3.8	4.4	4.4	4.4
2018	3.3	3.8	3.9	3.9
2019	3.1	3.5	3.6	3.7
2020	6.8	7.4	8.0	8.1
2021	5.0	6.1	6.4	5.4
2022	3.5	3.9	4.1	3.7
2023	3.3	3.5	3.8	3.6
2024	2.9	3.3	3.5	4.0

### 2025 Monthly

January	3.2	3.9	4.0	4.4
February	3.5	4.3	4.5	4.5
March	3.3	4.0	4.1	4.2
April	2.8	3.4	3.4	3.9
May	3.3	3.9	3.9	4.0
June	2.9	3.4	3.4	4.4
July	3.5	4.3	4.2	4.6
August	3.2	3.9	3.8	4.5

Source: State of Connecticut, Department of Labor; United States Department of Labor, Bureau of Labor Statistics.

## CHARACTERISTICS OF HOUSING UNITS

Value of Owner Occupied Units	Town of North Haven		South Central CT Planning Region		State of Connecticut	
	Number	Percent	Number	Percent	Number	Percent
Less than \$50,000 .....	226	2.9	5,183	3.8	22,174	2.4
\$ 50,000 to \$ 99,999 .....	24	0.3	1,317	1.0	15,116	1.6
\$ 100,000 to \$149,999 .....	0	0.0	4,817	3.5	38,832	4.1
\$ 150,000 to \$199,999 .....	231	3.0	7,429	5.4	77,152	8.2
\$ 200,000 to \$299,999 .....	1,864	23.8	33,398	24.4	233,824	24.9
\$ 300,000 to \$499,999 .....	4,310	55.1	54,017	39.4	319,703	34.0
\$ 500,000 to \$999,999 .....	1,003	12.8	26,415	19.3	173,643	18.5
\$1,000,000 and over .....	164	2.1	4,414	3.2	59,468	6.3
Total .....	7,822	100.0	136,990	100.0	939,912	100.0
Median Value.....	\$360,100		\$349,200		\$343,200	

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

## AGE DISTRIBUTION OF HOUSING

Year Structure Built	Town of North Haven		South Central CT Planning Region		State of Connecticut	
	Number	Percent	Number	Percent	Number	Percent
1939 or earlier.....	1,044	10.6	59,848	24.0	313,434	20.4
1940 to 1949.....	1,033	10.4	16,045	6.4	95,842	6.2
1950 to 1959.....	2,212	22.4	40,082	16.1	221,879	14.4
1960 to 1969.....	1,867	18.9	28,203	11.3	198,807	12.9
1970 to 1979.....	1,068	10.8	31,196	12.5	210,611	13.7
1980 to 1989.....	766	7.7	33,030	13.3	197,533	12.9
1990 to 1999.....	933	9.4	15,512	6.2	116,617	7.6
2000 to 2009.....	379	3.8	14,232	5.7	108,430	7.1
2010 to 2019.....	569	5.8	9,256	3.7	66,546	4.3
2020 or later.....	21	0.2	1,696	0.7	6,350	0.4
Total.....	9,892	100	249,100	100	1,536,049	100

Source: U.S. Census Bureau and 2019-2023 American Community Survey.

## NUMBER AND VALUE OF BUILDING PERMITS (000's omitted from value)

Fiscal Year	Residential		Commercial/Industrial		Total	
	Number of Permits	Value	Number of Permits	Value	Number of Permits	Value
2025	1,690	\$ 31,281	371	\$ 27,864	2,061	\$ 59,145
2024	1,778	48,323	760	86,747	2,538	135,070
2023	1,876	48,294	416	58,674	2,292	106,968
2022	1,776	35,951	368	54,275	2,144	90,226
2021	2,602	46,525	487	38,242	3,089	84,767
2020	1,657	23,975	471	74,654	2,128	98,629
2019	1,991	36,406	815	60,707	2,806	97,113
2018	1,764	25,023	534	148,645	2,298	173,668
2017	1,861	28,774	417	20,034	2,278	48,808
2016	2,155	45,135	435	82,365	2,590	127,500

Source: Town of North Haven, Building Office

## BREAKDOWN OF LAND USE

<b>Land Use Category</b>	<b>Total Acreage By Zoning</b>	<b>Percent</b>
Residential.....	6,112	52.6%
Commercial.....	1,382	11.9%
Industrial.....	1,208	10.4%
Vacant/Water.....	2,912	25.1%
Total Area.....	11,614	100.0%

Source: Town of North Haven

*[The remainder of this page intentionally left blank]*

## **IV. TAX BASE DATA**

---

### **ASSESSMENT PRACTICES**

The Town last revalued its real property effective on the October 1, 2024 Grand List (fiscal year 2025-26). The Town is scheduled to conduct its next revaluation of all real property effective October 1, 2029 (fiscal year 2030-31). Section 12-62 of the Connecticut General Statutes establishes the revaluation cycle for Connecticut municipalities. The law requires a revaluation every five years, and the Assessor shall perform a full inspection of all parcels once every ten years. Section 12-62 also imposes a penalty on municipalities that fail to effect revaluations as required, with certain exceptions. Municipalities may choose to phase-in real property assessment increases resulting from a revaluation, but such phase-in must be implemented in less than five assessment years. The maintenance of an equitable tax base by locating and appraising all real and personal property within the Town for inclusion onto the grand list is the responsibility of the Assessor's Office. The grand list represents the total assessed values for all taxable and tax-exempt real estate and taxable personal property and motor vehicles located within the Town on October 1. Assessments for real estate are computed at 70% of the estimated market value at the time of the last revaluation, while assessments for motor vehicles and personal property are computed at 70% of the current fair market value. Every year the Board of Assessment Appeals ("BAA") determines whether each taxpayer petition for assessment reduction on the current grand list is warranted. BAA also has the authority to increase assessments.

When a new structure or modification to an existing structure is undertaken, the Assessor's Office receives a copy of the permit issued by the Building Official. A physical appraisal is then completed and the structure classified and priced from a schedule developed at the time of the last revaluation. Property depreciation and obsolescence factors are also considered when arriving at an equitable value.

All personal property (furniture, fixtures, equipment, and machinery) is revalued annually. An Assessor's check and audit is completed periodically. Assessments for personal property are computed at 70 percent of present value.

Motor vehicle lists are furnished to the Town by the State of Connecticut, and appraisals of motor vehicles are accomplished in accordance with an automobile price schedule developed by the Connecticut Association of Assessing Officials. Section 12-71b of the Connecticut General Statutes provides that motor vehicles which are registered with the Commissioner of Motor Vehicles after the October first assessment date but before the next July 1st are subject to a property tax as if the motor vehicle had been included on the October 1 Grand List. The tax is prorated, and the proration is based on the number of months of ownership between October 1 and the following July 31st. Motor vehicles purchased in August and September are not taxed until the next October 1 Grand List. If the motor vehicle replaces a motor vehicle that was taxed on the October 1 Grand List, the taxpayer is entitled to certain credits. Assessments for motor vehicles are computed at 70 percent of the annual appraisal of market value.

### **PROPERTY TAX COLLECTION PROCEDURE**

Property taxes are levied on all taxable assessed property on the grand list of October 1 prior to the beginning of the fiscal year. Real property taxes are payable in two installments on July 1 and January 1. Motor vehicle taxes are payable in one installment on July 1 with motor vehicle supplemental bills payable on January 1. Payments not received by August 1 and February 1, respectively, become delinquent, with interest charged at the rate of 1.5% per month from the due date of the tax. In accordance with State law, the oldest outstanding tax is collected first. Outstanding real estate tax accounts are lien-ed each year prior to June 30 with legal demands and alias tax warrants used in the collection of personal property and motor vehicle tax bills. Delinquent motor vehicle and personal property accounts are transferred to a suspense account periodically at which time they cease to be carried as receivables. Real estate accounts are transferred to suspense 15 years after the due date in accordance with State statutes.

Section 12-124a of the Connecticut General Statutes permits a municipality, upon approval by its legislative body, to abate property taxes on owner-occupied residences to the extent that the taxes exceed eight percent of the owner's total income, from any source, adjusted for self-employed persons to reflect expenses allowed in determining adjusted gross income. The owner must agree to pay the amount of taxes abated with interest of 6% per annum, or at such a rate approved by the legislative body, at such time that the residence is sold or transferred or on the death of the last surviving owner. A lien for such amounts is recorded in the land records but does not take precedence over any mortgage recorded before the lien. The Town has not approved the use of this abatement provision to date.

## MOTOR VEHICLE PROPERTY TAX RATE

Section 12-71e(a) of the Connecticut General Statutes (the “General Statutes”) has been amended whereby the mill rate for motor vehicles shall not exceed 32.46 mills for the assessment year commencing October 1, 2021, and each assessment year thereafter. Section 12-71e(b) of the General Statutes has been amended to state that no district or borough may set a motor vehicle mill rate that if combined with the motor vehicle mill rate of the town, city, consolidated town and city or consolidated town and borough in which such district or borough is located would result in a combined motor vehicle mill rate above 32.46 mills for the assessment year commencing October 1, 2021, and each assessment year thereafter. Section 4-66f of the General Statutes diverts a portion of State collected sales tax revenue to provide funding to municipalities to mitigate the revenue loss attributed to the motor vehicle property tax cap. The Town’s mill rate for motor vehicles for the assessment year commencing October 1, 2024 (the fiscal year ending June 30, 2026) is 29.46 mills.

## PROPERTY TAX LEVIES AND COLLECTIONS

FY Ending 6/30	Net Taxable Grand List	Total Tax Rate (In Mills)	Adjusted Tax Levy	% Levy Collected	Uncollected Taxes	
					End of Each Fiscal Year	As of 6/30/2024
2026* (1)	\$ 4,196,209,250	29.46	\$ 123,620,325	In Process	In Process	In Process
2025 (1)	3,271,170,593	34.64	113,045,522	In Process	In Process	In Process
2024	3,252,336,194	32.65	106,937,811	98.5	\$ 1,602,339	\$ 1,602,339
2023	3,219,183,624	30.71	99,491,844	98.7	1,271,483	626,064
2022	3,124,595,937	30.71	96,125,065	98.8	1,174,960	395,724
2021*	3,115,065,924	30.72	95,164,742	98.8	1,182,707	250,099
2020	2,886,587,315	31.18	90,728,416	98.7	1,200,321	102,787
2019	2,810,468,315	31.18	88,332,794	98.7	1,178,112	89,713
2018	2,809,254,369	30.53	85,547,698	98.7	1,092,859	47,738
2017	2,773,568,715	30.53	84,880,513	98.8	1,029,929	47,510

(1) Fiscal years 2024-25 and 2025-26 adopted budgets.

\* Indicates years of revaluations.

Source: Finance Office, Town of North Haven.

## TAXABLE GRAND LIST

Grand List Dated	(%) Residential Real Property	(%) Industrial & Commercial Real Property	(%) Land	(%) Motor Vehicles	% Personal Property	Gross Taxable Grand List	Less Exemptions	Net Taxable Grand List
10/01/24*	56.6	24.1	0	6.3	13.0	\$ 4,447,712,970	\$ 251,503,720	\$ 4,196,209,250
10/01/23	52.4	22.9	0	9.3	15.4	3,494,348,148	223,177,555	3,271,170,593
10/01/22	53.0	22.6	0.4	10.1	13.9	3,418,245,240	154,996,812	3,263,248,428
10/01/21	53.1	22.8	0.4	9.5	14.3	3,394,065,805	174,882,181	3,219,183,624
10/01/20	54.0	23.8	0.2	7.4	14.6	3,335,965,900	211,369,963	3,124,595,937
10/01/19*	54.0	24.0	0.2	7.3	14.5	3,311,950,115	196,884,191	3,115,065,924
10/01/18	59.5	22.3	0.2	7.8	10.2	3,017,224,735	130,637,420	2,886,587,315
10/01/17	60.9	21.3	0.3	7.6	9.9	2,936,123,943	125,655,628	2,810,468,315
10/01/16	60.6	21.7	0.3	7.5	9.9	2,923,708,262	114,453,893	2,809,254,369
10/01/15	62.1	20.1	0.3	7.6	9.8	2,907,899,055	134,330,340	2,773,568,715

\* Indicates years of revaluations.

Source: Finance Office, Town of North Haven.

*[The remainder of this page intentionally left blank]*



## LARGEST TAXPAYERS

Name of Taxpayer	Nature of Business	Valuation as of 10/1/24	Rank	Percent of Total
Medtronics (U S Surgical/Covidien)).....	Manufacturing.....	\$ 215,778,680	1	5.14
Amazon.com.....	Distribution.....	87,897,170	2	2.09
MDC Coastal (Amazon.com).....	Distribution.....	80,073,000	3	1.91
United Illuminating Co.....	Public Utility.....	68,292,590	4	1.63
Stag North Haven LLC (XPO/ Bozzuto's).....	Distribution.....	43,949,290	5	1.05
Price REIT (Home Depot Plaza).....	Retail/Shopping Center.....	40,192,950	6	0.96
A F A Washington Avenue Realty LLC.....	Apartments.....	34,881,000	7	0.83
August America (North Haven Commons)....	Retail/Shopping Center.....	23,016,000	8	0.55
Ardenwood Apartments LLC.....	Apartments.....	20,811,630	9	0.50
91 Leffington Rd LLC.....	Apartments.....	17,229,170	10	0.41
Total.....		<u>\$ 632,121,480</u>		<u>15.06</u>

Source: Finance Office, Town of North Haven.

## EQUALIZED NET GRAND LIST

Grand List of 10/1	Equalized Net Grand List	% Growth
2023	\$ 6,832,996,642	11.67%
2022	6,119,152,059	5.66%
2021	5,791,127,993	15.91%
2020	4,996,037,259	12.32%
2019*	4,448,012,262	1.32%
2018	4,390,105,930	5.47%
2017	4,162,286,378	-1.63%
2016	4,231,389,799	4.26%
2015	4,058,639,886	3.24%
2014*	3,931,374,956	-1.36%

\* Indicates years of revaluations.

*[The remainder of this page intentionally left blank]*

## V. FINANCIAL INFORMATION

---

### FISCAL YEAR

The Town's fiscal year begins July 1 and ends June 30.

### ACCOUNTING POLICIES

The Town's accounting system is organized on a fund basis and uses funds and account groups to report its financial position and the results of operations. The Town's accounting records are maintained on a modified accrual basis, with major revenues recorded when earned and expenditures recorded when incurred. The accounting policies of the Town conform to generally accepted accounting principles as applied to governmental units. (See Appendix A – "Basic Financial Statements, Notes to Financial Statements" herein).

### ANNUAL AUDIT

Pursuant to the Municipal Auditing Act (Chapter 111 of the Connecticut General Statutes), the Town is obligated to undergo an annual examination by an independent certified public accountant. The audit must be conducted under the guidelines issued by the State of Connecticut, Office of Policy and Management, and a copy of said audit report must be filed with the Office of Policy and Management within six months of the end of the fiscal year. The Town is in full compliance with said provisions.

### BUDGET PROCEDURES

The Budget is prepared in accordance with Chapter VII of the Town of North Haven Charter according to the following schedule:

- 90 days or more prior to the Annual Budget Town Meeting, every Office, Board, Commission or Agency, except the Board of Education, submits a detailed estimate of expenditures and revenues for the ensuing fiscal year along with 5-year projected expenditures for the Board of Selectmen.
- 70 days or more prior to the Annual Budget Town Meeting, the Board of Selectmen submits a revised budget to the Board of Finance and the Board of Education submits their annual budget to the Board of Finance.
- 35 days or more before the Annual Budget Town Meeting, the Board of Finance shall finalize a proposed budget.
- 21 days or more prior to the Annual Budget Town Meeting, the Board of Finance holds one or more public hearings.
- An Annual Budget Meeting is held the second of Monday in May. By a majority of those voters present, the budget may be approved as presented or reduced.
- Within 15 days following the Annual Budget Town Meeting, the Board of Finance sets the mill rate.

For additional information see Appendix A – "Basic Financial Statements, Notes to Financial Statements" herein.

### MUNICIPAL BUDGET EXPENDITURE CAP

Connecticut General Statutes Section 4-661 creates a cap on adopted general budget expenditures for municipalities in Connecticut in order for municipalities to be eligible to receive the full amount of the State's municipal revenue sharing grant. Beginning in fiscal year ending June 30, 2018, and in each fiscal year thereafter, the Office of Policy and Management ("OPM") must reduce the municipal revenue sharing grant amount for those municipalities whose adopted general budget expenditures (with certain exceptions including but not limited to debt service, special education, implementation of court orders or arbitration awards, budgeting for an audited deficit, nonrecurring grants, capital expenditures of \$100,000 or more, or payments on unfunded pension liabilities, and certain major disaster or emergency expenditures) exceeds the spending limits specified in the statute. For each applicable fiscal year, OPM must determine the municipality's percentage growth in general budget expenditures over the prior fiscal year and reduce the grant if the growth rate is equal to or greater than 2.5% or the inflation rate, whichever is greater, each of those amounts adjusted by an amount proportionate to any increase in the municipality's population from the previous fiscal year. The reduction is generally equal to 50 cents for every dollar the municipality spends over this cap. Each municipality must annually certify to the Secretary of the OPM whether such municipality has exceeded the cap set forth in the statute and if so the amount by which the cap was exceeded.

## EMPLOYEE PENSION SYSTEMS

The Town is the Administrator of five Single Employer Public Employee Retirement Systems ("PERS"), excluding public school teachers established and administered by the Town to provide pension benefits for its employees. The pension plans are single employer defined benefit plans. The PERS is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a pension trust fund.

The Town has implemented Government Accounting Standards Board's (GASB) Statement No. 67 effective Fiscal Year 2014. Net position is based on fair market value as of June 30. For further information and descriptions of the plan see Appendix "A", Notes to Financial Statements, Note 9, "Pension Plans" herein.

In accordance with GASB Statement No. 67, the components of the net pension liability of the Town's pension plans as of June 30 were as follows:

	<b>General Employees</b>				
	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Total pension liability.....	\$ 78,106,779	\$ 77,335,446	\$ 72,802,753	\$ 71,720,461	\$ 71,690,598
Plan fiduciary net position.....	66,066,054	63,176,086	61,346,488	67,192,052	57,769,863
Net pension liability.....	<u>\$ 12,040,725</u>	<u>\$ 14,159,360</u>	<u>\$ 11,456,265</u>	<u>\$ 4,528,409</u>	<u>\$ 13,920,735</u>
Plan fiduciary net position as a % of total pension liability.....	84.6%	81.7%	84.3%	93.7%	80.6%
	<b>Police Department</b>				
	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Total pension liability.....	\$ 48,606,037	\$ 42,806,863	\$ 41,795,198	\$ 39,086,151	\$ 38,084,549
Plan fiduciary net position.....	34,275,049	31,650,656	29,868,330	33,152,849	27,389,337
Net pension liability.....	<u>\$ 14,330,988</u>	<u>\$ 11,156,207</u>	<u>\$ 11,926,868</u>	<u>\$ 5,933,302</u>	<u>\$ 10,695,212</u>
Plan fiduciary net position as a % of total pension liability.....	70.5%	73.9%	71.5%	84.8%	71.9%
	<b>Fire Department</b>				
	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Total pension liability.....	\$ 28,374,333	\$ 26,356,360	\$ 25,420,118	\$ 24,389,902	\$ 23,427,555
Plan fiduciary net position.....	25,193,097	23,346,911	21,380,288	23,345,160	18,717,576
Net pension liability.....	<u>\$ 3,181,236</u>	<u>\$ 3,009,449</u>	<u>\$ 4,039,830</u>	<u>\$ 1,044,742</u>	<u>\$ 4,709,979</u>
Plan fiduciary net position as a % of total pension liability.....	88.8%	88.6%	84.1%	95.7%	79.9%
	<b>Volunteer Firefighters'</b>				
	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Total pension liability.....	\$ 1,723,192	\$ 1,682,086	\$ 1,735,114	\$ 1,689,482	\$ 1,131,554
Plan fiduciary net position.....	1,426,951	1,216,969	1,009,130	1,217,014	1,007,294
Net pension liability.....	<u>\$ 296,241</u>	<u>\$ 465,117</u>	<u>\$ 725,984</u>	<u>\$ 472,468</u>	<u>\$ 124,260</u>
Plan fiduciary net position as a % of total pension liability.....	82.8%	72.3%	58.2%	72.0%	89.0%

	<b>Elected Officials</b>				
	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Total pension liability.....	\$ 2,412,662	\$ 2,421,494	\$ 2,380,934	\$ 2,709,004	\$ 2,879,132
Plan fiduciary net position.....	-	-	-	-	-
Net pension liability.....	<u>\$ 2,412,662</u>	<u>\$ 2,421,494</u>	<u>\$ 2,380,934</u>	<u>\$ 2,709,004</u>	<u>\$ 2,879,132</u>
Plan fiduciary net position as a % of total pension liability.....	0.0%	0.0%	0.0%	0.0%	0.0%

The following represents the net pension liability of the Town's pension plans, calculated using the discount rates listed below, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>6.00%</b>	<b>Discount Rate</b>	<b>8.00%</b>
Net Pension Liability - General Employees.....	<u>\$ 19,928,534</u>	<u>\$ 12,040,725</u>	<u>\$ 5,315,585</u>
	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>5.75%</b>	<b>Discount Rate</b>	<b>7.75%</b>
Net Pension Liability - Police Department.....	<u>\$ 20,775,630</u>	<u>\$ 14,330,988</u>	<u>\$ 9,007,685</u>
	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>5.75%</b>	<b>Discount Rate</b>	<b>7.75%</b>
Net Pension Liability - Fire Department.....	<u>\$ 6,739,220</u>	<u>\$ 3,181,236</u>	<u>\$ 211,636</u>
	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>5.50%</b>	<b>Discount Rate</b>	<b>7.50%</b>
Net Pension Liability - Volunteer Firefighters'.....	<u>\$ 509,099</u>	<u>\$ 296,241</u>	<u>\$ 121,395</u>
	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>2.93%</b>	<b>Discount Rate</b>	<b>4.93%</b>
Net Pension Liability - Elected Officials.....	<u>\$ 2,685,474</u>	<u>\$ 2,412,662</u>	<u>\$ 2,183,739</u>

*[The remainder of this page intentionally left blank]*

Based upon the latest actuarial valuations, the actuarial value of assets and actuarial liabilities for the PERS plan were as follows:

### Schedule of Funding Progress

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) (b)</b>	<b>Unfunded/ (Overfunded) AAL (UAAL) (b) - (a)</b>	<b>Funded Ratio (a) / (b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll [(b) - (a) / (c)]</b>
<u><b>General Employees</b></u>						
7/1/2023	\$ 66,233,340	\$ 77,335,655	\$ 11,102,315	85.6%	\$ 4,933,067	225.1%
7/1/2021	63,974,100	71,720,670	7,746,570	89.2%	5,577,784	138.9%
7/1/2019	60,025,297	70,173,874	10,148,577	85.5%	6,483,853	156.5%
7/1/2017	56,798,982	66,767,969	9,968,987	85.1%	6,928,764	143.9%
7/1/2015	51,876,438	64,955,186	13,078,748	79.9%	7,512,900	174.1%
<u><b>Police Department</b></u>						
7/1/2024	\$ 34,806,667	\$ 48,606,037	\$ 13,799,370	71.6%	\$ 4,938,041	279.5%
7/1/2022	32,138,621	41,795,197	9,656,576	76.9%	2,736,680	352.9%
7/1/2020	28,867,108	38,084,549	9,217,441	75.8%	2,747,092	335.5%
7/1/2018	26,821,124	35,840,433	9,019,309	74.8%	2,910,255	309.9%
7/1/2016	23,200,000	34,580,901	11,380,901	67.1%	3,044,642	373.8%
<u><b>Fire Department</b></u>						
7/1/2022	\$ 24,246,627	\$ 28,374,333	\$ 4,127,706	85.5%	\$ 2,111,950	195.4%
7/1/2022	22,169,784	25,420,119	3,250,335	87.2%	2,374,531	136.9%
7/1/2020	19,456,360	23,427,555	3,971,195	83.0%	2,397,448	165.6%
7/1/2018	17,068,136	21,873,087	4,804,951	78.0%	2,320,579	207.1%
7/1/2016	14,472,343	21,022,240	6,549,897	68.8%	2,273,343	288.1%
<u><b>Volunteer Fire</b></u>						
7/1/2023	\$ 1,216,969	\$ 1,682,086	\$ 465,117	72.3%	N/A	N/A
7/1/2021	1,217,024	1,689,482	472,458	72.0%	N/A	N/A
7/1/2019	1,033,463	1,104,952	71,489	93.5%	N/A	N/A
7/1/2017	961,016	881,611	(79,405)	109.0%	N/A	N/A
7/1/2015	892,409	922,562	30,153	96.7%	N/A	N/A

*[The remainder of this page intentionally left blank]*

### Schedule of Employer Contributions

<b>Year Ended June 30</b>	<b>Actuarial Determined Contribution</b>	<b>Actual Contribution</b>	<b>Percentage Contributed</b>
<b><u>General Employees</u></b>			
2026 (1)	\$ 2,248,591	\$ 2,248,591	100.0%
2025 (1)	2,248,591	2,248,591	100.0%
2024	1,918,554	1,924,685	100.3%
2023	1,918,554	2,013,622	105.0%
2022	2,241,383	2,217,670	98.9%
<b><u>Police Department</u></b>			
2026 (1)	\$ 2,496,914	\$ 2,496,914	100.0%
2025 (1)	2,045,556	2,045,556	100.0%
2024	2,023,776	2,139,153	105.7%
2023	1,670,859	1,861,884	111.4%
2022	1,653,267	1,524,066	92.2%
<b><u>Fire Department</u></b>			
2026 (1)	\$ 1,066,883	\$ 1,066,883	100.0%
2025 (1)	934,108	934,108	100.0%
2024	926,777	931,963	100.6%
2023	906,861	952,841	105.1%
2022	899,281	870,881	96.8%
<b><u>Volunteer Fire</u></b>			
2026 (1)	\$ 162,503	\$ 162,503	100.0%
2025 (1)	162,503	162,503	100.0%
2024	202,345	202,345	100.0%
2023	202,345	202,345	100.0%
2022	28,773	28,773	100.0%
2021	28,773	28,773	100.0%

(1) As budgeted for fiscal years 2024-25 and 2025-26.

Please refer to Appendix A "Basic Financial Statements, Note 13 to Financial Statements" herein for additional information on the Town's Pension Plans.

### OTHER POST-EMPLOYMENT BENEFITS

The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. The post-retirement plan does not issue stand-alone financial reports.

From an accrual accounting perspective, the cost of post-employment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2013, the Town recognizes the cost of post-employment healthcare in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. Recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2009 liability.

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town funds its contributions to the plan under the pay-as-you-go method. The Town determines the required contribution using the Entry Age Normal as a Level Percent of Pay (previously projected unit credit).

For fiscal year 2016-17, the Town implemented Government Accounting Standards Board's ("GASB") Statement No. 74. In accordance with GASB Statement No. 74, the net position is based on the fair market value as of the end of the fiscal year and the total OPEB liability is based on the actuarial assumptions as of the prior valuation date updated to the end of the fiscal year. The components of the net OPEB liability of the Town as of June 30 were as follows:

	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Total OPEB liability.....	\$ 97,404,095	\$ 97,010,066	\$ 94,642,408	\$ 92,433,591	\$ 82,204,388
Plan fiduciary net position.....	1,290,738	916,532	563,380	464,773	-
Net OPEB liability.....	<u>\$ 96,113,357</u>	<u>\$ 96,093,534</u>	<u>\$ 94,079,028</u>	<u>\$ 91,968,818</u>	<u>\$ 82,204,388</u>
Plan fiduciary net position as a % of total OPEB liability.....	1.3%	0.9%	0.6%	0.5%	0.0%

The following represents the net OPEB liability of the Town, calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>2.93%</b>	<b>Discount Rate</b>	<b>4.93%</b>
Net OPEB Liability.....	\$ 110,367,769	\$ 96,113,357	\$ 84,425,432

The following represents the net OPEB liability of the Town, calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

	<b>1% Decrease in</b>	<b>Current</b>	<b>1% Increase in</b>
	<b>Health Care Cost</b>	<b>Health Care Cost</b>	<b>Health Care Cost</b>
	<b>Trend Rates</b>	<b>Trend Rates</b>	<b>Trend Rates</b>
Net OPEB Liability.....	\$ 82,265,111	\$ 96,113,357	\$ 113,640,472

## INVESTMENT POLICIES AND PROCEDURES

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

The Connecticut General Statutes ("CGS") (Section 7-400) permit municipalities to invest in obligations of the United States and its agencies, highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof, and shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated investment companies (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. CGS Sections 3-27d and 3-27f also provide for investment in shares of the Connecticut Short-Term Investment Fund. Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

### PROPERTY TAX REVENUES (1)

<b>Fiscal Year</b>	<b>General Fund Revenues</b>	<b>Property Tax Revenues</b>	<b>Property Tax As a % of General Fund Revenues</b>
2026 (Adopted Budget)	\$ 137,612,317	\$ 124,763,724	90.7
2025 (Estimated Actuals)	128,080,331	114,699,899	89.6
2024	130,662,347	108,071,318	82.7
2023	121,475,953	100,518,638	82.7
2022	117,209,352	96,763,402	82.6
2021	114,642,377	96,098,000	83.8
2020	108,510,020	91,248,922	84.1
2019	106,449,552	59,005,054	55.4
2018	104,529,510	85,795,155	82.1
2017	104,695,831	84,624,119	80.8

(1) Fiscal years 2024-25 and 2025-26 are presented on a budgetary basis, all other fiscal years are presented on a GAAP basis.

Source: Annual audited financial statements, fiscal year 2024-25 estimated actuals and 2025-26 adopted budgets.

### INTERGOVERNMENTAL REVENUES (1)

<b>Fiscal Year</b>	<b>General Fund Revenues</b>	<b>Intergovernmental Revenues</b>	<b>Aid As a % of General Fund</b>
2026 (Adopted Budget)	\$ 137,612,317	\$ 7,881,236	5.7
2025 (Estimated Actuals)	127,779,120	8,003,907	6.3
2024	130,662,347	17,370,359	13.3
2023	121,475,953	17,084,341	14.1
2022	117,209,352	15,911,105	13.6
2021	114,642,377	14,667,439	12.8
2020	108,510,020	12,828,891	11.8
2019	106,449,552	13,225,380	12.4
2018	104,529,510	14,591,953	14.0
2017	104,695,831	14,995,758	14.3

(1) Fiscal years 2024-25 and 2025-26 are presented on a budgetary basis, all other fiscal years are presented on a GAAP basis.

Source: Annual audited financial statements, fiscal year 2024-25 estimated actuals and 2025-26 adopted budgets.

### EXPENDITURES (1)

<b>Fiscal Year</b>	<b>Board of Education %</b>	<b>Employee Benefits %</b>	<b>Public Safety %</b>	<b>Debt Service %</b>	<b>Public Works %</b>	<b>General Government %</b>
2026 (Adopted Budget)	49.8	14.4	12.5	7.6	6.3	5.9
2025 (Estimated Actuals)	50.0	13.9	12.4	7.9	5.2	7.2
2024	55.0	12.6	11.5	7.1	5.0	7.3
2023	55.8	11.8	11.2	7.4	5.0	7.6
2022	56.1	11.7	11.2	7.2	4.8	7.7
2021	56.0	11.3	10.8	7.5	4.7	7.5
2020	56.8	11.3	10.4	7.1	4.4	7.7
2019	57.2	11.0	10.1	6.2	4.5	8.3
2018	58.9	11.1	9.9	6.4	4.3	7.5
2017	58.4	11.5	9.7	6.4	4.1	6.0

(1) Fiscal years 2024-25 and 2025-26 are presented on a budgetary basis, all other fiscal years are presented on a GAAP basis.

Source: Annual audited financial statements, fiscal year 2024-25 estimated actuals and 2025-26 adopted budgets.



**COMPARATIVE GENERAL FUND OPERATING STATEMENT**  
(Budget and Actual – Budgetary Basis)

	Fiscal Year 2023-24			2024-25	2025-26
	Final Budget	Actual Operations	Variance Favorable (Unfavorable)	Estimated Actuals	Adopted Budget
<b>Revenues</b>					
Property taxes.....	\$ 107,899,898	\$ 108,071,318	\$ 171,420	\$ 114,852,676	\$ 124,763,724
Education grants.....	4,190,187	4,168,482	(21,705)	4,535,261	4,352,132
Other government grants.....	3,235,985	3,364,718	128,733	3,468,646	3,529,104
Investment income.....	500,000	1,440,673	940,673	2,012,820	850,000
Charges for services.....	3,344,313	3,531,827	187,514	1,117,415	1,380,357
Other.....	200,000	248,170	48,170	1,792,302	2,737,000
<b>Total Revenues.....</b>	<b>119,370,383</b>	<b>120,825,188</b>	<b>1,454,805</b>	<b>127,779,120</b>	<b>137,612,317</b>
<b>Expenditures</b>					
Current:					
General government.....	8,076,128	7,878,068	198,060	9,216,535	8,132,921
Public safety.....	15,145,556	15,060,071	85,485	15,912,799	17,169,853
Public works.....	6,783,468	6,598,017	185,451	6,700,927	8,710,384
Health and human services.....	1,013,812	992,701	21,111	1,191,244	1,293,830
Recreation.....	644,293	644,293	-	644,946	703,024
Employee benefits.....	16,471,177	16,471,171	6	17,843,793	19,840,267
Education.....	61,643,954	61,643,954	-	64,022,728	68,495,858
Miscellaneous.....	1,703,754	1,699,458	4,296	1,475,622	1,819,180
Capital.....	-	-	-	854,668	933,000
Debt service.....	9,294,708	9,294,708	-	10,122,056	10,514,000
<b>Total Expenditures.....</b>	<b>120,776,850</b>	<b>120,282,441</b>	<b>494,409</b>	<b>127,985,318</b>	<b>137,612,317</b>
Revenues over (under) expenditures.....	(1,406,467)	542,747	1,949,214	(206,198)	-
Other financing sources (uses):					
Operating transfers in.....	700,000	511,772	(188,228)	500,000	-
Operating transfers out.....	(723,533)	(723,533)	-	-	-
Other.....	5,000	64,777	59,777	-	-
Appropriated fund balance.....	1,425,000	-	(1,425,000)	-	-
Total other financing sources (uses).....	1,406,467	(146,984)	(1,553,451)	500,000	-
Net change in fund balances.....	\$ -	\$ 395,763	\$ 395,763	\$ 293,802	\$ -

Source: Annual audited financial statements, fiscal year 2024-25 estimated actuals and 2025-26 adopted budget.

*[The remainder of this page intentionally left blank]*

**COMPARATIVE GENERAL FUND BALANCE SHEET**  
(Summary of Assets and Liabilities)  
(GAAP BASIS)

<b>Fiscal Year Ended:</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
<b>Assets</b>					
Cash and cash equivalents.....	\$ 19,182,963	\$ 23,609,180	\$ 25,095,604	\$ 30,633,914	\$ 23,574,923
Restricted cash .....	-	-	-	-	1,121,482
Investments.....	-	-	-	-	4,079,951
Receivables, net:					
Property taxes.....	2,929,278	2,849,980	1,915,456	2,138,957	3,627,043
Leases.....	-	-	2,372,164	2,234,361	2,090,009
Assessments and user charges.....	165,495	165,495	165,495	114,005	108,494
Intergovernmental.....	34,902	-	-	-	37,585
Other .....	85,996	32,363	137,737	9,562	144,022
Due from other funds.....	6,416,417	4,565,516	4,644,850	4,773,758	5,236,577
Prepaid expenses / Other.....	-	173,306	-	-	-
<b>Total Assets.....</b>	<b>\$ 28,815,051</b>	<b>\$ 31,395,840</b>	<b>\$ 34,331,306</b>	<b>\$ 39,904,557</b>	<b>\$ 40,020,086</b>
<b>Liabilities</b>					
Accounts payables .....	\$ 5,048,294	\$ 2,618,272	\$ 2,535,756	\$ 1,826,826	\$ 2,518,862
Accrued payroll.....	200,307	277,573	2,559,652	3,342,982	3,844,486
Unearned revenue.....	32,250	32,250	-	-	27,500
Due to other funds.....	8,325,391	13,015,534	12,027,769	17,264,703	15,913,481
Overpayments.....	-	-	354,103	27,305	91,323
Performance bonds.....	1,047,189	1,073,611	1,110,384	1,971,308	1,114,362
Other.....	212,003	303,688	260,977	212,663	-
<b>Total Liabilities.....</b>	<b>14,865,434</b>	<b>17,320,928</b>	<b>18,848,641</b>	<b>24,645,787</b>	<b>23,510,014</b>
<b>Deferred Inflows of Resources</b>					
Advanced tax collections.....	2,722,979	2,632,632	1,612,317	1,630,791	3,132,950
Sewer assessments.....	165,495	165,495	165,495	114,005	108,494
Lease related.....	-	-	2,309,957	2,133,410	1,956,865
<b>Total Deferred Inflows of Resources.....</b>	<b>2,888,474</b>	<b>2,798,127</b>	<b>4,087,769</b>	<b>3,878,206</b>	<b>5,198,309</b>
<b>Fund Balances</b>					
Nonspendable.....	-	-	62,207	100,951	133,144
Restricted.....	-	-	-	153,851	-
Committed.....	557,718	-	-	456,068	-
Assigned.....	2,299,012	2,388,756	1,447,653	1,443,539	1,435,043
Unassigned.....	8,204,413	8,888,029	9,885,036	9,226,155	9,743,576
<b>Total Fund Balances.....</b>	<b>11,061,143</b>	<b>11,276,785</b>	<b>11,394,896</b>	<b>11,380,564</b>	<b>11,311,763</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances.....</b>	<b>\$ 28,815,051</b>	<b>\$ 31,395,840</b>	<b>\$ 34,331,306</b>	<b>\$ 39,904,557</b>	<b>\$ 40,020,086</b>

**ANALYSIS OF GENERAL FUND EQUITY**  
(GAAP BASIS)

	<b>Actual 2019-20</b>	<b>Actual 2020-21</b>	<b>Actual 2021-22</b>	<b>Actual 2022-23</b>	<b>Actual 2023-24</b>
Nonspendable.....	\$ -	\$ -	\$ 62,207	\$ 100,951	\$ 133,144
Restricted.....	-	-	-	153,851	-
Committed.....	557,718	-	-	456,068	-
Assigned.....	2,299,012	2,388,756	1,447,653	1,443,539	1,435,043
Unassigned.....	8,204,413	8,888,029	9,885,036	9,226,155	9,743,576
<b>Total Fund Balance.....</b>	<b>\$ 11,061,143</b>	<b>\$ 11,276,785</b>	<b>\$ 11,394,896</b>	<b>\$ 11,380,564</b>	<b>\$ 11,311,763</b>
Total Fund Balance as % of Total Expenditures & Transfers.....	10.11%	9.82%	9.59%	9.22%	8.60%

Source: Annual audited financial statements.

**COMPARATIVE GENERAL FUND REVENUES AND EXPENDITURES**  
(Summary of Audited Revenues and Expenditures)  
(GAAP BASIS)

<b>Fiscal Year Ended:</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
<b>Revenues</b>					
Property taxes.....	\$ 91,248,922	\$ 96,098,000	\$ 96,763,402	\$ 100,518,638	\$ 108,071,318
Intergovernmental.....	12,828,891	14,667,439	15,911,105	17,084,341	17,370,359
Investment income.....	225,381	134,398	262,107	527,749	1,440,673
Charges for services.....	3,482,742	2,675,139	3,262,799	3,441,940	3,779,997
Net change in fair value.....	-	-	-	(513,794)	-
Other.....	724,084	1,067,401	1,009,939	417,079	-
<b>Total Revenues.....</b>	<b>108,510,020</b>	<b>114,642,377</b>	<b>117,209,352</b>	<b>121,475,953</b>	<b>130,662,347</b>
<b>Expenditures</b>					
General government.....	8,351,340	8,589,996	9,024,638	9,416,157	9,577,526
Public safety.....	11,364,974	12,346,711	13,106,812	13,729,457	15,060,071
Public works.....	4,813,788	5,421,056	5,596,026	6,133,369	6,598,017
Health and welfare.....	1,003,448	1,019,303	1,005,450	914,366	1,001,197
Culture and recreation.....	529,401	565,839	577,713	615,070	644,293
Benefits and insurance.....	12,357,604	12,929,862	13,751,371	14,514,831	16,471,171
Education.....	62,008,577	64,078,108	65,834,195	68,659,714	71,937,181
Debt service.....	7,740,003	8,578,004	8,453,853	9,141,762	9,294,708
Capital outlay.....	921,042	962,832	-	-	179,793
<b>Total Expenditures.....</b>	<b>109,090,177</b>	<b>114,491,711</b>	<b>117,350,058</b>	<b>123,124,726</b>	<b>130,763,957</b>
Revenues over (under) expenditures	(580,157)	150,666	(140,706)	(1,648,773)	(101,610)
Other financing sources (uses)					
Issuance of debt.....	-	-	-	-	179,793
Transfers in.....	330,000	400,000	1,657,993	1,670,000	511,772
Transfers out.....	(282,875)	(350,000)	(1,462,150)	(371,950)	(723,533)
Sale of capital assets.....	12,224	14,976	62,974	26,910	64,777
<b>Total other financing sources (uses)...</b>	<b>59,349</b>	<b>64,976</b>	<b>258,817</b>	<b>1,324,960</b>	<b>32,809</b>
Net change in fund balances.....	(520,808)	215,642	118,111	(323,813)	(68,801)
Fund Balance - July 1.....	11,581,951	11,061,143	11,276,785	11,704,377 (1)	11,380,564
Fund Balance - June 30.....	<u>\$ 11,061,143</u>	<u>\$ 11,276,785</u>	<u>\$ 11,394,896</u>	<u>\$ 11,380,564</u>	<u>\$ 11,311,763</u>

(1) As restated.

Source: Annual audited financial statements.

*[The remainder of this page intentionally left blank]*

## VI. DEBT SUMMARY

### PRINCIPAL AMOUNT OF INDEBTEDNESS As of October 30, 2025 (Pro Forma)

#### Long-Term Debt: Bonds

Date of Issue	Purpose	Rate %	Original Issue Amount	Principal Outstanding as of 10/30/25	Final Fiscal Year Maturity
<b><u>General Purpose</u></b>					
4/26/2006	General Purpose .....	3.875 - 5.00	\$ 935,000	\$ -	2026
11/10/2016	General Purpose .....	2.00 - 4.00	3,000,000	675,000	2028
8/13/2019	Refunding - General Purpose .....	5.00	10,472,000	3,065,000	2029
11/7/2019	General Purpose .....	2.50 - 5.00	15,000,000	13,200,000	2030
7/21/2020	Refunding - General Purpose .....	0.415 - 2.40	1,541,000	1,478,000	2037
11/5/2020	General Purpose .....	2.00 - 4.00	5,500,000	4,900,000	2041
11/4/2021	General Purpose .....	2.00 - 5.00	2,000,000	1,920,000	2042
11/3/2022	General Purpose .....	4.00 - 5.00	1,200,000	1,200,000	2033
11/2/2023	General Purpose.....	4.00 - 5.00	2,000,000	2,000,000	2044
11/1/2024	General Purpose.....	3.125 - 5.00	4,750,000	4,750,000	2045
10/30/2025	General Purpose (This Issue).....	TBD	5,905,000	5,905,000	2046
			<b>\$ 52,303,000</b>	<b>\$ 39,093,000</b>	
<b><u>Schools</u></b>					
4/26/2006	Schools .....	3.875 - 5.00	\$ 22,445,000	\$ -	2026
1/23/2007	Schools .....	3.875 - 4.75	21,850,000	1,150,000	2027
11/10/2016	Schools .....	2.00 - 4.00	7,000,000	1,350,000	2028
11/9/2017	Schools .....	2.25 - 5.00	7,500,000	5,850,000	2038
11/8/2018	Schools .....	2.25 - 5.00	7,500,000	3,600,000	2033
7/21/2020	Refunding - Schools .....	0.415 - 2.40	31,434,000	23,254,000	2039
11/4/2021	Schools .....	2.00 - 5.00	3,700,000	3,555,000	2042
11/2/2023	Schools .....	4.00 - 5.00	3,500,000	3,500,000	2044
11/1/2024	Schools .....	3.125 - 5.00	1,890,000	1,890,000	2045
			<b>\$106,819,000</b>	<b>\$ 44,149,000</b>	
<b><u>Sewers</u></b>					
4/20/2006	Clean Water Fund Loan #489-C.....	2.00	\$ 889,772	\$ 31,513	2037
10/30/2025	Sewers (This Issue).....	TBD	\$ 365,000	\$ 365,000	2046
			<b>\$ 889,772</b>	<b>\$ 31,513</b>	
	<b>Total .....</b>		<b>\$160,011,772</b>	<b>\$ 83,273,513</b>	

#### Short-Term Debt: Notes

Date of Issue	Purpose	Rate %	Original Issue Amount	Principal Outstanding as of 10/30/25	Date of Maturity
<b><u>General Purpose</u></b>					
10/30/2025	General Purpose (This Issue).....	TBD	\$ 6,250,000	\$ 6,250,000	10/29/2026
			<b>\$ 6,250,000</b>	<b>\$ 6,250,000</b>	

**Other Long-Term Commitments: Lease Liabilities**

<b>Fiscal Year Ended June 30</b>	<b>Principi</b>	<b>Interest</b>
2025	\$ 82,296	\$ 30,116
2026	74,108	26,990
2027	64,141	23,998
2028	65,176	21,187
2029	74,149	18,254
2030	77,486	14,918
2031	80,973	11,431
2032	84,617	7,787
2033	88,426	3,979
Total lease payments	<u>\$ 691,372</u>	<u>\$ 158,660</u>

**COMBINED SCHEDULE OF LONG-TERM DEBT**

As of October 30, 2025

(Pro Forma)

<b>Fiscal Year</b>	<b>Principal Payments</b>	<b>Interest Payments</b>	<b>Total Debt Service</b>	<b>The Bonds Principal Payments</b>	<b>All Issues Principal (1)</b>
2025-26	\$ 8,184,907	\$ 2,329,417	\$ 10,514,324	\$ -	\$ 8,184,907
2026-27	7,920,000	1,908,295	9,828,295	-	7,920,000
2027-28	6,775,000	1,669,407	8,444,407	330,000	7,105,000
2028-29	6,330,000	1,473,850	7,803,850	330,000	6,660,000
2029-30	5,550,000	1,318,674	6,868,674	330,000	5,880,000
2030-31	5,520,000	1,187,867	6,707,867	330,000	5,850,000
2031-32	5,490,000	1,056,967	6,546,967	330,000	5,820,000
2032-33	5,485,000	925,623	6,410,623	330,000	5,815,000
2033-34	5,105,000	799,623	5,904,623	330,000	5,435,000
2034-35	5,075,000	678,523	5,753,523	330,000	5,405,000
2035-36	4,990,000	557,870	5,547,870	330,000	5,320,000
2036-37	3,490,000	450,425	3,940,425	330,000	3,820,000
2037-38	3,105,000	359,110	3,464,110	330,000	3,435,000
2038-39	2,690,000	277,513	2,967,513	330,000	3,020,000
2039-40	2,350,000	204,156	2,554,156	330,000	2,680,000
2040-41	1,450,000	145,969	1,595,969	330,000	1,780,000
2041-42	1,125,000	103,188	1,228,188	330,000	1,455,000
2042-43	800,000	67,094	867,094	330,000	1,130,000
2043-44	800,000	34,438	834,438	330,000	1,130,000
2044-45	450,000	9,000	459,000	330,000	780,000
2045-46	-	-	-	330,000	330,000
	<u>\$ 82,684,907</u>	<u>\$ 15,557,009</u>	<u>\$ 98,241,916</u>	<u>\$ 6,270,000</u>	<u>\$ 88,954,907</u>

(1) Does not reflect fiscal year 2025-26 principal payments of \$5,316,394 made as of October 30, 2025.

Source: Town of North Haven.

**THE TOWN OF NORTH HAVEN, CONNECTICUT HAS NEVER DEFAULTED IN THE PAYMENT OF PRINCIPAL OR INTEREST ON ITS BONDS OR NOTES.**

**OVERLAPPING AND UNDERLYING INDEBTEDNESS**

The Town has no overlapping or underlying indebtedness.

**DEBT STATEMENT**

As of October 30, 2025

(Pro Forma)

<b>Long-Term Indebtedness (1)</b>	
The Bonds (This Issue).....	\$ 6,270,000
General Purpose.....	33,188,000
Schools.....	44,149,000
State of Connecticut CWF Project Loan Obligation.....	31,513
<b>Total Long-Term Indebtedness.....</b>	<b>83,638,513</b>
<b>Short-Term Indebtedness</b>	
The Notes (This Issue).....	6,250,000
<b>Total Direct Indebtedness.....</b>	<b>89,888,513</b>
<b>Exclusions.....</b>	<b>-</b>
<b>Total Net Direct Indebtedness.....</b>	<b>\$ 89,888,513</b>

- (1) Does not include authorized but unissued debt of \$11,178,530. See "Authorized but Unissued Debt" herein for a complete list of all projects currently authorized by the Town.

**CURRENT DEBT RATIOS**

As of October 30, 2025

(Pro Forma)

Total Direct Indebtedness.....	\$ 89,888,513
Total Net Direct Indebtedness.....	\$ 89,888,513
Population (1).....	24,177
Net Taxable Grand List (10/1/24).....	\$ 4,196,209,250
Estimated Full Value.....	\$ 5,994,584,643
Equalized Net Taxable Grand List (2023) (2).....	\$ 6,832,996,642
Per Capita Income (1).....	\$ 59,243
<b>Total Direct Indebtedness:</b>	
Per Capita.....	\$3,717.93
To Net Taxable Grand List .....	2.14%
To Estimated Full Value .....	1.50%
To Equalized Net Taxable Grand List.....	1.32%
Per Capita to Per Capita Income.....	6.28%
<b>Total Net Direct Indebtedness:</b>	
Per Capita.....	\$3,717.93
To Net Taxable Grand List.....	2.14%
To Estimated Full Value.....	1.50%
To Equalized Net Taxable Grand List.....	1.32%
Per Capita to Per Capita Income.....	6.28%

- (1) U.S. Department of Commerce, 2019-2023 American Community Survey.
- (2) Office of Policy and Management, State of Connecticut

## LEGAL REQUIREMENTS FOR APPROVAL OF BORROWING

The Town has the power to incur indebtedness as provided by the Connecticut General Statutes and the Town Charter. The issuance of bonds and notes is authorized by the Town Meeting following recommendation by the Board of Finance, except for refunding bonds which are authorized by the Board of Selectmen.

## TEMPORARY FINANCING

When general obligation bonds have been authorized, bond anticipation notes may be issued maturing in not more than two years (CGS Sec. 7-378). Temporary notes may be renewed up to ten years from their original date of issue as long as all project grant payments are applied toward payment of project costs or temporary notes when they become due and payable, and the legislative body schedules principal reductions by the end of the third year and for each subsequent year during which such temporary notes remain outstanding, in an amount equal to a minimum of 1/20<sup>th</sup> (1/30<sup>th</sup> for sewer projects and certain school projects) of the estimated net project cost (CGS Sec. 7-378a). The term of the bond issue is reduced by the amount of time temporary financing exceeds two years.

Temporary notes must be permanently funded no later than ten years from their initial borrowing date, except sewer notes issued in anticipation of State and/or Federal grants. If written commitment exists, the municipality may renew the sewer notes from time to time in terms not to exceed six months until such time that the final grant payments are received (CGS Sec. 7-378b).

Temporary notes may also be issued for up to 15 years for certain capital projects associated with the operation of a waterworks system (CGS Sec. 7-244a) or a sewage system (CGS Sec. 7-264a). In the first year following the completion of the project(s), or in the sixth year following the original date of issue (whichever is sooner), and in each year thereafter, the notes must be reduced by 1/15<sup>th</sup> of the total amount of the notes issued by funds derived from sources of payment specified by statute. Temporary notes may be issued in one-year maturities for up to 15 years in anticipation of sewer assessments receivable, such notes to be reduced annually by the amount of assessments received during the preceding year (CGS Sec. 7-269a).

## SCHOOL BUILDING GRANT REIMBURSEMENTS

Pursuant to Section 10-287i of the Connecticut General Statutes, the State of Connecticut will provide proportional progress payments for eligible school construction expenses on projects approved after July 1, 1996 (the "Current Program").

Under the Current Program, the State of Connecticut is making proportional progress payments for eligible construction costs during project construction. The State grants are paid directly to the municipality after it submits its request for progress payments, and accordingly, the municipality issues its bonds only for its share of project costs.

<u>Project</u>	<u>Amount of Total Authorization</u>	<u>Estimated Non-reimbursable Costs</u>	<u>Estimated Eligible Cost For Reimbursement</u>	<u>Reimbursement Rate (%)</u>	<u>Estimated Grant</u>
North Haven Middle School.....	\$ 69,814,452	\$ 21,596,364	\$ 48,218,088	39.64	\$ 19,113,650

## CLEAN WATER FUND PROGRAM

The Town is a participant in the State of Connecticut Clean Water Fund Program (Connecticut General Statutes Section 22a-475 et seq., as amended) which provides financial assistance through a combination of grants and loans bearing interest at a rate of 2% per annum. All participating municipalities receive a grant of 20% and a loan of 80% of total eligible costs (with the exception of combined sewer overflow correction projects which are financed with a 50% grant and a 50% loan and denitrification projects which are financed by a 30% grant and 70% loan.)

Loans to each municipality are made pursuant to Project Grant and Project Loan Agreements (the "Loan Agreement"). Each municipality is obligated to repay only that amount which it draws down for the payment of project costs (Interim Funding Obligations). Each municipality must deliver to the State an obligation secured by the full faith and credit of the municipality, and/or a dedicated source of revenue of such municipality.

Amortization of each loan is required to begin one year from the earlier of the project completion date specified in the Loan Agreement or the actual project completion date. The final maturity of each loan is twenty years from the scheduled completion date. Principal and interest payments are made (1) in equal monthly installments commencing one month after the scheduled completion date, or (2) in single annual installments representing 1/20 of total principal not later than one year from the project completion date specified in the Loan Agreement repayable thereafter in monthly installments. Loans made under loan agreements entered into prior to July 1, 1989 are repayable in annual installments. Borrowers may elect to make level debt service payments or level principal payments. Borrowers may prepay their loans at any time prior to maturity without penalty.

The Town has the following Clean Water Project Loan Obligation ("PLO") outstanding:

<b>Project</b>	<b>Original 2% Loan Amount</b>	<b>Amount Outstanding As of October 30, 2025</b>
CWF PLO 489-C.....	\$ 889,772	\$ 31,513

**LIMITATION OF INDEBTEDNESS**

Municipalities shall not incur indebtedness through the issuance of bonds or notes which will cause aggregate indebtedness by class to exceed the following:

General Purposes:	2.25 times annual receipts from taxation
School Purposes:	4.50 times annual receipts from taxation
Sewer Purposes:	3.75 times annual receipts from taxation
Urban Renewal Purposes:	3.25 times annual receipts from taxation
Unfunded Pension Liability Purposes:	3.00 times annual receipts from taxation

In no case however, shall total indebtedness exceed seven times the base. "Annual receipts from taxation," (the "base") are defined as total tax collections including interest, penalties and late payment of taxes and state payments for revenue loss under Connecticut General Statutes Sections 12-129d and 7-528.

Section 7-374 of the Connecticut General Statutes also provides for exclusion from the debt limit calculation debt (i) issued in anticipation of taxes; (ii) issued for the supply of water, gas, electricity, electric demand response, conservation and load management, distributed generation and renewable energy projects; for the construction of subways for cables, wires and pipes; for the construction of underground conduits for cables, wires and pipes; for the construction and operation of a municipal community antenna television system and for two or more of such purposes; (iii) issued in anticipation of the receipt of proceeds from assessments levied upon property benefited by any public improvement; (iv) issued in anticipation of the receipt of proceeds from State or Federal grants evidenced by a written commitment or for which allocation has been approved by the State Bond Commission or from a contract with the state, state agencies or another municipality providing for the reimbursement of costs but only to the extent such indebtedness can be paid from such proceeds; (v) issued for certain water pollution control projects; and (vi) upon placement in an escrow of the proceeds of refunding bonds, notes or other obligations or other funds of the municipality in an amount sufficient to provide for the payment when due of principal of and interest on such bond, note or other evidence of indebtedness.

*[The remainder of this page intentionally left blank]*



# STATEMENT OF STATUTORY DEBT LIMITATION

As of October 30, 2025

(Pro Forma)

Total tax collections (including interest and lien fees) - Base for Establishing Debt Limit (1) \$ 99,617,438

Debt Limitation	General Purpose	Schools	Sewers	Urban Renewal	Past Pension	Total Debt
(2.25 times base).....	\$ 224,139,236					
(4.50 times base).....		\$ 448,278,471				
(3.75 times base).....			\$ 373,565,393			
(3.25 times base).....				\$ 323,756,674		
(3.00 times base).....					\$ 298,852,314	
(7.00 times base).....						\$ 697,322,066
<b>Indebtedness (Including the Bonds and Notes)</b>						
Bonds Payable.....	\$ 33,188,000	\$ 44,149,000	\$ -	\$ -	\$ -	\$ 77,337,000
The Bonds (This Issue)....	5,905,000	-	365,000	-	-	6,270,000
The Notes (This Issue)....	6,250,000	-	-	-	-	6,250,000
State of Connecticut Clean Water Fund Project Loan Obligation ("PLO").....	-	-	31,513	-	-	31,513
Authorized but Unissued Debt.....	11,065,278	110,802	2,450	-	-	11,178,530
Total Indebtedness	56,408,278	44,259,802	398,963	-	-	101,067,043
Less receivable: Grants receivable (2).....	(13,765,278)	-	-	-	-	(13,765,278)
Total Net Indebtedness....	42,643,000	44,259,802	398,963	-	-	87,301,765
Excess of Limit Over Outstanding and Authorized Debt.....	\$ 181,496,236	\$ 404,018,669	\$ 373,166,430	\$ 323,756,674	\$ 298,852,314	\$ 610,020,301

(1) Fiscal year ending June 30, 2025 tax collections are not yet available, however the Town expects fiscal year 2025 tax collections will exceed the amount collected in fiscal year 2024. As a result, the Town expects that its statutory debt limit will increase.

(2) It is estimated that the Town will receive grants for the balance of the authorizations and does not expect to finance the authorized but unissued amounts.

Source: Town Officials.

## AUTHORIZED BUT UNISSUED DEBT

Projects	Amount Authorized	Prior Financings	Notes Maturing October 30, 2025	Paydowns/ Grants (1)	The Bonds (This Issue)	The Notes (This Issue)	Authorized But Unissued
Sackett Point Bridge.....	\$ 15,000,000	\$ 1,200,000	\$ -	\$ 9,980,722	\$ -	\$ 3,000,000	\$ 819,278 (2)
North Haven Middle School.....	69,814,452	50,700,000	-	19,113,650	-	-	802
2020 School Security Improvements.....	2,000,000	1,890,000	-	-	-	-	110,000
Recycling/Transfer Center Improvements...	355,000	-	355,000	-	355,000	-	-
Water Pollution Control Facility Studies.....	815,000	-	815,000 (3)	447,550	365,000	-	2,450
Town Roads and Bridges Improvements.....	6,407,000	-	3,135,000	-	3,135,000	-	3,272,000 (4)
The Five Mile Brook Channel Clearing Conservation Project.....	193,000	-	45,000	-	45,000	-	148,000 (4)
Town Sports and Recreation Facilities Repairs and Improvements.....	751,000	-	469,000	-	469,000	-	282,000 (4)
Temple Pines Senior Housing Facility Repairs and Improvements.....	5,700,000	-	-	-	-	-	5,700,000 (4)
Town Buildings Repairs, Improvements and Replacements.....	2,745,000	-	1,901,000	-	1,901,000	-	844,000 (4)
2024 Road Milling and Paving Project.....	2,800,000	-	-	-	-	2,800,000	-
Various Town Buildings Improvements.....	450,000	-	-	-	-	450,000	-
Total.....	\$ 107,030,452	\$ 53,790,000	\$ 6,720,000	\$ 29,541,922	\$ 6,270,000	\$ 6,250,000	\$ 11,178,530

(1) Over the life of the authorization.

(2) It is estimated the Town will receive State and Federal grants in the amount of \$13,500,000 during the construction of the Sackett Point Bridge project. As of October 30, 2025, the Town has received \$9,980,722 in grants. The Notes are expected to be paid for by the expected grants.

(3) \$815,000 of Note proceeds originally issued for the Sackett Point Bridge project were reallocated to the Water Pollution Control Facilities Studies project.

(4) It is estimated that the Town will receive grants for the balance of the authorizations and does not expect to finance the authorized but unissued amounts.

Source: Town Officials.

## HISTORICAL DEBT STATEMENT

	<u>2024-25 (1)</u>	<u>2023-24</u>	<u>2022-23</u>	<u>2021-22</u>	<u>2020-21</u>
Population (2).....	24,177	24,177	24,177	24,177	24,177
Net taxable grand list.....	\$ 3,271,170,593	\$ 3,263,248,428	\$ 3,219,183,624	\$ 3,124,595,937	\$ 3,115,065,924
Estimated full value.....	\$ 4,673,100,847	\$ 4,661,783,469	\$ 4,598,833,749	\$ 4,463,708,481	\$ 4,450,094,177
Equalized net taxable grand list (3).....	\$ 6,832,996,642	\$ 6,119,152,059	\$ 5,791,127,993	\$ 4,996,037,259	\$ 4,448,012,262
Per capita income (2).....	\$ 59,243	\$ 59,243	\$ 59,243	\$ 59,243	\$ 59,243
Short-term debt.....	\$ 9,720,000	\$ 13,360,000	\$ 16,250,000	\$ 7,820,000	\$ 9,700,000
Long-term debt.....	83,977,817	83,977,817	85,289,681	90,580,519	90,555,351
Total Direct Indebtedness.....	\$ 93,697,817	\$ 97,337,817	\$ 101,539,681	\$ 98,400,519	\$ 100,255,351
Net Direct Indebtedness.....	\$ 93,697,817	\$ 97,337,817	\$ 101,539,681	\$ 98,400,519	\$ 100,255,351

- (1) Unaudited estimates.  
(2) U.S. Department of Commerce, 2019-2023 American Community Survey.  
(3) Office of Policy and Management, State of Connecticut.

## HISTORICAL DEBT RATIOS

	<u>2024-25 (1)</u>	<u>2023-24</u>	<u>2022-23</u>	<u>2021-22</u>	<u>2020-21</u>
<b>Total Direct Indebtedness:</b>					
Per capita.....	\$3,875.49	\$4,026.05	\$4,199.85	\$4,070.01	\$4,146.72
To net taxable grand list.....	2.86%	2.98%	3.15%	3.15%	3.22%
To estimated full value.....	2.01%	2.09%	2.21%	2.20%	2.25%
To equalized net taxable grand list.....	1.37%	1.59%	1.75%	1.97%	2.25%
Debt per capita to per capita income.....	6.54%	6.80%	7.09%	6.87%	7.00%
<b>Net Direct Indebtedness:</b>					
Per capita.....	\$3,875.49	\$4,026.05	\$4,199.85	\$4,070.01	\$4,146.72
To net taxable grand list.....	2.86%	2.98%	3.15%	3.15%	3.22%
To estimated full value.....	2.01%	2.09%	2.21%	2.20%	2.25%
To equalized net taxable grand list.....	1.37%	1.59%	1.75%	1.97%	2.25%
Debt per capita to per capita income.....	9.94%	10.33%	10.78%	10.44%	10.64%

- (1) Unaudited estimates.

*[The remainder of this page intentionally left blank]*

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES TO TOTAL GENERAL FUND  
EXPENDITURES AND TRANSFERS OUT**

<b>Fiscal Year Ended 6/30</b>	<b>Annual Debt Service</b>	<b>Total General Fund Expenditures and Transfers out</b>	<b>Ratio of General Fund Debt Service to Total General Fund Expenditures and Transfers Out %</b>
2026 (1)	\$ 10,514,000	\$ 137,612,317	7.64%
2025 (1)	10,122,056	127,985,318	7.91%
2024	9,294,708	131,487,490	7.07%
2023	9,141,762	123,496,676	7.40%
2022	8,453,853	118,812,208	7.12%
2021	8,578,004	114,841,711	7.47%
2020	7,685,747	103,785,950	7.41%
2019	6,654,290	107,618,059	6.18%
2018	6,790,890	106,468,449	6.38%
2017	6,650,021	103,822,324	6.41%

(1) Fiscal year 2024-25 estimated actuals and 2025-26 adopted budget are presented on a budgetary basis, all other fiscal years are presented on a GAAP basis.

Source: Annual audited financial statements, fiscal year 2024-25 estimated actuals and 2025-26 adopted budget.

*[The remainder of this page intentionally left blank]*

## **VII. LEGAL AND OTHER LITIGATION**

---

### **LITIGATION**

The Town, its officers, employees, boards and commissions are defendants in a number of lawsuits. Following consultation with the Town Attorney, it is the opinion of Town Officials that such pending litigation will not be finally determined so as to result individually or in the aggregate in a final judgment against the Town which would materially adversely affect its financial position.

### **MUNICIPAL ADVISOR**

The Town has retained Munistat Services, Inc. (the "Municipal Advisor") to serve as its municipal advisor in connection with the issuance of the Bonds and the Notes. The Municipal Advisor has not independently verified any of the information contained in this Official Statement and makes no guarantee as to its completeness or accuracy.

### **DOCUMENTS ACCOMPANYING DELIVERY OF THE BONDS AND THE NOTES**

Upon delivery of the Bonds and the Notes, the original purchaser(s) will be furnished with the following:

1. Signature and No Litigation Certificate stating that at the time of delivery no litigation is pending or threatened affecting the validity of the Bonds and the Notes or the levy or collection of taxes to pay them.
2. A certificate on behalf of the Town, signed by the First Selectman and Town Treasurer, which will be dated the date of delivery and which will certify to the best of said officials' knowledge and belief, that at the time bids were accepted on the Bonds and the Notes, the descriptions and statements in the Official Statement relating to the Town and its finances were true and correct in all material respects and did not contain any untrue statements of a material fact or omit to state a material fact necessary to make the statement therein, in the light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in the financial condition of the Town from that set forth in or contemplated by the Official Statement;
3. Receipts for the purchase price of the Bonds and the Notes;
4. The approving opinions of Pullman & Comley, LLC, Bond Counsel in substantially in the forms attached as Appendices B and C;
5. Executed Continuing Disclosure Agreements for the Bonds and the Notes in substantially the forms attached hereto as Appendices D and E; and
6. Within seven business days of the bid opening, the Town will furnish the purchaser of the Bonds and each purchaser of the Notes a reasonable number of copies of the Official Statement, as prepared by the Town.

A record of the proceedings taken by the Town in authorizing Bonds and the Notes will be kept on file at the principal office of U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum St., 27th Floor, Hartford, Connecticut, and will be available for examination upon reasonable request.

*[The remainder of this page intentionally left blank]*

## CONCLUDING STATEMENT

Additional information may be obtained upon request from the office of the First Selectman at (203) 239-5321 or from Munistat Services, Inc. at (203) 421-2087.

Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and as representations of fact. No representation is made that any of such statements will be realized. This Official Statement is not to be construed as a contract or agreement between the Town and the purchasers or holders of any of the Bonds and the Notes.

This Official Statement has been duly authorized and approved by the Town and duly executed and delivered on its behalf by the Town.

### TOWN OF NORTH HAVEN, CONNECTICUT

BY: \_\_\_\_\_  
**MICHAEL J. FREDA**  
*First Selectman*

BY: \_\_\_\_\_  
**DONALD CLARK**  
*Town Treasurer*

**Dated: October 3, 2025**

## APPENDIX A - AUDITED FINANCIAL STATEMENTS

### TOWN OF NORTH HAVEN, CONNECTICUT

#### TABLE OF CONTENTS

JUNE 30, 2024

	<u>Page</u>
<i>Independent Auditors' Report</i>	1
<i>Management's Discussion and Analysis</i>	5
Basic Financial Statements:	
Statement of Net Position	18
Statement of Activities	20
Balance Sheet – Governmental Funds	21
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	23
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Statement of Net Position – Proprietary Funds	25
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	26
Statement of Cash Flows – Proprietary Funds	27
Statement of Fiduciary Net Position – Fiduciary Funds	28
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	29
<i>Notes to Financial Statements</i>	30
Required Supplementary Information:	94

**Appendix A - Financial Statements** - is taken from the Annual Financial Report of the Town of North Haven for the Fiscal Year ended June 30, 2024 as presented by the Auditors. This appendix does not include all of the schedules made in such report. A copy of the complete report is available upon request to the Director of Finance/Administration, Town of North Haven, Connecticut.

The independent auditors for the Town are not passing upon and do not assume responsibility for the sufficiency, accuracy or completeness of the financial information presented in this Official Statement, and make no representation that they have independently verified the same. The auditors have not been engaged nor performed audit procedures regarding the post audit period. The auditors have not provided their consent for the use of the audit report in this Official Statement.



## INDEPENDENT AUDITORS' REPORT

Board of Finance  
Town of North Haven, Connecticut

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of North Haven, 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 North Haven, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of North Haven, Connecticut, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 North Haven, Connecticut 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 North Haven, Connecticut'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 Town of North Haven, 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 Town of North Haven, 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, the budgetary comparison information and the pension and OPEB 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 North Haven, Connecticut's basic financial statements. The supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplemental schedules 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 statistical section 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 North Haven, Connecticut

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated May 23, 2025, on our consideration of the Town of North Haven, 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 North Haven, 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 Town of North Haven, Connecticut's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

**CliftonLarsonAllen LLP**

West Hartford, Connecticut  
May 23, 2025

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

As management of the Town of North Haven, Connecticut (Town), we offer readers of the financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2024. Please read it in conjunction with the Town's financial statements immediately following this section.

**Financial Highlights**

The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year as follows:

	Governmental Activities	Business-Type Activities	Total
Change in Net Position	\$ 2,014,058	\$ 223,820	\$ 2,237,878
Total Net Position	64,883,915	28,418,126	93,302,041
Unrestricted Net Position	(116,695,241)	6,512,112	(110,183,129)

The significant factors for the change in net position are as follows:

Governmental and Enterprise Fund Activity:

Negative Operations in the General Fund	\$ (68,801)
Negative Operations in the Bonded Projects Fund	(575,029)
Negative Operations in the Capital Nonrecurring Fund	(4,182,465)
Positive Operations in the Other Governmental Funds	21,646
Negative Operations in the Internal Service Funds	(451,289)
Positive Operations in the WPCA Fund	223,820

Conversion to Accrual Basis:

Capital Outlay Net of Depreciation/Amortization Expense	\$ 6,490,251
Net Debt Principal Activity	984,135
Change in Amortization of Premium	781,095
Change in Property Tax Receivables Greater Than 60 Days	661,956
Change in Grant Receivables	3,269,397
Changes in Net Pension Liability	(1,050,225)
Change in Deferred Outflows Related to Pension	(543,388)
Change in Deferred Inflows Related to Pension	(739,529)
Change in Net OPEB Liability	(19,823)
Change in Deferred Outflows Related to OPEB	(5,000,223)
Change in Deferred Inflows Related to OPEB	2,314,141

The Town's governmental funds reported a combined fund balance of \$10,930,038, a decrease of \$4,804,649 compared to the prior year. The change is based on the operating results of each major fund noted above and described in further detail in the Financial Analysis of the Town's Funds section.

At the end of the current fiscal year, the unassigned fund balance in the General Fund was \$9,743,576 or 8.05% of total budgetary general fund expenditures and transfers out.

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

The Town's total debt decreased by \$1,122,831 or -1.15% primarily as the result of the issuance of \$5,500,000 of general obligation bonds, net of scheduled principal payments on outstanding bonds of \$6,760,000.

Net capital assets increased by \$6,569,523 during the current fiscal year. The increase is primarily attributable to capital asset additions in excess of depreciation/amortization expense, and principal payments on long-term debt.

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

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

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

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

The *statement of net position* presents information on all of the Town's assets, deferred outflows, liabilities and deferred inflows, with the difference being reported as net position. Over time, changes in net position may serve as a useful indicator of the Town's financial health. Other non-financial events such as the impact of changes in the Town's tax base or infrastructure should also be considered when evaluating the Town's financial health.

The *statement of activities* presents information showing how the Town's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of when the cash is actually received or paid. Therefore, revenues and expenses are reported in this statement for some items whose cash flow may occur in a future fiscal period. Taxes uncollected but levied or vacation leave unused but earned are examples of this.

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenue (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Town include general government, public works, public safety, health and welfare, culture and recreation, and education. The business-type activities of the Town include the Water Pollution Control Authority.

The government-wide financial statements can be found on Exhibits I and II of this report.

### **Fund Financial Statements**

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

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

**Governmental Funds** – Governmental funds are used to account for the same functions reported as governmental activities in the government-wide financial statements. 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. This 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 to similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate a comparison between governmental funds and governmental activities.

For governmental funds, the Town presents separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Bonded Projects Fund and Capital Nonrecurring Fund, all of which are considered to be major funds. The remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the other governmental funds is provided in the form of combining schedules elsewhere in this report.

**Proprietary Funds** – The Town uses two different types of proprietary funds. Enterprise funds are used to report the functions presented as business-type activities in the government-wide financial statements. The Town uses an enterprise fund to report the activities of the Water Pollution Control Authority. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions.

The Town uses internal service funds to account for its employees and retirees' self-insured medical benefits as well as other liability insurances. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority. The Water Pollution Control Authority is considered a major fund.

The basic proprietary fund financial statements can be found on Exhibits V, VI, and VII.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on Exhibits VIII and IX.

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

**Notes to Financial Statements**

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

**Required Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information as follows:

- A budgetary comparison schedule for the General Fund to demonstrate compliance with this budget.
- Schedules to demonstrate the Town's progress in funding its obligation to provide pension benefits.
- Schedules to demonstrate the Town's progress in funding its obligation to provide other post-employment benefits.

**Other Information**

The combining schedules referred to earlier in connection with other governmental funds are presented immediately following the required supplementary information.

**Government-Wide Financial Analysis**

As noted earlier, net position may, over time, serve as a useful indicator of a government's financial position. In the case of the Town, the assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$93,302,044 at the close of the current fiscal year.

By far, the largest portion of the Town's net position is its investment in capital assets. The amount is calculated using total capital assets less any related debt and other liabilities 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.

An additional portion of the Town's net position represents resources that are subject to restrictions on how they may be used. Restricted net position is \$5,129,920.

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

The analysis below focuses on the net position and changes in net position. Unrestricted net position at year-end totaled \$(110,183,129). This is a decrease of \$19,677,368 from the prior year.

**Summary Statement of Net Position**  
**June 30**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>ASSETS</b>						
Current and Other Assets	\$ 45,056,690	\$ 46,722,903	\$ 7,619,165	\$ 7,702,080	\$ 52,675,855	\$ 54,424,983
Capital Assets, Net of Depreciation	273,893,066	267,402,815	21,906,014	21,826,742	295,799,080	289,229,557
Total Assets	318,949,756	314,125,718	29,525,179	29,528,822	348,474,935	343,654,540
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred Outflows on Refunding	746,845	673,992	-	-	746,845	673,992
Deferred Outflows - Pension	7,099,040	7,642,428	-	-	7,099,040	7,642,428
Deferred Outflows - OPEB	19,752,820	24,753,043	-	-	19,752,820	24,753,043
Total Deferred Outflows of Resources	27,598,705	33,069,463	-	-	27,598,705	33,069,463
<b>LIABILITIES</b>						
Current Liabilities	32,105,454	32,282,875	1,107,053	1,334,516	33,212,507	33,617,391
Long-Term Liabilities	224,773,624	225,505,824	-	-	224,773,624	225,505,824
Total Liabilities	256,879,078	257,788,699	1,107,053	1,334,516	257,986,131	259,123,215
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Inflows - Pension	1,592,232	852,703	-	-	1,592,232	852,703
Deferred Inflows - OPEB	21,236,371	23,550,512	-	-	21,236,371	23,550,512
Leases	1,956,865	2,133,410	-	-	1,956,865	2,133,410
Total Deferred Inflows of Resources	24,785,468	26,536,625	-	-	24,785,468	26,536,625
<b>NET POSITION</b>						
Net Investment in Capital Assets	176,449,236	157,265,334	21,906,014	21,826,742	198,355,250	179,092,076
Restricted	5,129,920	2,477,848	-	-	5,129,920	2,477,848
Unrestricted	(116,695,241)	(96,873,325)	6,512,112	6,367,564	(110,183,129)	(90,505,761)
Total Net Position	\$ 64,883,915	\$ 62,869,857	\$ 28,418,126	\$ 28,194,306	\$ 93,302,041	\$ 91,064,163

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

**Summary Statement of Changes in Net Position  
June 30**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>REVENUES</b>						
Program Revenues:						
Charges for Services	\$ 7,521,109	\$ 7,058,631	\$ 4,270,707	\$ 4,222,335	\$ 11,791,816	\$ 11,280,966
Operating Grants and Contributions	13,901,904	17,455,803	-	-	13,901,904	17,455,803
Capital Grants and Contributions	5,367,843	10,223,202	-	-	5,367,843	10,223,202
General Revenues:						
Property Taxes	108,733,274	100,686,517	-	-	108,733,274	100,686,517
Grants and Contributions Not Restricted to Specific Purposes	8,860,098	1,739,513	-	-	8,860,098	1,739,513
Income from Investments	1,786,873	34,824	-	-	1,786,873	34,824
Miscellaneous	157,290	417,079	279,163	-	436,453	417,079
Total Revenues	146,328,391	137,615,569	4,549,870	4,222,335	150,878,261	141,837,904
<b>PROGRAM EXPENSES</b>						
General Government	14,123,874	11,287,888	-	-	14,123,874	11,287,888
Public Safety	22,284,481	22,881,149	-	-	22,284,481	22,881,149
Health and Human Services	1,764,224	2,854,925	-	-	1,764,224	2,854,925
Public Works	11,128,700	10,807,758	-	-	11,128,700	10,807,758
Recreation	2,785,047	2,710,362	-	-	2,785,047	2,710,362
Education	90,373,520	76,221,574	-	-	90,373,520	76,221,574
Interest	1,806,931	2,286,857	-	-	1,806,931	2,286,857
WPCA	-	-	4,373,606	4,338,282	4,373,606	4,338,282
Total Program Expenses	144,266,777	129,050,513	4,373,606	4,338,282	148,640,383	133,388,795
<b>EXCESS BEFORE TRANSFERS</b>	2,061,614	8,565,056	176,264	(115,947)	2,237,878	8,449,109
<b>TRANSFERS</b>	(47,556)	-	47,556	-	-	-
<b>CHANGE IN NET POSITION</b>	2,014,058	8,565,056	223,820	(115,947)	2,237,878	8,449,109
Net Position - Beginning of Year	62,869,857	54,304,801	28,194,306	28,310,253	91,064,163	82,615,054
<b>NET POSITION - END OF YEAR</b>	<u>\$ 64,883,915</u>	<u>\$ 62,869,857</u>	<u>\$ 28,418,126</u>	<u>\$ 28,194,306</u>	<u>\$ 93,302,041</u>	<u>\$ 91,064,163</u>

The Town's net position increased by \$2,237,878. Of the total increase, \$2,014,058 was for governmental activities and \$223,820 was for business-type activities. The detailed discussion of reasons for the results are discussed below.

### **Governmental Activities**

#### **Revenues**

Governmental activities revenues totaled \$146,328,391. This represents an increase of \$8,712,822 from the prior year. Property taxes are the largest revenue source for the Town and represent 74.31% of revenues.



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

Details for the categories are as follows:

Charges for Services	5.14%
Operating Grants and Contributions	9.50%
Capital Grants and Contributions	3.67%
Property Taxes	74.31%
Grants and Contributions Not Restricted to Specific Purposes	6.05%
Income from Investments	1.22%
Miscellaneous	0.11%
Total	<u>100.00%</u>

The most significant fluctuations from the prior year were as follows:

- Operating grants and contributions decreased by \$3,553,899 primarily due to decreases in PILOT revenue of \$669,005, Cafeteria grants of \$590,308, Town Aid Road grants of \$360,428, Education grants of \$651,317, as well as classification differences from prior year.
- Capital grants and contributions decreased by \$4,855,359 primarily due to a decrease in ARPA grant expenditures of \$3,150,921.
- Grants and contributions not restricted to specific purposes increased \$7,120,585 primarily due to the inclusion of \$8,860,098 of STRB Pension and OPEB revenue, as compared to the prior year.
- Property taxes increased by \$8,046,757 due to the increase in the tax levy necessary to support the adopted budget.
- Income from investments increased by \$1,752,049 due to higher interest rates.

**Expenses**

Governmental activity expenses totaled \$144,266,777 for the fiscal year, an increase of \$15,216,264. Of the expenses, \$76,221,574 or 62.65% is related to education.

Details for the categories are as follows:

General Government	9.79%
Public Safety	15.45%
Health and Human Services	1.22%
Public Works	7.71%
Recreation	1.93%
Education	62.65%
Interest	1.25%
Total	<u>100.00%</u>

The most significant fluctuations from the prior year were as follows:

- General government expenses increased \$2,835,986 due to rising macroeconomic costs due to inflation, as well as classification differences from the prior year.

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

- Education expenses increased by \$14,151,946 primarily due to the following:
  - Increase in expenses of \$2,234,740 resulting from an increase in the education budget.
  - Recording of \$2,610,505 payable to State of CT related to the school construction audit.
  - State Teacher's Retirement Pension and OPEB expenses in the amount of \$8,860,098 which were net for government-wide presentation in the prior year.
  - Pension and OPEB expense allocated to Education of \$798,470 and \$1,564,398, respectively.

**Business-Type Activities**

General revenues do not support the Town's business-type activities; thus, the only source of revenues is from charges for services. The Town's business-type activity, the Water Pollution Control Authority's operation resulted in an increase in net position of \$223,820 due mostly to a decreases in repairs and maintenance of \$68,620 and contracted services of \$167,288. Unrestricted net position of the Water Pollution Control Authority was \$6,512,112 at year end.

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

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

**Governmental Funds** – The focus on 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 government'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 a combined ending fund balance of \$10,930,038, a decrease of \$4,804,649 in comparison with the prior year.

The components of fund balance were as follows:

Nonspendable	\$ 363,175
Restricted	2,869,643
Committed	3,034,576
Assigned	1,682,175
Unassigned	2,980,469
Total	<u><u>\$ 10,930,038</u></u>

The increase is a result of the following funds activity:

**General Fund** – The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance was \$9,743,576. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total general fund expenditures. Unassigned fund balance represents 8.05% of total general fund budgetary expenditures and transfers out, while total fund balance represents 9.35% of that same amount.

The Town's total fund balance in the general fund decreased by \$68,801 during the current fiscal year. This was primarily due to education expenditures in the education nonlapsing fund, which is consolidated with the general fund for financial reporting purposes, which exceeded the surplus of budgetary revenue in excess of expenditures in the general fund. The details for these amounts are discussed in the budgetary highlights section.

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

**General Fund Budgetary Highlights**

On a budgetary basis, revenues and other financing sources exceeded expenditures and other financing uses by \$395,763. Overall, revenues and other financing sources were \$98,646 less than anticipated, and expenditures and transfers out were \$494,409 less than budgeted.

The most significant item budget variances were as follows:

**Revenues**

- The Town budgeted \$1,425,000 of fund balance to balance the 2024 budget.
- Debt Service fund transfer in was under budget by \$200,000.
- Income from Investments exceeded the budget by \$940,673 due to negotiations carried out by the finance department with the banks.
- Town Government Services exceeded revenue by \$435,000 due primarily to building fees and fires fees.

**Expenditures and Budget Transfers**

- Building Inspection's final budget exceeded the original budget by \$54,436 due to high demand on Building inspections.
- Personnel Policy Expenses' final budget exceeded the original budget by \$171,366 due to retirements and long-term personnel payouts.
- Fire and Civil Defense/Emergency Management's final budget exceeded the original budget by \$115,214 due to replacement staffing and staff out of medical leave.
- Employee Benefits' final budget exceeded the original budget by \$850,452 due to an increase in medical claims.
- Engineering's final budget was decreased from the original budget by \$98,609 due to unfilled positions
- Contingency's final budget was decreased from the original budget by \$300,000 to transfer to employee benefits and insurance.

***Bonded Projects Fund*** – The Bonded Projects Fund's net change in fund balance was a decrease of \$575,029 for the fiscal year. The State of Connecticut Department of Administrative Services recently issued a draft audit report on a school construction project for North Haven High School which was completed in 2005. The report identifies \$2,610,505 due back from the Town's school district related to ineligible costs. It is anticipated that the amount due back will be substantially reduced once the Town has the opportunity to review the costs identified as ineligible and provide additional documentation for reconsideration, or through legislative relief. In the interim, the amount has been recorded as a payable. This amount comprises the majority of the ending fund balance deficit of \$3,924,678.

***Capital Nonrecurring Fund*** – The Capital Nonrecurring Fund's net change in fund balance was a decrease of \$4,182,465 for the fiscal year mostly due to spending of \$5,523,485 for the Sackett Point Road Bridge project. There is a receivable for additional intergovernmental revenues related to the project of \$3,342,208, however revenue of \$3,269,397 related to this balance was not recognized as it was not received within 60 days of year end (therefore not available). The amount is recorded as a deferred inflow and is well in excess of the ending fund balance deficit of \$460,942.

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

**Proprietary Funds**

The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Town has two proprietary funds: Water Pollution Control Authority and the Internal Service Fund used for workers' compensation and various types of medical related claims.

**Water Pollution Control Authority** – There was an increase in net position of \$223,820 due mostly to a decreases in repairs and maintenance of \$68,620 and contracted services of \$167,288. Unrestricted net position of the Water Pollution Control Authority was \$6,512,112 at year end.

**Internal Service Funds** – The internal service funds are used to account for dental, medical and workers' compensation claims. The internal service funds had a decrease in net position of \$451,289. This is a result of increased expenses during the fiscal year for both the Town and Education funds, while the funding remained comparable to the prior year. The internal service funds had an unrestricted net position of \$1,973,684 at year end.

**Capital Asset and Debt Administration**

**Capital Assets** – The Town's investment in capital assets (net of accumulated depreciation / amortization) for its governmental and business-type activities amounted to \$273,893,066 and \$21,906,014, respectively. The net increase in the Town's investment in capital assets for the current fiscal year was \$6,569,523.

**Capital Assets – Net  
June 30**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 3,681,628	\$ 3,681,628	\$ 21,000	\$ 21,000	\$ 3,702,628	\$ 3,702,628
Construction in Progress	22,205,347	20,039,323	-	250,899	22,205,347	20,290,222
Intangible Right-To-Use Assets	981,434	1,047,306	-	-	981,434	1,047,306
Land Improvements	6,171,505	4,391,211	249,641	258,916	6,421,146	4,650,127
Buildings and Improvements	181,391,803	181,453,831	10,579,459	10,793,735	191,971,262	192,247,566
Machinery and Equipment	6,806,727	7,253,347	2,608,153	1,846,238	9,414,880	9,099,585
Vehicles	8,435,051	8,031,510	48,632	56,914	8,483,683	8,088,424
Distribution and Collection System	-	-	8,399,129	8,599,040	8,399,129	8,599,040
Infrastructure	44,219,571	41,504,659	-	-	44,219,571	41,504,659
Total	<u>\$ 273,893,066</u>	<u>\$ 267,402,815</u>	<u>\$ 21,906,014</u>	<u>\$ 21,826,742</u>	<u>\$ 295,799,080</u>	<u>\$ 289,229,557</u>

Major capital asset events during the current fiscal year included the following:

**Governmental Activities**

**Construction in progress:**

- Sackett Point Bridge \$5,523,483
- Enhanced Athletic Field \$2,450,561
- Temple Pines \$1,415,422

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

Land improvements:

- Vanacore Field Improvements \$2,108,993

Building improvements:

- School Security \$2,109,761

Infrastructure:

- Roads \$3,834,010

**Business-Type Activities**

Machinery and equipment:

- Grit Collector \$994,744

Additional information on the Town's capital assets can be found in Note 6.

**Long-Term Debt** – At the end of the year, the Town had long-term debt outstanding of \$96,747,371 backed by the full faith and credit of the Town.

	Governmental Activities	
	2024	2023
General Obligation Bonds	\$ 83,880,000	\$ 85,140,000
Bond Anticipation Notes (Permanently Financed)	6,640,000	5,500,000
Notes Payable - Direct Borrowings	5,227,022	6,143,871
Leases	691,372	792,366
Subscriptions	308,977	293,965
Total	<u>\$ 96,747,371</u>	<u>\$ 97,870,202</u>

The Town's total debt decreased by \$1,122,831 during the current fiscal year, primarily as the result of the issuance of \$5,500,000 of general obligation bonds, net of scheduled principal payments on outstanding bonds of \$6,760,000.

The Town maintained an AAA rating by Standard & Poor's and Fitch during the fiscal year for general obligation debt.

The overall statutory debt limit for the Town is equal to seven times annual receipts from prior year taxation or \$697,322,066, 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 8.

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

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

The 2024-2025 general fund adopted budget totaled \$128,580,331. The following economic factors currently affect the Town of North Haven and were considered in developing the 2024-2025 fiscal year budget:

- As of June 2024, the national unemployment rate was 4.1% and the State was 3.1%. The Town's unemployment rate was 4.0% as compared to 3.3% in the prior year.
- While the State is performing better than the national average, the Town's unemployment rate is slightly below the national level but has worsened compared to the previous year. This suggests localized labor market challenges or slower recovery .

**Requests for Information**

The 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 should be addressed to the Finance Department, Town of North Haven, 18 Church Street, North Haven, Connecticut 06473.

## **BASIC FINANCIAL STATEMENTS**

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2024**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 35,459,246	\$ 2,076,299	\$ 37,535,545
Investments	4,079,951	-	4,079,951
Receivables (Net):			
Property Taxes	3,627,043	-	3,627,043
Assessments and Usage	108,494	794,818	903,312
Intergovernmental	3,963,716	-	3,963,716
Leases	2,090,009	-	2,090,009
Other	303,424	-	303,424
Due From Pension Trust	107,524	-	107,524
Internal Balances	(4,748,048)	4,748,048	-
Other	65,331	-	65,331
Capital Assets (Net):			
Capital Assets Not Being			
Depreciated/Amortized	25,886,975	21,000	25,907,975
Capital Assets Being			
Depreciated/Amortized (Net)	248,006,091	21,885,014	269,891,105
Total Capital Assets (Net)	<u>273,893,066</u>	<u>21,906,014</u>	<u>295,799,080</u>
 Total Assets	 318,949,756	 29,525,179	 348,474,935
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Charge on Refunding	746,845	-	746,845
Pension Related	7,099,040	-	7,099,040
OPEB Related	19,752,820	-	19,752,820
Total Deferred Outflows of Resources	<u>27,598,705</u>	<u>-</u>	<u>27,598,705</u>

See accompanying Notes to Financial Statements.



**TOWN OF NORTH HAVEN, CONNECTICUT  
STATEMENT OF NET POSITION (CONTINUED)  
JUNE 30, 2024 AND 2023**

	Governmental Activities	Business-Type Activities	Total
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	\$ 6,760,637	\$ 292,053	\$ 7,052,690
Retainage Payable	99,193	-	99,193
Accrued Payroll and Related Liabilities	3,974,474	-	3,974,474
Accrued Interest Payable	555,366	-	555,366
Unearned Revenue	2,026,058	-	2,026,058
Bond Anticipation Notes	5,905,000	815,000	6,720,000
Bonds Payable	7,880,000	-	7,880,000
Notes Payable	553,548	-	553,548
Lease Payable	82,296	-	82,296
Subscription Payable	144,958	-	144,958
Compensated Absences	1,244,657	-	1,244,657
Landfill Liability	10,000	-	10,000
Risk Management Claims Payable	2,829,044	-	2,829,044
Due To Pension Trust	40,223	-	40,223
Total Current Liabilities	32,105,454	1,107,053	33,212,507
Noncurrent Liabilities:			
Bonds Payable	83,922,583	-	83,922,583
Notes Payable	4,673,474	-	4,673,474
Lease Payable	609,076	-	609,076
Subscription Payable	164,019	-	164,019
Compensated Absences	4,978,630	-	4,978,630
Landfill Liability	-	-	-
Risk Management Claims Payable	2,050,633	-	2,050,633
Net Pension Liability	32,261,852	-	32,261,852
Net OPEB Liability	96,113,357	-	96,113,357
Total Noncurrent Liabilities	224,773,624	-	224,773,624
Total Liabilities	256,879,078	1,107,053	257,986,131
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pensions Related	1,592,232	-	1,592,232
OPEB Related	21,236,371	-	21,236,371
Lease Related	1,956,865	-	1,956,865
Total Deferred Inflows of Resources	24,785,468	-	24,785,468
<b>NET POSITION</b>			
Net Investment in Capital Assets	176,449,236	21,906,014	198,355,250
Restricted for:			
Endowments:			
Nonexpendable	205,972	-	205,972
Expendable	158,266	-	158,266
Perpetual Care:			
Public Safety	93,967	-	93,967
Education	976,867	-	976,867
Public Works	3,694,848	-	3,694,848
Unrestricted	(116,695,241)	6,512,112	(110,183,129)
Total Net Position	\$ 64,883,915	\$ 28,418,126	\$ 93,302,041

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, 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	Governmental Activities	Business-Type Activities	Total
<b>GOVERNMENTAL ACTIVITIES</b>							
General Government	\$ 14,123,874	\$ 4,463,972	\$ 6,724,508	\$ 118,837	\$ (2,816,557)	\$ -	\$ (2,816,557)
Public Safety	22,284,481	1,695,489	4,425	-	(20,584,567)	-	(20,584,567)
Health and Human Services	1,764,224	-	135,887	-	(1,628,337)	-	(1,628,337)
Public Works	11,128,700	42,005	-	5,249,006	(5,837,689)	-	(5,837,689)
Recreation	2,785,047	367,724	7,897	-	(2,409,426)	-	(2,409,426)
Education	90,373,520	951,919	7,029,187	-	(82,392,414)	-	(82,392,414)
Total Governmental Activities	142,459,846	7,521,109	13,901,904	5,367,843	(115,668,990)	-	(115,668,990)
<b>BUSINESS-TYPE ACTIVITIES</b>							
Water Pollution Control Authority	4,373,606	4,270,707	-	-	-	(102,899)	(102,899)
Total	<u>\$ 146,833,452</u>	<u>\$ 11,791,816</u>	<u>\$ 13,901,904</u>	<u>\$ 5,367,843</u>	(115,668,990)	(102,899)	(115,771,889)
<b>GENERAL REVENUES</b>							
Property Taxes					108,733,274	-	108,733,274
Grants and Contributions Not Restricted to Specific Programs					8,860,098	-	8,860,098
Net Income (Expense) from Investments					(20,058)	-	(20,058)
Transfers In (Out)					(47,556)	47,556	-
Other					157,290	279,163	436,453
Total General Revenues					<u>117,683,048</u>	<u>326,719</u>	<u>118,009,767</u>
<b>CHANGE IN NET POSITION</b>							
Net Position - Beginning of Year					62,869,857	28,194,306	91,064,163
<b>NET POSITION - END OF YEAR</b>							
					<u>\$ 64,883,915</u>	<u>\$ 28,418,126</u>	<u>\$ 93,302,041</u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2024**

	General Fund	Bonded Projects Fund	Capital Nonrecurring Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 23,574,923	\$ 1,215,092	\$ -	\$ 2,505,369	\$ 27,295,384
Restricted Cash	1,121,482	-	-	-	1,121,482
Investments	4,079,951	-	-	-	4,079,951
Receivables (Net):					
Property Taxes	3,627,043	-	-	-	3,627,043
Intergovernmental	37,585	-	3,414,612	511,518	3,963,715
Leases	2,090,009	-	-	-	2,090,009
Assessments	108,494	-	-	-	108,494
Other	144,022	-	-	-	144,022
Due from Other Funds	5,236,577	2,337,216	6,264,867	1,818,396	15,657,056
Other Assets	-	-	-	122,019	122,019
Total Assets	<u>\$ 40,020,086</u>	<u>\$ 3,552,308</u>	<u>\$ 9,679,479</u>	<u>\$ 4,957,302</u>	<u>\$ 58,209,175</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ 2,518,862	\$ 2,646,913	\$ 1,339,405	\$ 229,078	\$ 6,734,258
Retainage Payable	-	-	99,193	-	99,193
Accrued Payroll and Related Liabilities	3,844,486	-	-	38,665	3,883,151
Due to Other Funds	15,913,481	1,295,073	2,538,861	325,033	20,072,448
Unearned Revenue	27,500	-	593,896	290,300	911,696
Bond Anticipation Notes	-	3,535,000	2,299,669	70,331	5,905,000
Overpayments	91,323	-	-	-	91,323
Performance Bonds	1,114,362	-	-	-	1,114,362
Total Liabilities	<u>23,510,014</u>	<u>7,476,986</u>	<u>6,871,024</u>	<u>953,407</u>	<u>38,811,431</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Revenue - Property Taxes	3,132,950	-	-	-	3,132,950
Unavailable Revenue - Assessments	108,494	-	-	-	108,494
Unavailable Revenue - Grants	-	-	3,269,397	-	3,269,397
Unavailable Revenue - Leases	1,956,865	-	-	-	1,956,865
Total Deferred Inflows of Resources	<u>5,198,309</u>	<u>-</u>	<u>3,269,397</u>	<u>-</u>	<u>8,467,706</u>
<b>FUND BALANCES</b>					
Nonspendable	133,144	-	-	230,031	363,175
Restricted	-	1,215,092	425,451	1,229,100	2,869,643
Committed	-	-	701,586	2,332,990	3,034,576
Assigned	1,435,043	-	-	247,132	1,682,175
Unassigned	9,743,576	(5,139,770)	(1,587,979)	(35,358)	2,980,469
Total Fund Balances	<u>11,311,763</u>	<u>(3,924,678)</u>	<u>(460,942)</u>	<u>4,003,895</u>	<u>10,930,038</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 40,020,086</u>	<u>\$ 3,552,308</u>	<u>\$ 9,679,479</u>	<u>\$ 4,957,302</u>	<u>\$ 58,209,175</u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT  
RECONCILIATION OF THE BALANCE SHEET  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
JUNE 30, 2024**

Total Fund Balances - Governmental Funds (Exhibit III) \$ 10,930,038

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

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

Governmental Capital Assets	337,835,027
Less: Accumulated Depreciation/Amortization	(63,941,961)
Total	273,893,066

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

Property Tax and Assessment Receivables Greater Than 60 Days	3,241,444
Grant Receivables Greater Than 60 Days	3,269,397
Deferred Charge on Refunding	746,845
Total	7,257,686

Deferred outflows of Resources and deferred inflows of resources for pension and OPEB are applicable to future periods, and therefore, are not reported in the governmental funds:

Deferred Outflows Related to Pension	7,099,040
Deferred Outflows Related to OPEB	19,752,820
Deferred Inflows Related to Pension	(1,592,232)
Deferred Inflows Related to OPEB	(21,236,371)
Total	4,023,257

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

1,973,684

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds and Notes Payable	(95,747,022)
Accrued Interest	(555,366)
Bond Premiums	(1,282,583)
Lease Payable	(691,372)
SBITA Payable	(308,977)
Landfill accrual	(10,000)
Compensated Absences	(6,223,287)
Net Pension Liability	(32,261,852)
Net OPEB Liability	(96,113,357)
Total	(233,193,816)

Net Position of Governmental Activities as Reported on the Statement of Net Position (Exhibit I)

\$ 64,883,915

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2024**

	General Fund	Bonded Projects Fund	Capital Nonrecurring Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Property Taxes	\$ 108,071,318	\$ -	\$ -	\$ -	\$ 108,071,318
Intergovernmental	17,370,359	-	4,127,133	3,672,276	25,169,768
Charges for Services	3,779,997	-	247,967	4,048,532	8,076,496
Interest and Dividends	1,440,673	33,375	73	28,684	1,502,805
Contributions	-	-	-	114,639	114,639
Other	-	100,965	5,500	48,540	155,005
Total Revenues	130,662,347	134,340	4,380,673	7,912,671	143,090,031
<b>EXPENDITURES</b>					
Current:					
General Government	9,577,526	2,611,665	-	126,412	12,315,603
Public Safety	15,060,071	-	-	1,301,575	16,361,646
Health and Human Services	1,001,197	-	-	78,381	1,079,578
Public Works	6,598,017	-	-	-	6,598,017
Recreation	644,293	-	-	316,524	960,817
Employee Benefits	16,471,171	-	-	-	16,471,171
Education	71,937,181	-	-	4,998,069	76,935,250
Debt Service	9,294,708	-	254,271	260,079	9,809,058
Capital Outlay	179,793	2,750,153	10,972,490	533,890	14,436,326
Total Expenditures	130,763,957	5,361,818	11,226,761	7,614,930	154,967,466
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(101,610)	(5,227,478)	(6,846,088)	297,741	(11,877,435)
<b>OTHER FINANCING SOURCES (USES)</b>					
Issuance of Debt	179,793	4,490,095	2,150,000	-	6,819,888
Proceeds from Sale of Capital Assets	64,777	-	-	-	64,777
Premium	-	-	-	235,677	235,677
Transfers In	511,772	162,354	723,533	-	1,397,659
Transfers Out	(723,533)	-	(209,910)	(511,772)	(1,445,215)
<b>NET OTHER FINANCING SOURCES (USES)</b>	32,809	4,652,449	2,663,623	(276,095)	7,072,786
<b>NET CHANGE IN FUND BALANCES</b>	(68,801)	(575,029)	(4,182,465)	21,646	(4,804,649)
Fund Balance - Beginning	11,380,564	(3,349,649)	3,721,523	3,982,249	15,734,687
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 11,311,763</u>	<u>\$ (3,924,678)</u>	<u>\$ (460,942)</u>	<u>\$ 4,003,895</u>	<u>\$ 10,930,038</u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2024**

Net Change In Fund Balances - Governmental Funds (Exhibit IV) \$ (4,804,649)

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

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/amortization expense.

Capital Outlay	14,271,863
Depreciation/Amortization Expense	(6,027,883)
Disposal of Capital Assets	(1,753,729)
Total	6,490,251

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 Receivables Greater Than 60 Days	661,956
Change in Grant Receivables	3,269,397
Change in Deferred Charge on Refunding	72,853
Change in Deferred Inflows Related to Pension	(739,529)
Change in Deferred Inflows Related to OPEB	2,314,141
Total	5,578,818

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. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt Issued or Incurred:	
Issuance of Bonds and Notes	(6,640,000)
Issuance of SBITA	(179,793)
Premium	(138,696)
Principal Repayments:	
Bonds and Notes	7,676,849
Leases	100,994
SBITA	164,781
Total	984,135

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.

Change in Accrued Interest Payable	112,402
Change in Amortization of Premium	781,095
Change in Compensated Absences	(73,046)
Change in Landfill Liability	10,000
Change in Net Pension Liability	(1,050,225)
Change in Net OPEB Liability	(19,823)
Change in Deferred Outflows Related to Pension	(543,388)
Change in Deferred Outflows Related to OPEB	(5,000,223)
Total	(5,783,208)

The net revenue (expense) of the activities of the internal service funds are reported with governmental activities

(451,289)

Change in Net Position of Governmental Activities as Reported  
on the Statement of Activities (Exhibit II)

\$ 2,014,058

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUND**  
**YEAR ENDED JUNE 30, 2024**

	Business-Type Activities <u>Enterprise Fund</u>	Governmental Activities <u>Internal Service Funds</u>
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 2,076,299	\$ 7,042,380
Usage Receivable (Net)	794,818	-
Accounts Receivable	-	159,402
Due from Other Funds	4,748,048	704,774
Capital Assets (Net):		
Capital Assets Not Being Depreciated	21,000	-
Capital Assets Being Depreciated (Net)	21,885,014	-
Total Capital Assets (Net)	<u>21,906,014</u>	<u>-</u>
 Total Assets	 29,525,179	 7,906,556
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable	292,053	83,066
Bond Anticipation Note Payable	815,000	-
Due to Other Funds	-	970,129
Claims Payable	-	2,829,044
Total Current Liabilities	<u>1,107,053</u>	<u>3,882,239</u>
Noncurrent Liabilities:		
Claims Payable	<u>-</u>	<u>2,050,633</u>
 Total Liabilities	 <u>1,107,053</u>	 <u>5,932,872</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	21,906,014	-
Unrestricted	<u>6,512,112</u>	<u>1,973,684</u>
 Total Net Position	 <u><u>\$ 28,418,126</u></u>	 <u><u>\$ 1,973,684</u></u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES**  
**PROPRIETARY FUND**  
**YEAR ENDED JUNE 30, 2024**

	Business-Type Activities <u>Enterprise Fund</u>	Governmental Activities <u>Internal Service Funds</u>
<b>OPERATING REVENUES</b>		
Charges for Services	\$ 4,270,707	\$ 19,900,502
Other	279,163	-
Total Operating Revenues	<u>4,549,870</u>	<u>19,900,502</u>
<b>OPERATING EXPENSES</b>		
Salaries	969	-
Contracted Services	3,091,920	-
Repairs and Maintenance	3,740	-
Utilities	320,133	-
Materials and Supplies	41,372	-
Claims Incurred	-	17,985,168
Administration	-	2,488,838
Depreciation	543,473	-
Total Operating Expenses	<u>4,001,607</u>	<u>20,474,006</u>
<b>OPERATING INCOME (LOSS)</b>	548,263	(573,504)
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Transfers In	47,556	-
Gain (Loss) on Disposal of Capital Assets	(371,999)	-
Interest Income	-	122,215
Total Nonoperating Revenues (Expenses)	<u>(324,443)</u>	<u>122,215</u>
<b>CHANGE IN NET POSITION</b>	223,820	(451,289)
Net Position - Beginning of Year	<u>28,194,306</u>	<u>2,424,973</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$ 28,418,126</u></u>	<u><u>\$ 1,973,684</u></u>

See accompanying Notes to Financial Statements.



**TOWN OF NORTH HAVEN, CONNECTICUT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2024**

	Business-Type Activities <u>Enterprise Fund</u> Water Pollution Control Authority	Governmental Activities <u>Internal Service Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from Customers and Premiums	\$ 4,541,422	\$ 19,536,918
Claims Paid	-	(18,958,880)
Administration Paid	-	(2,408,222)
Payments to Employees	(969)	-
Payments to Suppliers	(4,499,628)	-
Payments (Receipts) for Interfund Services	(424,207)	-
Net Cash Provided (Used) by Operating Activities	<u>(383,382)</u>	<u>(1,830,184)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Issuance of Bond Anticipation Note	815,000	-
Purchase of Capital Assets	(994,744)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(179,744)</u>	<u>-</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Transfers to (From) Other Funds	47,556	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on Investments	<u>-</u>	<u>122,215</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(515,570)	(1,707,969)
Cash and Cash Equivalents - Beginning of Year	<u>2,591,869</u>	<u>8,750,349</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u><u>\$ 2,076,299</u></u>	<u><u>\$ 7,042,380</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating Income (Loss)	\$ 548,263	\$ (573,504)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	543,473	-
(Increase) Decrease in:		
Usage Receivable	(8,448)	-
Due from Other Funds	(424,207)	(363,584)
Increase (Decrease) in:		
Accounts Payable	(1,042,463)	80,616
Due to Other Funds	-	(1,815,635)
Claims Payable	-	841,923
Net Cash Provided (Used) by Operating Activities	<u><u>\$ (383,382)</u></u>	<u><u>\$ (1,830,184)</u></u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
YEAR ENDED JUNE 30, 2024**

	Pension and OPEB Trust Funds
<b>ASSETS</b>	
Cash	\$ 17,978,105
Investments:	
Mutual Funds	39,670,789
Common Stock	32,029,999
U.S. Government Securities	3,159,008
Municipal Bonds	4,993,743
Corporate Bonds	622,870
Alternative Investments	29,708,660
Total Investments	<u>110,185,069</u>
Accounts Receivable	44,797
Accrued Interest	111,219
Due from Other Funds	<u>40,223</u>
Total Assets	128,359,413
<b>LIABILITIES</b>	
Due to Other Funds	<u>107,524</u>
<b>NET POSITION</b>	
Restricted for Pension Benefits	126,961,151
Restricted for OPEB Benefits	<u>1,290,738</u>
Total Net Position	<u><u>\$ 128,251,889</u></u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
YEAR ENDED JUNE 30, 2024**

	<u>Pension and OPEB Trust Funds</u>
<b>ADDITIONS:</b>	
Contributions:	
Employer	\$ 8,889,563
Plan Members	<u>237,092</u>
Total Contributions	<u>9,126,655</u>
Investment Income (Loss):	
Net Change in Fair Value of Investments	11,900,614
Interest and Dividends	<u>107,150</u>
Total Investment Income (Loss)	<u>12,007,764</u>
Total Additions	21,134,419
<b>DEDUCTIONS:</b>	
Benefits	12,353,911
Administration	<u>835,773</u>
Total Deductions	<u>13,189,684</u>
<b>CHANGE IN NET POSITION</b>	7,944,735
Net Position - Beginning of Year	<u>120,307,154</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$ 128,251,889</u></u>

See accompanying Notes to Financial Statements.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**History and Organization**

The Town of North Haven, Connecticut (Town), was incorporated in 1786 under the provisions of the Home Rule Law of the State of Connecticut. It operates under a Board of Selectmen form of government and provides services as authorized by its charter including public safety (police and fire), sanitation, health and social services, recreation, education and general administrative services.

The accompanying financial statements present the Town and its component units, entities for which the Town is considered to be financially accountable. The Town is financially accountable for the pension and OPEB trust funds and therefore, they are considered fiduciary component units. The financial statements of the fiduciary component units are reported as pension and OPEB trust funds in the fiduciary fund financial statements. The pension and OPEB trust funds do not issue separate financial statements.

**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 primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and the major individual enterprise 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, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year 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 NORTH HAVEN, 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes collected within 60 days, grant receivables collected within 60 days, charges for services, 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, including property taxes, are considered to be measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to leases, subscriptions, compensated absences, pension and OPEB benefits, claims and judgments, and certain other long-term liabilities are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

The Town reports the following major governmental funds:

**General Fund**

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

**Bonded Projects Fund**

Accounts for revenues to be used for major capital asset construction and/or purchases except those funds required to be accounted for in another fund

**Capital Nonrecurring Fund**

Accounts for revenues to be made for major capital improvements and equipment

The Town reports the following major proprietary fund:

**Water Pollution Control Authority Fund**

Accounts for the operations of the Town's sewer and water services. The major source of revenue is user fees.

**TOWN OF NORTH HAVEN, 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)**

Additionally, the Town reports the following fund types:

**Special Revenue Funds**

Accounts for and reports the proceeds of specific revenue resources that are restricted or committed to expenditures for specified purposes other than debt

**Debt Service Funds**

Accounts for and reports resources and expenditures that are assigned for the repayment of debt

**Permanent Funds**

Accounts for resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the Town's programs

**Internal Service Funds**

Accounts for risk financing activities for workers' compensation and medical, dental and related employee benefits

**Pension Trusts Funds**

Accounts for the activity of the Town's defined benefit pension plans, which accumulate resources for pension benefit payments to qualified employees

**OPEB Trust Funds**

Accounts for the activities of the Town's OPEB Plan, which accumulates resources for OPEB benefit payments to qualified employees

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are other charges between the Town's sewer and water operations and various other functions of the Town. 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 NORTH HAVEN, 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)**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund and of the Town's internal service fund are charges to customers for sales and services. The enterprise fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise fund and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

For purposes of measuring the net pension and OPEB asset and liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position and additions to/deductions from fiduciary net position of the Town's pension and OPEB plans, the Connecticut State Teachers' Retirement System ("TRS") and the Connecticut Retiree Health Insurance Plan ("RHIP") have been determined on the same basis as they are reported by the Town's Pension and OPEB plans, TRS, and RHIP. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

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

**Cash and Investments**

Cash

The Town considers cash as cash on hand and demand deposits.

For cash flow purposes, the Town's cash consists of cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

In general, State of Connecticut Statutes 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 subdivision rated within the top three rating categories of any nationally recognized rating service. For the capital nonrecurring fund, not more than 31.00% can be invested in equity securities. Investment income is recorded in the fund in which it was earned.

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Cash and Investments (Continued)**

Investments (Continued)

State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c - 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

The Town's pension and OPEB plans have adopted a formal investment policy that defines allowable investments, prohibited investments, prohibited transactions, asset allocation guidelines and diversification guidelines and fixed income and cash equivalent guidelines.

The investment guidelines are as follows:

Asset Class	Employee Retirement	Police Retirement	Fire Retirement	Volunteer Fire Retirement	OPEB
Equity	60.0%	60.0%	33.0%	33.0%	65.0%
Fixed Income	40.0%	40.0%	35.0%	27.0%	35.0%
High Yield			5.0%	35.0%	
International Developed Markets	0.0%	0.0%	27.0%	5.0%	0.0%
Totals	100.0%	100.0%	100.0%	100.0%	100.0%

**Method Used to Value Investments**

Investments are reported at fair value except as described below. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

The pension funds allow for investments in certain alternative investments. Alternative investments may include private equity fund, partnerships, hedge and absolute return funds for which there may be no readily available market to determine fair value. These investments are valued using the most recent valuation available from the external fund manager that represents the net assets of the fund. These estimated values do not necessarily represent the amounts that will be ultimately realized upon disposition of the assets, which may be materially higher or lower than the values determined if a readily available market for the securities existed.



**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Cash and Investments (Continued)**

Fair Value of Investments

The Town measures and records its investments using fair value measurement guidelines established by accounting principles generally accepted in the United States of America (GAAP). These guidelines recognize a three-tiered fair value hierarchy, as follows:

**Risk Policies**

Interest Rate Risk

Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. 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

Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. 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.

Concentration of Credit Risk

Concentration of credit risk is the risk attributed to the magnitude of an entity's investments in a single issuer. The Town follows the limitations specified in the Connecticut General Statutes. Generally, the Town's deposits cannot be 75% or more of the total capital in any one depository.

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. The Town does not have a formal policy with respect to custodial credit risk.

Foreign Currency Risk

Foreign currency risk is the risk that the value of the investment may be affected by changes in the rate of exchange. The Town does not have a formal policy with respect to foreign currency risk.

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**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 non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

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 percentages range from 11.00% to 65.00% of outstanding receivable balances and are calculated based upon prior collections.

In the fund financial statements, all property taxes receivables and grant receivables at June 30, which have not been collected within 60 days of June 30, have been recorded as deferred inflows of resources 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 fiscal year following the due date.

Leases Receivable

The Town recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

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

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Receivables and Payables (Continued)**

**Leases Receivable (Continued)**

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

**Restricted Assets**

The restricted assets for the Town are temporarily restricted for performance bonds, scholarships, perpetual care and endowment purposes. Performance bonds are restricted until the monies are returned to the vendor after satisfactory completion of contract or the Town calls the bond for nonperformance. The trust agreement restricts the expenditure of the investment income only for the designated purpose.

**Capital Assets**

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements and proprietary fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost as noted in the table below and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

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

<u>Asset Type</u>	<u>Years</u>	<u>Threshold</u>
Land Improvements	25-45	\$ 20,000
Buildings and Improvements	40-75	20,000
Machinery and Equipment	5-40	5,000
Vehicles	20-40	5,000
Distribution and Collection System	30-75	100,000
Infrastructure	50-80	100,000
Lease Assets	Lease Term	25,000
Subscription Assets	Subscription Term	25,000

**TOWN OF NORTH HAVEN, 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 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 assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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 assets 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 deferred outflows and inflows of resources related to pensions and OPEB in the government-wide statements for differences between expected and actual experience, changes in assumptions and net difference between projected and actual earnings on plan investments. The deferred outflow or inflow related to differences between expected and actual experience and changes in assumptions will be amortized over the average remaining service life of all plan members. The deferred outflow or inflow related to the net difference between projected and actual earnings on plan investments will be amortized over a five-year period.

Deferred outflows of resources also include deferred outflows related to advance refunding of debt. These amounts are deferred and are amortized over the shorter life of the new debt or the old debt.

Advance tax collections, if any, represent taxes associated with a future period. This amount is recognized during the period in which the revenue is associated.

Deferred inflows of resources include deferred inflows relating to the lease receivable. These amounts are deferred and are amortized to lease revenue in a systematic and rational manner over the term of the lease.

For governmental funds, the Town 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 revenues from several sources: property taxes (including advance collections, if any), grant receivables, and sewer assessments. These amounts are recognized as an inflow of resources in the period that the amounts become available.

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Compensated Absences**

Employees of the Town and the Board of Education earn sick leave, which can accumulate, and vacation leave based on the provisions of negotiated contracts or other personnel policies. In no case do these sick leave rights vest with the employee. The payment of non-vesting accumulated sick pay benefits depends on the future illness of the employee and, therefore, no liability has been accrued in these financial statements for such payments.

Vacation leave vests with the employee and is accrued in the government-wide fund financial statements at current salary rates when earned.

**Long-Term Liabilities**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type 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 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.

**Lease and Subscription Liabilities**

The Town recognizes a lease/subscription liability and an intangible right-to-use lease/subscription asset (lease/subscription asset) in the government-wide financial statements.

At the commencement of a lease/subscription, the Town initially measures the lease/subscription liability at the present value of payments expected to be made during the term. Subsequently, the lease/subscription liability is reduced by the principal portion of payments made. The lease/subscription asset is initially measured as the initial amount of the lease/subscription liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the lease/subscription asset is amortized on a straight-line basis over its useful life.

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Lease and Subscription Liabilities (Continued)**

The Town monitors changes in circumstances that would require a remeasurement of its lease or subscriptions and will remeasure the lease/subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the lease/subscription liability.

Lease/subscription assets are reported with other capital assets and lease/subscription liabilities are reported with long-term debt on the statement of net position.

**Fund Equity 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 reflects capital assets net of depreciation/amortization and net of only the debt applicable to the acquisition or construction of these assets. Debt issued for non-capital 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**

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

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Fund Equity 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 at 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 is expressed by the passage of a resolution by the Board of Finance or by a properly approved purchase order.

**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.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Town considers restricted funds to have been spent first.

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

**TOWN OF NORTH HAVEN, 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 Equity  
(Continued)**

**Use of 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 and liabilities, deferred outflows and inflows of resources including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year. Actual results could differ from those estimates.

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

**A. Basis of Budgeting**

Only the General Fund has a legally adopted annual budget.

The Town uses a basis of budgeting under which purchase orders for contracts or other commitments are recorded in order to reserve that portion of the applicable appropriation. 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 the budgetary statements included as required supplementary information.

Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

**B. Donor-Restricted Endowments**

The Town has received certain endowments for the public library and the cemetery. The amounts are reflected in fund balance as restricted for permanent funds. Investment income (including appreciation) is approved for expenditure by the Library Board and the Cemetery Board, respectively. At year end, the amount of appreciation included in restricted fund balance for the library and cemetery funds totaled \$23,240 and \$135,026, respectively.



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

**B. Donor-Restricted Endowments (Continued)**

The Town allocates investment income of donor-restricted endowments in accordance with donor restrictions and Connecticut law, which has adopted the provisions of the Uniform Prudent Management of Institutional Funds Act (UPMIFA). Under UPMIFA, investment income earned on donor-restricted endowment funds is considered to be unrestricted in the absence of explicit donor restrictions. Further, in the absence of explicit donor restrictions regarding investment appreciation, such appreciation is treated the same as the related investment income.

Investment losses that reduce the value of endowment investments below the original principal amount serve to reduce restricted net position or unrestricted net position, depending upon the applicable donor's stipulations regarding the treatment of investment income and appreciation.

**C. Capital Project Authorizations**

The following is a summary of certain capital projects:

Project	Project Authorization	Cumulative Expenditures	Balance
Sackett Point Bridge	\$ 15,000,000	\$ 14,286,964	\$ 713,036
Valley Service Road	2,150,000	1,816,499	333,501
Enhanced Athletic Field	3,500,000	2,789,388	710,612
Fire Department - Training Tower	497,250	124,640	372,610
Temple Pines	5,700,000	1,415,422	4,284,578
Board of Education - School Security	2,000,000	2,109,760	(109,760)
Recycling Center	355,000	13,833	341,167
Pool Road Drainage Improvements	2,977,961	3,583	2,974,378
Kings Highway Bridge	1,224,800	62,375	1,162,425
Hartford Turnpike Headwall	140,000	143,374	(3,374)
Five Mile Brook Channel	192,640	-	192,640
Playscapes and Bandstand	351,653	70,531	281,122
Totals	<u>\$ 34,089,304</u>	<u>\$ 22,836,369</u>	<u>\$ 11,252,936</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

**D. Fund Deficits**

The following funds were in a deficit position as of June 30, 2024:

Fund	Deficit
Bonded Projects Fund *	\$ (3,924,678)
Capital Nonrecurring Fund **	(460,942)
State/Federal Grants **	(35,358)
Town Workers' Compensation ***	(628,756)
Education Workers' Compensation ***	(629,617)

\* Deficit will be funded by future relief of payable due to state, and future issuance of debt

\*\* Deficit will be funded by future grant receipts

\*\*\* Deficit will be funded by future General Fund contributions

**NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS**

**A. Deposits**

**Custodial Credit Risk**

At year end, the Town's bank balance, including certificates of deposit accounts and money markets classified as investments, was exposed to custodial credit risk as follows:

Bank Balance	<u>\$ 39,898,965</u>
Uninsured and Uncollateralized	\$ 32,117,473
Uninsured and Collateral Held by the Pledging Bank's Trust Department, Not in the Town's Name	<u>3,735,276</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 35,852,749</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 NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)**

**A. Deposits (Continued)**

**Credit Risk – Cash Equivalents**

At June 30, 2024, the Town's cash equivalents amounted to \$30,762,801. Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following table provides a summary of the Town's cash equivalents as rated by Standard and Poor's (S&P):

	<u>S&amp;P Global</u>
State Short-Term Investment Fund	AAAm
Fidelity Government Money-Market	AAAm

STIF is an investment pool of high-quality, short-term money market instruments with an average maturity of less than 60 days. There were no limitations or restrictions on any withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

**B. Investments**

The Town's investments (including restricted investments) consisted of the following types and maturities. Specific identification was used to determine the maturities.

Type of Investment	Investment Maturities (In Years)				
	Fair Value	N/A	Less Than 1	1 - 10 Years	Over 10
Mutual Funds	\$ 39,670,789	\$ 39,670,789	\$ -	\$ -	\$ -
Common Stock	32,029,999	32,029,999	-	-	-
U.S. Government Securities	3,159,008	-	942,099	2,216,909	-
Guaranteed Investment Contract	4,079,951	4,079,951	-	-	-
Municipal Bonds	4,993,743	-	138,671	4,545,076	309,996
Corporate Bonds	622,870	-	49,081	547,518	26,271
Alternative Investments	29,708,660	29,708,660	-	-	-
Total	114,265,020	<u>\$ 105,489,399</u>	<u>\$ 1,129,851</u>	<u>\$ 7,309,503</u>	<u>\$ 336,267</u>
Less Fiduciary Funds	<u>(110,185,069)</u>				
Other Funds	<u>\$ 4,079,951</u>				

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)**

**B. Investments (Continued)**

The Town had the following recurring fair value measurements:

	Amount	Quoted Market Price in Active Markets Level 1	Significant Observable Inputs Level 2
Investments by Fair Value Level:			
Mutual Funds	\$ 39,670,789	\$ 39,670,789	\$ -
Common Stock	32,029,999	32,029,999	-
U.S. Government Securities	3,159,008	3,159,008	-
Municipal Bonds	4,993,743	-	4,993,743
Corporate Bonds	622,870	-	622,870
Total Investments by Fair Value Level	80,476,409	<u>\$ 74,859,796</u>	<u>\$ 5,616,613</u>
Investments Measured at the Net Asset Value (NAV):			
Alternative Investments	29,708,660		
Other Investments:			
Guaranteed Investment Contracts	<u>4,079,951</u>		
Total Investments	<u>\$ 114,265,020</u>		

*Level 1:* Quoted prices for identical investments in active markets.

*Level 2:* Observable inputs: quoted prices for identical securities in markets that are not active.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)**

**B. Investments (Continued)**

The Town's investments subject to credit risk had average ratings by Standard & Poor's as follows:

Average Rating	Corporate Bonds	U.S. Government Securities	Municipal Bonds
Aaa	-	3,159,008	800,232
Aa1	-	-	1,979,219
Aa2	-	-	683,666
Aa3	-	-	238,493
A1	75,163	-	547,951
A2	24,839	-	286,358
A3	-	-	296,009
Baa1	24,606	-	66,484
Baa2	150,986	-	76,202
Baa3	198,021	-	19,129
Ba1	49,543	-	-
Ba2	25,513	-	-
Ba3	25,448	-	-
B1	48,751	-	-
Total	<u>622,870</u>	<u>3,159,008</u>	<u>4,993,743</u>

Certain investments are covered by the Securities Investor Protection Corporation (SIPC) up to \$500,000, including \$250,000 of cash from sale or for purchase of investments, but not cash held solely for the purpose of earning interest. SIPC protects securities such as notes, stocks, debentures, certificates of deposit and money funds.

The following Town investments are held by the counterparty's trust department or agent but not in the Town's name and, therefore, are subject to custodial credit risk.

	Total	Less Insured Amounts	Amount Subject to Custodial Credit Risk
Common Stock	\$ 32,029,999	\$ 500,000	\$ 31,529,999
U.S. Government Securities	3,159,008	-	3,159,008
Municipal Bonds	4,993,743	-	4,993,743
Corporate Bonds	622,870	-	622,870
Total	<u>\$ 40,805,620</u>	<u>\$ 500,000</u>	<u>\$ 40,305,620</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)**

**C. Investments Measured at Net Asset Value (NAV)**

Investments valued using the net asset value (NAV) per share (or its equivalent) are considered “alternative investments” and, unlike more traditional investments, generally do not have readily obtainable market values and take the form of limited partnerships. The limited partnership consists of equity interests in non-publicly traded entities that may not be readily marketable. The underlying investments of such funds, whether invested in stock or securities, may include investments in companies that are not currently traded in public market and may be subject to restrictions on resale.

Values determined by the Funds’ investment managers and general partners of underlying securities that are thinly traded or not traded in an active market may be based on historical cost, appraisal, a review of the investees’ financial results, financial condition and prospects, together with comparisons to similar companies for which market prices are available or other estimates that require varying degrees of judgment. The Town values these investments based on the partnerships’ audited financial statements. If June 30 statements are available, those values are used preferentially.

However, some partnerships have fiscal years ending at other than June 30. If June 30 valuations are not available, the value is estimated from the most recently available valuation taking into account subsequent calls and distributions.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)**

**C. Investments Measured at Net Asset Value (NAV) (Continued)**

The following table represents the unfunded commitments, redemption frequency (if currently eligible), and the redemption notice period for the Town's alternative investments measured at the NAV:

Investment Description	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Boyd Watterson Diversified Government REIT	\$ 1,033,660	\$ -	Quarterly	60 Days
Boyd Waterson State Government	951,920	-	Quarterly	60 Days
Verition International Multi-Strategy	1,707,909	-	Quarterly	45 Days
Greywolf Distressed Opportunities Overseas	489,364	-	N/A	N/A
Greywolf Distressed Opportunities Overseas II	722,120	294,387	N/A	N/A
Arsenal Cart Investor II	204,406	-	N/A	N/A
Arsenal Elevate Investors I	158,879	-	N/A	N/A
Arsenal growth Equity III	945,362	38,649	N/A	N/A
Arsenal Sayari Investors I	204,433	-	N/A	N/A
Silver Point Specialty Credit	331,568	683,248	N/A	N/A
Golub Capital Partners	915,911	-	N/A	N/A
ACA Master Select Offshore SPC	2,805,910	-	N/A	N/A
Aramas Capital	3,383,825	-	Yearly	90 Days
BC Partners Lending Corp	1,142,753	-	N/A	N/A
BC Partners Special Opportunities Offshore Feeder II	2,014,728	324,174	N/A	N/A
CapRidge Partners Value IV	510,281	1,414,070	N/A	N/A
Fergus Series C	1,593,375	500,000	Monthly	30 Days
GoldenTree Loan Management	1,425,077	-	N/A	N/A
GoldenTree Distressed II	598,545	684,000	N/A	N/A
Horizon Kinetics/ Conesensus Mining and Seigniorage	200,000	-	N/A	N/A
Horizon Kinetics Equity Opportunities Class M	680,038	-	N/A	N/A
Horizon Kinetics Equity Opportunities Class ME	380,352	-	N/A	N/A
Longford Capital I	233,323	21,447	N/A	N/A
Longford Capital II	1,558,402	477,642	N/A	N/A
OneOak Alpha Opps Fund Series B	1,221,441	-	Quarterly	45 Days
RRA Real Estate Debt II	1,907,478	282,500	N/A	N/A
RRA Real Estate Debt III	307,402	1,200,000	N/A	N/A
Waypoint Acquisition Portfolio 2020-A	87,260	-	N/A	N/A
Waypoint Acquisition Portfolio 2019-C	117,885	-	N/A	N/A
Waypoint Acquisition Portfolio 2019-D	75,053	-	N/A	N/A
Waypoint ModaMia MF-FL GP	500,000	-	N/A	N/A
Waypoint Strategic Sunbelt Apartment Fund II, LP	750,000	-	N/A	N/A
Waypoint WREI 2021 Development Fund, LLC	550,000	-	N/A	N/A
Total Investments Measured at NAV	<u>\$ 29,708,660</u>	<u>\$ 5,920,117</u>		

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 4 RECEIVABLES**

Receivable balances have been disaggregated by type and presented separately in the financial statements. Only receivables for the Town's government-wide financial statements with allowances for uncollectible accounts, including the applicable allowances for uncollectible accounts, are presented below.

	Property Taxes			
	Taxes	Interest and Lien Fees	Intergovernmental	Leases
Governmental Activities:				
Receivable	\$ 3,319,941	\$ 2,048,373	\$ 3,963,715	\$ 2,090,009
Less Allowance for Uncollectibles	(1,036,271)	(705,000)	-	-
Total Receivable (Net)	<u>\$ 2,283,670</u>	<u>\$ 1,343,373</u>	<u>\$ 3,963,715</u>	<u>\$ 2,090,009</u>
	Sewer			
	Assessments	Other	Total	
Governmental Activities:				
Receivable	\$ 108,494	\$ 303,424	\$ 11,833,956	
Less Allowance for Uncollectibles	-	-	(1,741,271)	
Total Receivable (Net)	<u>\$ 108,494</u>	<u>\$ 303,424</u>	<u>\$ 10,092,685</u>	
	Sewer Use			
	Charges	Interest and Lien Fees	Total	
Business-Type Activities:				
Receivable Amount	\$ 662,456	\$ 573,534	\$ 1,235,990	
Less Allowance for Uncollectible	(15,360)	(425,812)	(441,172)	
Net Receivable	<u>\$ 647,096</u>	<u>\$ 147,722</u>	<u>\$ 794,818</u>	

**Leases Receivable**

The Town reports the following lease balances and activity:

Description	Lease Receivable	Deferred Inflows of Resources	Lease Revenue	Lease Interest Revenue
Buildings and Land	<u>\$ 2,090,009</u>	<u>\$ 1,956,865</u>	<u>\$ 144,352</u>	<u>\$ 43,793</u>

The lease receivables mature at various dates through 2046.



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 5 INTERFUND BALANCES AND TRANSFERS**

**A. Interfund Payables and Receivables**

A summary of interfund balances is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Bonded Projects Fund	\$ 1,295,073
	Capital Nonrecurring	2,538,861
	Nonmajor Governmental Funds	325,033
	Fiduciary Funds	107,524
	Internal Service Fund	970,086
General Fund Total		<u>5,236,577</u>
Fiduciary Funds	General Fund	40,180
	Internal Service Fund	43
Fiduciary Funds Total		<u>40,223</u>
Bonded Projects Fund	General Fund	2,337,216
Capital Nonrecurring Fund	General Fund	6,264,867
Nonmajor Governmental Funds	General Fund	1,818,396
Internal Service Fund	General Fund	704,774
Enterprise Fund	General Fund	4,748,048
Total		<u><u>\$ 21,150,101</u></u>

All interfund balances resulted from the time lag between the dates payments occurred between funds for interfund goods, payroll and services provided or in instances where certain funds do not have a bank account.

**B. Interfund Transfers**

A summary of interfund transfers is as follows:

	Transfers In				Total
	General Fund	Bonded Projects	Capital Nonrecurring	Enterprise Fund	Transfers Out
Transfers Out:					
General Fund	\$ -	\$ -	\$ 723,533	\$ -	\$ 723,533
Capital Nonrecurring	-	162,354	-	47,556	209,910
Other Governmental Funds	511,772	-	-	-	511,772
Total Transfers In	<u><u>\$ 511,772</u></u>	<u><u>\$ 162,354</u></u>	<u><u>\$ 723,533</u></u>	<u><u>\$ 47,556</u></u>	<u><u>\$ 1,445,215</u></u>

Transfers were used to account for funding of the Capital Nonrecurring Fund, repayments from Other Governmental Funds to the General Fund, and repayments from the Capital Nonrecurring Fund to WPCA.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 6 CAPITAL ASSETS**

**A. Governmental Activities**

Capital asset activity for the year was as follows:

	Beginning Balance	Increases	Decreases	Transfer In (Out)	Ending Balance
Governmental Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 3,681,628	\$ -	\$ -	\$ -	\$ 3,681,628
Construction in Progress	20,039,323	10,226,726	(1,010,501)	(7,050,201)	22,205,347
Total Capital Assets Not Being Depreciated	23,720,951	10,226,726	(1,010,501)	(7,050,201)	25,886,975
Capital Assets Being Depreciated and Amortized:					
Intangible Right-to-Use Assets	1,396,817	179,793	-	-	1,576,610
Land Improvements	6,731,845	-	-	2,108,993	8,840,838
Buildings and Improvements	213,683,522	342,032	(370,315)	2,655,610	216,310,849
Machinery and Equipment	13,895,563	888,033	(1,492,144)	98,228	13,389,680
Vehicles	11,657,103	617,768	(93,173)	370,871	12,552,569
Infrastructure	55,443,496	2,017,511	-	1,816,499	59,277,506
Total Capital Assets Being Depreciated and Amortized	302,808,346	4,045,137	(1,955,632)	7,050,201	311,948,052
Less: Accumulated Depreciation and Amortization for:					
Intangible Right-to-Use Assets	349,511	245,665	-	-	595,176
Land Improvements	2,340,634	328,699	-	-	2,669,333
Buildings and Improvements	32,229,691	2,806,619	(117,264)	-	34,919,046
Machinery and Equipment	6,642,216	1,001,051	(1,060,314)	-	6,582,953
Vehicles	3,625,593	526,751	(34,826)	-	4,117,518
Infrastructure	13,938,837	1,119,098	-	-	15,057,935
Total Accumulated Depreciation and Amortization	59,126,482	6,027,883	(1,212,404)	-	63,941,961
Capital Assets, Net	<u>\$ 267,402,815</u>	<u>\$ 8,243,980</u>	<u>\$ (1,753,729)</u>	<u>\$ -</u>	<u>\$ 273,893,066</u>

Intangible right-to-use assets by category are as follows:

Type	Asset	Accumulated Amortization
Intangible Right-to-Use Building and Improvements	\$ 764,035	\$ 209,842
Intangible Right-to-Use Leased Machinery and Equipment	169,816	102,899
Intangible Right-to-Use Leased Vehicles	60,201	60,201
Intangible Right-to-Use Subscription Assets	582,558	222,234
Total	<u>\$ 1,576,610</u>	<u>\$ 595,176</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 6 CAPITAL ASSETS (CONTINUED)**

**A. Governmental Activities (Continued)**

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

Governmental Activities:

General Government	\$ 501,165
Public Safety	897,740
Public Works	1,512,928
Health and Welfare Expenses	16,815
Culture and Recreation	60,898
Education	<u>3,038,337</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 6,027,883</u></u>

**B. Business-Type Activities**

Capital asset activity for the year was as follows:

	Beginning Balance	Increases	Decreases	Transfer In (Out)	Ending Balance
Business-Type Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 21,000	\$ -	\$ -	\$ -	\$ 21,000
Construction in Progress	250,899	-	(250,899)	-	-
Total Capital Assets Not Being Depreciated	271,899	-	(250,899)	-	21,000
Capital Assets Being Depreciated:					
Land Improvements	370,984	-	-	-	370,984
Buildings and Improvements	16,827,301	-	-	-	16,827,301
Machinery and Equipment	6,848,493	994,744	(346,000)	-	7,497,237
Vehicles	321,272	-	-	-	321,272
Distribution and Collection System	18,434,752	-	-	-	18,434,752
Total Capital Assets Being Depreciated:	42,802,802	994,744	(346,000)	-	43,451,546
Less: Accumulated Depreciation for:					
Land Improvements	112,068	9,275	-	-	121,343
Buildings and Improvements	6,033,566	214,276	-	-	6,247,842
Machinery and Equipment	5,002,255	111,729	(224,900)	-	4,889,084
Vehicles	264,358	8,282	-	-	272,640
Distribution and Collection Systems	9,835,712	199,911	-	-	10,035,623
Total Accumulated Depreciation	21,247,959	543,473	(224,900)	-	21,566,532
Capital Assets, Net	<u>\$ 21,826,742</u>	<u>\$ 451,271</u>	<u>\$ (371,999)</u>	<u>\$ -</u>	<u>\$ 21,906,014</u>

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

Water Pollution Authority	<u><u>\$ 543,473</u></u>
---------------------------	--------------------------

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 6 CAPITAL ASSETS (CONTINUED)**

**C. Construction Commitments**

The Town has the following construction commitments:

Sackett Point Road	\$701,586
--------------------	-----------

**NOTE 7 SHORT-TERM LIABILITIES – BOND ANTICIPATION NOTES**

The Town uses bond anticipation notes during the construction period of various public projects prior to the issuance of the bonds at the completion of the project.

Short-term liability activity for the year was as follows:

Purpose	Maturity Date	Interest Rates	Beginning Balance	Additions	Reductions	Permanently Financed	Ending Balance
Sackett Point Bridge	11/1/2024	4.00%	\$ 6,000,000	\$ 815,000	\$ 6,000,000	\$ -	\$ 815,000
Valley Service Road	11/1/2024	4.00%	2,150,000	2,150,000	2,150,000	2,150,000	-
2020 School Security	11/1/2024	4.00%	-	1,890,000	-	1,890,000	-
Town Buildings / Roads /Bridges	11/1/2024	4.00%	-	5,036,000	-	-	5,036,000
Recycling/Transfer Center	11/1/2024	4.00%	-	355,000	-	-	355,000
Five Mile Brook Channel Clearing	11/1/2024	4.00%	-	45,000	-	-	45,000
Town Sports / Recreation Facilities	11/1/2024	4.00%	-	469,000	-	-	469,000
2022 Road Milling / Paving Project	11/1/2024	4.00%	2,600,000	2,600,000	2,600,000	2,600,000	-
Total			<u>\$ 10,750,000</u>	<u>\$ 13,360,000</u>	<u>\$ 10,750,000</u>	<u>\$ 6,640,000</u>	<u>\$ 6,720,000</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 8 LONG-TERM LIABILITIES**

Bonds, notes, leases, and subscriptions are direct obligations and pledge the full faith and credit of the Town.

**A. Summary of Changes**

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

**Governmental Activities:**

Description	Original Amount	Date of Issue	Date of Maturity	Interest Rate	Beginning of Year	Additions	Deductions	End of Year	Current Portion	Long-Term Portion
<b>General obligation bonds:</b>										
<b>General Purpose:</b>										
Debt Issue	935,000	4/26/2006	7/15/2025	3.88% - 5.00%	\$ 215,012	\$ -	\$ 60,000	\$ 155,012	\$ 60,000	\$ 95,012
Debt Issue	3,000,000	11/10/2016	11/1/2036	2.00% - 4.00%	885,000	-	135,000	750,000	135,000	615,000
Debt Issue	10,565,000	7/30/2019	8/1/2028	5.00%	6,295,000	-	1,035,000	5,260,000	1,085,000	4,175,000
Debt Issue	15,000,000	10/23/2019	11/1/2039	2.75% - 5.00%	14,400,000	-	600,000	13,800,000	600,000	13,200,000
Debt Issue	1,541,000	7/21/2020	10/1/2036	0.42% - 2.40%	1,500,000	-	11,000	1,489,000	11,000	1,478,000
Debt Issue	5,500,000	11/5/2020	11/5/2040	2.00% - 4.00%	5,500,000	-	300,000	5,200,000	300,000	4,900,000
Debt Issue	2,000,000	11/4/2021	11/4/2041	2.00% - 5.00%	2,000,000	-	-	2,000,000	80,000	1,920,000
Debt Issue	1,200,000	11/3/2022	11/3/2032	4.00% - 5.00%	1,200,000	-	-	1,200,000	-	1,200,000
Debt Issue	2,000,000	11/2/2023	11/1/2043	4.00% - 5.00%	-	2,000,000	-	2,000,000	-	2,000,000
Total General Purpose	41,741,000				31,995,012	2,000,000	2,141,000	31,854,012	2,271,000	29,583,012
<b>Schools:</b>										
Debt Issue	22,445,000	4/26/2006	7/15/2025	3.88% - 5.00%	4,234,988		1,415,000	2,819,988	1,425,000	1,394,988
Debt Issue	21,850,000	1/23/2007	7/15/2026	3.88% - 4.75%	4,600,000		1,150,000	3,450,000	1,150,000	2,300,000
Debt Issue	7,000,000	11/10/2016	11/1/2036	2.00% - 4.00%	2,040,000		315,000	1,725,000	315,000	1,410,000
Debt Issue	7,500,000	11/9/2017	11/1/2037	2.25% - 5.00%	6,600,000	-	300,000	6,300,000	450,000	5,850,000
Debt Issue	7,500,000	11/1/2018	11/1/1937	2.25% - 5.00%	4,200,000		300,000	3,900,000	300,000	3,600,000
Debt Issue	31,434,000	7/21/2020	10/1/2038	0.42% - 2.40%	27,770,000		1,139,000	26,631,000	1,824,000	24,807,000
Debt Issue	3,700,000	11/4/2021	11/4/2041	2.00% - 5.00%	3,700,000	-	-	3,700,000	145,000	3,555,000
Debt Issue	3,500,000	11/2/2023	11/1/2043	4.00% - 5.00%	-	3,500,000	-	3,500,000	-	3,500,000
Total Schools	104,929,000				53,144,988	3,500,000	4,619,000	52,025,988	5,609,000	46,416,988
Total General Obligation Bonds	146,670,000				85,140,000	5,500,000	6,760,000	83,880,000	7,880,000	76,000,000
Bond Anticipation Notes - Permanently Financed					5,500,000	6,640,000	5,500,000	6,640,000	-	6,640,000

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

**A. Summary of Changes (Continued)**

Description	Original Amount	Date of Issue	Date of Maturity	Interest Rate	Beginning of Year	Additions	Deductions	End of Year	Current Portion	Long-Term Portion
Notes (Direct Borrowings):										
Energy Performance Contract	6,338,681	7/2/2015	7/2/1935	2.61%	\$ 5,004,891	\$ -	\$ 284,630	\$ 4,720,261	\$ 304,654	\$ 4,415,607
Education Technology Equipment	1,741,581	3/7/2023	2/23/2027	2.70% - 8.50%	787,215	-	378,272	408,943	195,983	212,960
Video Recording Equipment	51,858	5/1/2019	5/1/2024	4.32%	11,428	-	11,428	-	-	-
Jet Vac Truck	375,326	6/18/2020	8/1/2025	2.70%	190,655	-	190,655	-	-	-
CWF 489C	889,772	4/20/2006	3/31/2026	2.00%	149,682	-	51,864	97,818	52,911	44,907
Total Notes	<u>9,397,218</u>				<u>6,143,871</u>	<u>-</u>	<u>916,849</u>	<u>5,227,022</u>	<u>553,548</u>	<u>4,673,474</u>
Total Bonds and Notes	<u>156,067,218</u>				<u>96,783,871</u>	<u>12,140,000</u>	<u>13,176,849</u>	<u>95,747,022</u>	<u>8,433,548</u>	<u>87,313,474</u>
Leases Payable	934,649				792,366	-	100,994	691,372	82,296	609,076
Subscription Payable	<u>582,557</u>				<u>293,965</u>	<u>179,793</u>	<u>164,781</u>	<u>308,977</u>	<u>144,958</u>	<u>164,019</u>
Total Long-Term Debt	<u>157,584,424</u>				97,870,202	12,319,793	13,442,624	96,747,371	8,660,802	88,086,569
Premium					1,924,982	138,696	781,095	1,282,583	-	1,282,583
Compensated Absences (Net Change)					6,150,241	73,046	-	6,223,287	1,244,657	4,978,630
Landfill Liability					20,000	-	10,000	10,000	10,000	-
Risk Management Claims Payable					4,037,754	4,879,677	4,037,754	4,879,677	2,829,044	2,050,633
Net Pension Liability					31,211,627	1,050,225	-	32,261,852	-	32,261,852
Net OPEB Liability					<u>96,093,534</u>	<u>19,823</u>	<u>-</u>	<u>96,113,357</u>	<u>-</u>	<u>96,113,357</u>
Total Long-Term Debt and Related Liabilities					<u>\$ 237,308,340</u>	<u>\$ 18,481,260</u>	<u>\$ 18,271,473</u>	<u>\$ 237,518,127</u>	<u>\$ 12,744,503</u>	<u>\$ 224,773,624</u>

All long-term liabilities are generally liquidated by the General Fund.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

**A. Summary of Changes (Continued)**

The following is a summary of bonds and notes payable principal and interest payments to maturity:

<u>Year Ended June 30.</u>	<u>Bond Principal</u>	<u>Note Principal</u>	<u>Total Interest</u>
2025	\$ 7,880,000	\$ 553,548	\$ 2,461,802
2026	8,140,000	557,780	2,036,825
2027	7,620,000	373,117	1,741,601
2028	6,475,000	370,290	1,507,218
2029	6,030,000	394,145	1,316,713
2030-2034	25,650,000	2,368,189	4,542,088
2035-2039	17,810,000	609,953	1,639,525
2040-2044	4,275,000	-	239,845
Total	<u>\$ 83,880,000</u>	<u>\$ 5,227,022</u>	<u>\$ 15,485,617</u>

**B. Notes (Direct Borrowings)**

The Town's outstanding notes from direct borrowings and direct placements related to governmental activities contain provisions that in an event of default, outstanding amounts become immediately due if the Town is unable to make payment.

The Town's outstanding equipment financing notes of \$5,129,204 are secured with collateral of the equipment purchased.

**C. 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:

<u>Category</u>	<u>Debit Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General Purpose	\$ 224,139,236	\$ 48,354,486	\$ 175,784,750
Schools	448,278,471	55,015,067	393,263,404
Sewer	373,565,393	97,818	373,467,575
Urban Renewal	323,756,674	-	323,756,674
Pension Deficit	298,852,314	-	298,852,314

The total overall statutory debt limit for the Town is equal to 7 times the annual receipts for the prior year taxation:

\$ 697,322,066

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

**C. Statutory Debt Limitations (Continued)**

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.

**D. Authorized/Unissued Debt**

The amount of authorized and unissued bonds are as follows:

General Purpose	\$ 11,065,278
Schools	110,802
Total	<u>\$ 11,176,080</u>

**F. Municipal Solid Waste Landfill Closure and Post-Closure Care Costs**

State and Federal laws and regulations require that the Town perform certain maintenance and monitoring functions at the landfill site for 30 years. Estimated total costs of landfill post-closure care is \$10,000, which is based on the amount estimated to be paid for all equipment, facilities and services required to monitor and maintain the landfill. However, the actual cost of monitoring and other post-closure care may be higher due to inflation, changes in technology or changes in landfill laws and regulations.

**G. Leases**

Lease agreements are summarized as follows:

Description	Year	Lease Term (Years)	Interest Rate	Original Amount	Balance
Town Copiers	2022	1-4	2.70%	\$ 105,657	\$ 32,071
Town Postage Machines	2022	3-5	2.70%	33,330	11,383
Education Postage Machines	2022	4-5	2.70%	31,627	11,845
Education Building	2022	12	4.50%	764,035	636,073
Total				<u>\$ 934,649</u>	<u>\$ 691,372</u>

All interest rates have been imputed based on the rate from recently issued debt as there were no interest rates specified in the lease agreement.



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

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

**G. Leases (Continued)**

The following is a summary of lease payable principal and interest payments to maturity:

<u>Year Ended June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 82,296	\$ 30,116
2026	74,108	26,990
2027	64,141	23,998
2028	65,176	21,187
2029	74,149	18,254
2030 - 2034	331,502	23,197
Total	<u>\$ 691,372</u>	<u>\$ 143,742</u>

**H. Subscriptions**

Subscription arrangements are summarized as follows:

<u>Description</u>	<u>Year</u>	<u>Subscription Term (Years)</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance</u>
Police Body Camera Software	2023	4	4.50%	\$ 245,107	\$ 127,944
Digital Learning Software	2023	3	4.50%	40,822	14,211
Fire Department Software	2023	3	4.50%	51,038	-
Police Cloud-Based Storage	2023	4	4.50%	21,567	17,005
Security Software	2023	3	4.50%	44,231	15,397
Records Management Software	2024	4	4.50%	66,762	60,513
Workspace Software	2024	3	4.50%	42,794	28,007
Cybersecurity Software	2024	3	4.50%	70,236	45,900
Total				<u>\$ 582,557</u>	<u>\$ 308,977</u>

All interest rates have been imputed based on the rate from recently issued debt as there were no interest rates specified in the subscription agreement.

The following is a summary of subscription payable principal and interest payments to maturity:

<u>Year Ended June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 144,958	\$ 13,284
2026	121,677	6,927
2027	20,798	1,628
2028	14,201	679
2029	7,343	97
Total	<u>\$ 308,977</u>	<u>\$ 22,615</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 9 FUND BALANCES**

Fund balances are classified as follows:

	General Fund	Bonded Projects Fund	Capital Nonrecurring Fund	Other Governmental Funds	Total
Fund Balances:					
Nonspendable:					
Cemetery Maintenance	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000
Library Programs	-	-	-	105,972	105,972
Inventory	-	-	-	24,059	24,059
Leases	133,144	-	-	-	133,144
Total Nonspendable	133,144	-	-	230,031	363,175
Restricted for:					
Public Safety Programs	-	-	-	93,967	93,967
Education:					
Cafeteria Operations	-	-	-	652,183	652,183
School Activity Programs	-	-	-	324,684	324,684
Road Construction	-	-	425,451	-	425,451
Cemetery Maintenance	-	-	-	135,026	135,026
Library Programs	-	-	-	23,240	23,240
Unspent Bond Proceeds	-	1,215,092	-	-	1,215,092
Total Restricted	-	1,215,092	425,451	1,229,100	2,869,643
Committed:					
General Government Programs	-	-	-	529,009	529,009
Public Safety Programs	-	-	-	477,843	477,843
Health and Welfare Programs	-	-	-	304,071	304,071
Culture and Recreation	-	-	-	136,627	136,627
School Activity Programs	-	-	-	885,440	885,440
Grants and Programs	-	-	-	-	-
Construction Contracts	-	-	701,586	-	701,586
Total Committed	-	-	701,586	2,332,990	3,034,576
Assigned:					
Economic Development	10,000	-	-	-	10,000
Center Block Beautification	43	-	-	-	43
Subsequent Year's Budget	1,425,000	-	-	-	1,425,000
Debt Service	-	-	-	247,132	247,132
Total Assigned	1,435,043	-	-	247,132	1,682,175
Unassigned	9,743,576	(5,139,770)	(1,587,979)	(35,358)	2,980,469
Total	<u>\$ 11,311,763</u>	<u>\$ (3,924,678)</u>	<u>\$ (460,942)</u>	<u>\$ 4,003,895</u>	<u>\$ 10,930,038</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 10 RISK MANAGEMENT**

**A. Risk Management**

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance except as noted below. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or three prior years. The Town has a stop loss policy for total claims in any one year exceeding an aggregate of 120% of expected claims and for individual claims exceeding \$175,000 for hospital and major medical.

The Town utilizes risk management funds (the Internal Service Funds) to account for and finance its uninsured risks of loss for medical, dental, and workers' compensation. The fund records all claim expenditures and liabilities when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

All Town departments and agencies are charged premiums by the Internal Service Funds, which are included in department and agency expenditures, to cover the estimated cost of claims payment based on historical cost estimates of the amounts needed to pay prior and current year claims.

Claims liabilities include an estimate of claims incurred but not reported and are the Town's best estimate based on available information.

The claims liability reported in the fund is based upon accounting principles, which require that a liability for estimated claims incurred but not reported be recorded. The amount of claim accrual is based on the ultimate costs of settling the claim, which include past experience data, inflation and other future economic and societal factors and incremental claim adjustment expenses, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 10 RISK MANAGEMENT (CONTINUED)**

**A. Risk Management (Continued)**

Changes in the balances of claim liabilities during the past two years are as follows:

	Claims Payable July 1	Current Year Claims and Changes in Estimates	Claims Paid	Claims Payable June 30	Current Portion	Long-Term Portion
<u>Workers Compensation</u>						
<u>Town</u>						
2022-2023	\$ 1,701,001	\$ 824,965	\$ 357,023	\$ 2,168,943	\$ 926,433	\$ 1,242,510
2023-2024	2,168,943	1,545,499	1,318,208	2,396,234	968,327	1,427,907
<u>Education</u>						
2022-2023	423,013	722,577	277,779	867,811	353,257	514,554
2023-2024	867,811	659,212	409,580	1,117,443	494,717	622,726
<u>Subtotal</u>						
2022-2023	2,124,014	1,547,542	634,802	3,036,754	1,279,690	1,757,064
2023-2024	3,036,754	2,204,711	1,727,788	3,513,677	1,463,044	2,050,633
<u>Medical and Dental Insurance</u>						
<u>Town</u>						
2022-2023	786,894	6,708,171	6,853,335	641,730	641,730	-
2023-2024	641,730	9,967,906	9,953,636	656,000	656,000	-
<u>Education</u>						
2022-2023	545,106	7,445,545	7,631,381	359,270	359,270	-
2023-2024	359,270	7,628,186	7,277,456	710,000	710,000	-
<u>Subtotal</u>						
2022-2023	1,332,000	14,153,716	14,484,716	1,001,000	1,001,000	-
2023-2024	1,001,000	17,596,092	17,231,092	1,366,000	1,366,000	-
<u>Total Risk Management Claims Payable</u>						
2022-2023	3,456,014	15,701,258	15,119,518	4,037,754	2,280,690	1,757,064
2023-2024	\$ 4,037,754	\$ 19,800,803	\$ 18,958,880	\$ 4,879,677	\$ 2,829,044	\$ 2,050,633

**NOTE 11 COMMITMENTS AND LITIGATION**

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

The Town is a defendant in various lawsuits and the outcome of these lawsuits is not presently determinable. The resolution of these matters is not expected to have a material adverse effect on the financial condition of the Town.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 12 TAX ABATEMENTS**

An economic development tax incentive program, Article IX of Chapter 184 of the Ordinances of the Town, was enacted pursuant to Section 12-65b of the Connecticut General Statutes on October 14, 2014. This program is intended to attract new businesses to the Town and encourage the expansion of existing businesses to strengthen the Town's tax base.

The program is available to manufacturing, storage, warehousing, distribution, office, information technology, and recreational facilities and transient residential businesses limited to hotels, with or without an interior or attached restaurant. The program does not apply to residential developments, retail businesses, or restaurants. Personal property is also not included in the program.

The economic development tax incentive amount is based upon the total cost of improvements to real property. The form of the adjustment or reduction in the assessed value of that portion of the real property is comprised of the qualifying new construction or expansion. Improvements of \$500,000 to \$3,000,000 will qualify for a 3 year phase-in, improvements of \$3,000,001 to \$10,000,000 will qualify for a 5 year phase-in and improvements valued at greater than \$10,000,001 will qualify for a 7 year phase-in.

There is currently 1 company participating in the economic development tax incentive program. The amount of the tax abatement under these programs was \$801,398.

**NOTE 13 PENSIONS PLANS**

**A. Plan Administration**

The Town administers five single-employer defined benefit plans:

1. Employee Retirement Plan
2. Police Retirement Plan
3. Fire Retirement Plan
4. Volunteer Fire Retirement Plan
5. Elected Officials Retirement Plan

The Police Retirement and Fire Retirement Plans are closed; new hires after September 6, 2012 and October 30, 2012, respectively, are eligible for disability only.

All five single-employer defined benefit pension plans provide pensions for all full-time employees. The pension plans grant the authority to establish and amend the benefit terms to the Retirement Board. The elected official's retirement plan does not have assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 68. The plans do not issue separate, stand-alone financial reports. Management of each plan is vested in a Retirement Board.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSIONS PLANS (CONTINUED)**

**B. Plan Membership**

As of the valuation date for the police, fire, employee, volunteer fire and elected officials' retirement plans, membership in the plans is comprised of the following:

<u>Valuation Date</u>	<u>7/1/2023</u>	<u>7/1/2022</u>	<u>7/1/2022</u>	<u>7/1/2023</u>	<u>7/1/2023</u>
	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan
Retirees and Beneficiaries					
Receiving Benefits	218	55	28	29	3
Terminated Employees					
Entitled to Benefits	13	3	1	14	-
Active Members	83	52	42	32	2
Total	<u>314</u>	<u>110</u>	<u>71</u>	<u>75</u>	<u>5</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**C. Benefit Provisions**

	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan
Normal Retirement	Age 55-65 with 5 or 25 years of service	25 years of service but no later than age 65	25 years of service but no later than age 65	20 years of service	Age 65 with 8 years of service
Benefit Calculation	2.5% of final average compensation per year of service to a maximum of 80%	2.5% of average annual pay per year of service to a maximum of 75%	2.5% of average annual pay per year of service to a maximum of 75%	\$350 per month plus \$3 per month for each year of service as an officer	5% of final average compensation per year of service to a maximum of 50%
Final Average Compensation	Average of basic annual rate of pay earned during the 3 highest years out of the last 5 years	Average of compensation for basic pay for 3 highest years out of last 5 years	Average of compensation for basic pay for 3 highest years out of last 5 years	N/A	Average of basic salary earned during the 5 highest years of employment
Early Retirement Age	Age 55	N/A	N/A	N/A	Age 62
Early Retirement Service Requirement	10 Years	N/A	N/A	N/A	8 Years
Early Retirement Amount	Normal pension accrued reduced by 6% for each year of age less than normal retirement age	N/A	N/A	N/A	Normal pension accrued, reduced by 10%-20% if official is age 62-64
Service Connected Disability Amount	25% of basic annual compensation if less than 15 years of service and 50% of annual compensation	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay	N/A	N/A
Non-Service Connected Disability Service Amount	Normal pension based on service accrued and final average compensation at disability, payable immediately	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay	Additional monthly amount for each year of service in excess of 20 years depending on officer grade level	N/A
Non-Service Connected Disability Service Requirement	15 Years	10 Years	10 Years	10 Years	N/A
Vesting - Age	None	None	None	None	N/A
Vesting - Service	10 Years	10 Years	10 Years	20 Years	N/A
Vesting - Amount	Normal pension accrued payable at normal retirement date. Employees who terminate employment with less than 10 years receive a refund of their own contributions with interest	Normal pension accrued, payable when the employee would have completed 25 years of service had the participant not terminated employment, but not later than age 65	Normal pension accrued, payable when the employee would have completed 25 years of service had the participant not terminated employment, but not later than age 65	Normal pension accrued, payable at normal retirement date	N/A
Pre-Retirement Death Benefit Amount	50% of final pay, payable as a life annuity to spouse until remarriage or to dependent child until attaining age 18 or 26, if in school	50% of final pay, payable as a life annuity to spouse until remarriage or to dependent child until attaining age 18 or 23, if in school	N/A	50% of benefit pensioner was receiving payable to surviving spouse until death or remarriage or to children until age 18	N/A
Cost of Living Increases	On January 1 of each year, the benefits for retirees are adjusted in accordance with percentage changes in Social Security retirement benefits	On July 1 of each year following a pensioners 62nd birthday, a 3% compounding cost-of-living increase will be granted. For disability pensioners, the cost- of-living increase is also deferred to age 62	On July 1 of each year following a pensioners 62nd birthday, a 3% compounding cost-of-living increase will be granted. For disability pensioners, the cost-of-living increase is also deferred to age 62	N/A	On January 1 of each year, benefits for retirees shall be adjusted in accordance with the percentage change in Social Security retirement benefits

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**D. Contributions Required**

Each participant is required to contribute the following percentage of their pensionable wages to the plan.

	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan
Board of Education Employees	3.00%	None Required	None Required	None Required	None Required
Town Employees	0.00%-4.00%	None Required	None Required	None Required	None Required
Town Average Contribution Rate of Covered Payroll / Amount Contributed	39.02%	44.84%	45.67%	N/A	N/A

**E. Investments**

Investment Policy

The pension plans' policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board by a majority vote of its members. It is the policy of the Town's Retirement Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The following was the Board's adopted asset allocation policy for the Plans:

Asset Class	Employee Retirement	Police Retirement	Fire Retirement	Volunteer Fire Retirement	OPEB
Equity	60.0%	60.0%	33.0%	33.0%	65.0%
Fixed Income	40.0%	40.0%	35.0%	27.0%	35.0%
High Yield			5.0%	35.0%	
International Developed Markets	0.0%	0.0%	27.0%	5.0%	0.0%
Totals	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>

Concentrations

At June 30, 2024, the Town had the following investment(s) that individually represent 5.00% or more of the pension plans' net position.

Verition International Multi-Strategy	\$1,707,909
---------------------------------------	-------------



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**E. Investments (Continued)**

Long-Term Expected Rate of Return

The long-term expected rate of return on the 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 weighing the expected future real rates of return by the target 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 (see discussion of the pension plans' investment policy) are also summarized below:

Asset Class	Long-Term Expected Real Rate of Return			
	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan
Equity	9.31%	6.40%	6.40%	9.31%
Fixed Income	4.01%	0.40%	0.40%	9.61%
High Yield	N/A	N/A	2.60%	4.01%
International Developed Markets	N/A	N/A	6.80%	6.11%
Inflation rate	<u>2.25%</u>	<u>2.10%</u>	<u>1.50%</u>	<u>2.40%</u>
Long-Term Expected Nominal Rate of Return, Net	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>6.50%</u>

Annual Money-Weighted Rate of Return

The annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows:

	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Fire Retirement Plan
Annual Money-Weighted Rate of Return, Net	<u>8.89%</u>	<u>8.21%</u>	<u>12.96%</u>	<u>8.51%</u>

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**F. Net Pension Liability**

The components of the net pension liability were as follows:

	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan	Total
Total Pension Liability	\$ 78,106,779	\$ 48,606,037	\$ 28,374,333	\$ 1,723,192	\$ 2,412,662	\$ 159,223,003
Plan Fiduciary Net Position	66,066,054	34,275,049	25,193,097	1,426,951	-	126,961,151
Net Position Liability	<u>\$ 12,040,725</u>	<u>\$ 14,330,988</u>	<u>\$ 3,181,236</u>	<u>\$ 296,241</u>	<u>\$ 2,412,662</u>	<u>\$ 32,261,852</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u>84.58%</u>	<u>70.52%</u>	<u>88.79%</u>	<u>82.81%</u>	<u>0.00%</u>	

**G. Actuarial Methods and Assumptions**

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

	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan
Valuation Date	July 1, 2023	July 1, 2022	July 1, 2022	July 1, 2023	July 1, 2023
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level Percent	Level Percent	Level Percent	Level Percent	Level Percent
Asset Valuation Method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Investment Rate of Return, Net	7.00%	7.00%	7.00%	6.50%	3.93%
Inflation	2.25%	2.10%	1.50%	2.40%	0.00%
Salary Increases	3.00-6.70%	4.00%	3.50%	N/A	N/A
Cost of Living Adjustments	2.25%	3.00% starting at age 62	3.00% starting at age 62	N/A	2.25%
Mortality Rates	PubG-2010 Mortality Tables, projected generationally with Scale MP-2021	RP-2006 Mortality Tables, Projected Generationally with Scale MP 2021	RP-2006 Mortality Tables, projected generationally with Scale MP-2021	PubS-2010 Mortality Tables, projected generationally with Scale MP-2021	PubG-2010 Mortality Tables, projected generationally with Scale MP-2021

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**H. Changes from Prior Year**

Changes in Assumptions

Plan / Assumption	From	To
Elected Officials Retirement Plan:		
Discount Rate	3.65%	3.93%
Police Retirement Plan:		
Investment Rate of Return	7.00%	5.75%
Administrative Expense	\$0	\$60,000
Salary Increase	4.00%	3.50%
Mortality Rate	RP-2006 Mortality Tables	PubG-2010 Mortality Tables
Fire Retirement Plan:		
Investment Rate of Return	7.00%	5.75%
Administrative Expense	\$0	\$8,000
Mortality Rate	RP-2006 Mortality Tables	PubS-2010 Mortality Tables

Changes in Benefit Terms

There were no changes in benefit terms.

**I. Discount Rate**

The discount rates used to measure the total pension liability were as follows:

	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan
Discount Rate	<u>7.00%</u>	<u>6.75%</u>	<u>6.75%</u>	<u>6.50%</u>	<u>3.93%</u>

The discount rate for the Elected Official Retirement Plan was based on the S&P municipal bond 20 year high grade index as of the measurement date.

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

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**J. Changes in the Net Pension Liability**

The Town's net pension liability was measured at June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated as noted below. The changes in net pension liability for each plan for the fiscal year were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
<b>Employee Retirement Plan</b>			
Balance at July 1, 2023	\$ 77,335,446	\$ 63,176,086	\$ 14,159,360
Changes for the year:			
Service Cost	631,461	-	631,461
Interest	5,277,854	-	5,277,854
Contributions - Employer	-	1,924,685	(1,924,685)
Contributions - Member	-	74,554	(74,554)
Net Investment Income (Loss)	-	6,028,711	(6,028,711)
Benefit Payments, Including Refunds of Member Contributions	(5,137,982)	(5,137,982)	-
Balance at June 30, 2024	<u>\$ 78,106,779</u>	<u>\$ 66,066,054</u>	<u>\$ 12,040,725</u>
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
<b>Police Retirement Plan</b>			
Balance at July 1, 2023	\$ 42,806,863	\$ 31,650,656	\$ 11,156,207
Changes for the year:			
Service Cost	594,668	-	594,668
Interest	2,847,859	-	2,847,859
Differences Between Expected and Actual Experience	906,681	-	906,681
Changes in Assumptions	2,752,232	-	2,752,232
Changes of Benefit Terms	1,119,779	-	1,119,779
Contributions - Employer	-	2,139,153	(2,139,153)
Contributions - Member	-	162,538	(162,538)
Net Investment Income (Loss)	-	2,744,747	(2,744,747)
Benefit Payments, Including Refunds of Member Contributions	(2,422,045)	(2,422,045)	-
Balance at June 30, 2024	<u>\$ 48,606,037</u>	<u>\$ 34,275,049</u>	<u>\$ 14,330,988</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**J. Changes in the Net Pension Liability (Continued)**

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Fire Retirement Plan	(a)	(b)	(a) - (b)
Balance at July 1, 2023	\$ 26,356,360	\$ 23,346,911	\$ 3,009,449
Changes for the year:			
Service Cost	453,384	-	453,384
Interest	1,765,429	-	1,765,429
Differences Between Expected and Actual Experience	(388,093)	-	(388,093)
Changes in Assumptions	1,497,746	-	1,497,746
Contributions - Employer	-	931,963	(931,963)
Net Investment Income (Loss)	-	2,224,716	(2,224,716)
Benefit Payments, Including Refunds of Member Contributions	(1,310,493)	(1,310,493)	-
Balance at June 30, 2024	<u>\$ 28,374,333</u>	<u>\$ 25,193,097</u>	<u>\$ 3,181,236</u>

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Volunteer Fire Retirement Plan	(a)	(b)	(a) - (b)
Balance at July 1, 2023	\$ 1,682,086	\$ 1,216,969	\$ 465,117
Changes for the year:			
Service Cost	25,102	-	25,102
Interest	107,978	-	107,978
Contributions - Employer	-	202,345	(202,345)
Net Investment Income (Loss)	-	99,611	(99,611)
Benefit Payments, Including Refunds of Member Contributions	(91,974)	(91,974)	-
Balance at June 30, 2024	<u>\$ 1,723,192</u>	<u>\$ 1,426,951</u>	<u>\$ 296,241</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**J. Changes in the Net Pension Liability (Continued)**

<u>Elected Officials Retirement Plan</u>	<u>Increase (Decrease)</u> Total Pension Liability
Balance at July 1, 2023	\$ 2,421,494
Changes for the year:	
Service Cost	88,027
Interest	89,502
Differences Between Expected and Actual Experience	-
Changes in Assumptions	(71,539)
Changes of Benefit Terms	-
Benefit Payments, Including Refunds of Member Contributions	(114,822)
Balance at June 30, 2024	<u>\$ 2,412,662</u>

**K. Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability, calculated using the current discount rate as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1- percentage-point lower or 1-percentage-point higher than the current rate:

	Current Discount Rate	1% Decrease	Current Discount	1% Increase
Employee Retirement Plan	7.00%	<u>\$ 19,928,534</u>	<u>\$ 12,040,725</u>	<u>\$ 5,315,585</u>
Police Retirement Plan	6.75%	<u>\$ 20,775,630</u>	<u>\$ 14,330,988</u>	<u>\$ 9,007,685</u>
Fire Retirement Plan	6.75%	<u>\$ 6,739,220</u>	<u>\$ 3,181,236</u>	<u>\$ 211,636</u>
Volunteer Retirement Plan	6.50%	<u>\$ 509,099</u>	<u>\$ 296,241</u>	<u>\$ 121,395</u>
Elected Officials Retirement Plan	3.93%	<u>\$ 2,685,474</u>	<u>\$ 2,412,662</u>	<u>\$ 2,183,739</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

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

The Town reported deferred outflows of resources and deferred inflows of resources and pension expense as follows:

<u>Employee Retirement Plan</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net</u>
Differences Between Expected and Actual Experience	\$ 53,672	\$ -	\$ 53,672
Changes in Assumptions	71,415	-	71,415
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,034,568	-	1,034,568
Total	<u>\$ 1,159,655</u>	<u>\$ -</u>	<u>\$ 1,159,655</u>

Pension Expense

The plan recognized pension expense of:

\$ 3,615,485

<u>Police Retirement Plan</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net</u>
Differences Between Expected and Actual Experience	\$ 969,238	\$ -	\$ 969,238
Changes in Assumptions	2,710,829	-	2,710,829
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	610,315	-	610,315
Total	<u>\$ 4,290,382</u>	<u>\$ -</u>	<u>\$ 4,290,382</u>

Pension Expense

The plan recognized pension expense of:

\$ 3,404,797

<u>Fire Retirement Plan</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net</u>
Differences Between Expected and Actual Experience	\$ -	\$ 604,243	\$ (604,243)
Changes in Assumptions	1,610,678	13,133	1,597,545
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	865,877	(865,877)
Total	<u>\$ 1,610,678</u>	<u>\$ 1,483,253</u>	<u>\$ 127,425</u>

Pension Expense

The plan recognized pension expense of:

\$ 579,873

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**L. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)**

Volunteer Fire Retirement Plan	Deferred Outflows of Resources	Deferred Inflows of Resources	Net
Differences Between Expected and Actual Experience	\$ -	\$ 50,054	\$ (50,054)
Changes in Assumptions	5,909	1,963	3,946
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	27,743	-	27,743
Total	<u>\$ 33,652</u>	<u>\$ 52,017</u>	<u>\$ (18,365)</u>

Pension Expense

The plan recognized pension expense of:

\$ 26,646

Elected Officials Retirement Plan	Deferred Outflows of Resources	Deferred Inflows of Resources	Net
Differences Between Expected and Actual Experience	\$ -	\$ 13,151	\$ (13,151)
Changes in Assumptions	4,673	43,811	(39,138)
Total	<u>\$ 4,673</u>	<u>\$ 56,962</u>	<u>\$ (52,289)</u>

Pension Expense

The plan recognized pension expense of:

\$ (20,593)

Changes of assumptions and experience losses (gains) are amortized over the average remaining service period of active and inactive participants for each of the following plans:

Plan	Years
Employees Retirement Plan	2.07
Police Department Retirement Plan	7.80
Fire Department Retirement Plan	8.55
Volunteer Fire Retirement Plan	3.18
Elected Officials Retirement Plan	2.58

Actual investment earnings below (or above) projected earnings are amortized over the next 5 years.



**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**L. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)**

Amounts reported as deferred outflows (inflows) of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	Employee Retirement Plan	Police Retirement Plan	Fire Retirement Plan	Volunteer Fire Retirement Plan	Elected Officials Retirement Plan	Total
2025	\$ (161,980)	\$ 780,609	\$ (222,381)	\$ (35,998)	\$ (36,206)	\$ 324,044
2026	1,792,318	1,461,304	489,070	30,436	(16,083)	3,757,045
2027	(236,393)	358,773	(450,663)	(8,104)	-	(336,387)
2028	(234,290)	376,238	(149,334)	(4,699)	-	(12,085)
Thereafter	-	1,313,458	460,733	-	-	1,774,191
Total	<u>\$ 1,159,655</u>	<u>\$ 4,290,382</u>	<u>\$ 127,425</u>	<u>\$ (18,365)</u>	<u>\$ (52,289)</u>	<u>\$ 5,506,808</u>

**M. Connecticut State Teachers' Retirement System**

Plan Description

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

Benefit Provisions

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

**Normal Retirement**

Retirement benefits for employees are calculated as 2% of the average annual salary times the years of credited service (maximum benefit is 75% of average annual salary during the 3 years of highest salary).

**Early Retirement**

Employees are eligible after 25 years of credited service including with a minimum of 20 years of Connecticut service, or age 55 with 20 years of credited service including with a minimum of 15 years of Connecticut service with reduced benefit amounts.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**M. Connecticut State Teachers' Retirement System (Continued)**

**Disability Retirement**

Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required for nonservice-related disability eligibility. Disability benefits are calculated as 2% of average annual salary times credited service to date of disability, but not less than 15% of average annual salary, nor more than 50% of average annual salary.

**Contributions**

Per Connecticut General Statutes Section 10-183z (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the State of Connecticut are approved, amended and certified by the State Teachers Retirement Board and appropriated by the General Assembly.

**Employer (School Districts)**

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

The statutes require the State of Connecticut to contribute 100% of each school districts' required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of the benefits earned by employees during the year, with any additional amount to finance any unfunded accrued liability.

For the year ended June 30, 2024, the amount of "on-behalf" contributions made by the State was \$9,705,092 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

**Employees**

Effective July 1, 1992, each teacher is required to contribute 6% of pensionable salary for the pension benefit.

Effective January 1, 2018, the required contribution increased to 7% of pensionable salary.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**M. Connecticut State Teachers' Retirement System (Continued)**

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The Town reports no amounts for its proportionate share of the collective net pension liability, and related deferred outflows and inflows due to the statutory requirement that the State pay 100% of the required contribution. The amounts recognized by the Town as its proportionate share of the collective net pension liability, the related State support, and the total portion of the collective net pension liability that was associated with the Town were as follows:

Town's Proportionate Share of the Collective Net Pension Liability	\$ -
State's Proportionate Share of the Collective Net Pension Associated with the Town	<u>104,596,565</u>
Total	<u><u>\$ 104,596,565</u></u>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as June 30, 2023. At June 30, 2024, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2024 the Town recognized pension expense and revenue of \$10,014,515 in Exhibit II.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increase	3.00-6.50%, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2019.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**M. Connecticut State Teachers' Retirement System (Continued)**

Actuarial Assumptions (Continued)

Assumption changes since the prior year are as follows:

- There were no changes in assumptions that affected the measurement of the TPL since the prior measurement date.

Benefit changes since the prior year are as follows:

- There were no changes in benefit provisions that affected the measurement of the TPL since the prior measurement date.

Cost-of-Living Allowance

For teachers who retired prior to September 1, 1992, pension benefit adjustments are made in accordance with increases in the Consumer Price Index, with a minimum of 3% and a maximum of 5% per annum.

For teachers who were members of the Teachers' Retirement System before July 1, 2007 and retire on or after September 1, 1992, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 6% per annum. If the return on assets in the previous year was less than 8.5%, the maximum increase is 1.5%.

For teachers who were members of the Teachers' Retirement System after July 1, 2007, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 5% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**M. Connecticut State Teachers' Retirement System (Continued)**

Long-Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	37.0%	6.8%
Public Credit	2.0%	2.9%
Core Fixed Income Fund	13.0%	0.4%
Liquidity Fund	1.0%	-0.4%
Risk Mitigation	5.0%	0.1%
Private Equity	15.0%	11.2%
Private Credit	10.0%	6.1%
Real Estate	10.0%	6.2%
Infrastructure and Natural Resources	7.0%	7.7%
Total	100.0%	

Discount Rate

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

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The Town's proportionate share of the net pension liability is \$-0- and, therefore, the change in the discount rate would only impact the amount recorded by the State of Connecticut.

Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial statements available at [www.ct.gov](http://www.ct.gov).

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 13 PENSION PLANS (CONTINUED)**

**M. Connecticut State Teachers' Retirement System (Continued)**

Other Information

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan.

**N. Total Pension Plans**

The following table provides a summary of the Town's defined benefit pension plans at June 30, 2024:

Plan	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
Employee Retirement Plan	\$ 12,040,725	\$ 1,159,655	\$ -	\$ 3,615,485
Police Retirement Plan	14,330,988	4,290,382	-	3,404,797
Fire Retirement Plan	3,181,236	1,610,678	1,483,253	579,873
Volunteer Retirement Plan	296,241	33,652	52,017	26,646
Elected Officials Retirement Plan	2,412,662	4,673	56,962	(20,593)
Total	<u>\$ 32,261,852</u>	<u>\$ 7,099,040</u>	<u>\$ 1,592,232</u>	<u>\$ 7,606,208</u>

For plan statements, refer to Note 14 (section N, "Plan Statements").

**O. Defined Contribution Pension Plans**

The Town administers several 401a defined contribution pension plans. In a defined contribution plan, benefits depend solely on the amounts contributed to the plan plus investment earnings. Plan investments are reported at fair value. Benefits and contributions are established by the Town and may be amended by the Board of Selectmen and union negotiations. The Town's contributions to the 401a plans for the fiscal year ended June 30, 2024 totaled \$697,156.

**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB)**

**A. Plan Description**

Plan Administration

The Town administers one single-employer, post-retirement healthcare plan for the Town of North Haven Other Post-Employment Benefit ("OPEB") plan. The plan provides medical and dental benefits for eligible retirees and their spouses. The plan does not issue standalone financial reports. The plan is closed to dispatchers hired after January 1, 2019 and social workers hired after January 1, 2020.

Plan Membership

As of July 1, 2023, the following employees are covered by the benefit terms:

Retirees and Beneficiaries Receiving Benefits	288
Active Members	<u>691</u>
Total	<u><u>979</u></u>

**B. Benefit Provisions**

The plan provides for medical and dental benefits for all eligible retirees and their spouses. Benefits and contributions are established by contract and may be amended by union negotiations.

**C. Contributions**

The Board of Finance has the authority to determine contributions to the plan. The Town is not currently funding benefits based upon an actuarial valuation.

There are no employee contributions to the plan.

Teachers who no longer work for the Board of Education are allowed by State Statute to participate in the Town's group medical insurance plan until they formally begin receiving benefits from the State Teachers' Retirement Plan. These teachers are required to contribute the cost of the insurance to the Town.

**D. Investments**

Investment Policy

The OPEB plans' policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board by a majority vote of its members. It is the policy of the Town's Retirement Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**D. Investments (Continued)**

Investment Policy (Continued)

The following was the Board's adopted asset allocation policy for the OPEB Plan:

Asset Class	Target Allocation	Long-Term Real Rate of Return
Domestic Equity	65.00%	6.60%
Fixed Income	35.00%	1.80%
Total	100.00%	
Long-Term Inflation Expectation		2.40%

Concentrations

There were no investments in any one organization that represents 5.00% or more of the OPEB plan's net position.

Rate of Return

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation (see the discussion of the OPEB plan's investment policy) are summarized above.

Annual Money-Weighted Rate of Return

The annual money-weighted rate of return on OPEB plan investments, net of OPEB plan investment expense, was 6.96%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**E. Net OPEB Liability**

The Town's net OPEB liability was measured as of June 30, 2024, and was determined by an actuarial valuation as July 1, 2023. The components of the net OPEB liability were as follows:

Total OPEB Liability	\$ 97,404,095
Plan Fiduciary Net Position	<u>1,290,738</u>
Net OPEB Liability	<u><u>\$ 96,113,357</u></u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	<u><u>1.33%</u></u>

**F. Actuarial Methods and Assumptions**

The net OPEB liability was determined based upon the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	July 1, 2023
Actuarial Cost Method	Entry Age Normal
Discount Rate	3.93%
Investment Rate of Return	6.50%
Salary Increases	3.50%
Inflation	2.40%
Healthcare Cost Trend Rates:	
Initial Medical Trend Rate	7.00%
Ultimate Medical Trend Rate	4.50%
Mortality Rates:	
Board of Education - Certified	PubT-2010 Teacher Employee Table, projected generationally with Scale MP-2019
Police and Firefighters	PubS-2010 Safety Employee Headcount-Weighted Table, projected generationally with Scale MP-2021
General Employees and Board of Education Noncertified	PubG-2010 General Employee Headcount-Weighted Table, projected generationally with Scale MP-2021

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**G. Changes from Prior Year**

Changes in Assumptions

	From	To
Investment Rate of Return	3.65%	3.93%
Initial Medical Trend Rate	8.00%	7.00%

Changes in Benefit Terms

Public Works employees hired on or after July 1, 2022 are no longer eligible upon retirement for Town subsidized pre-65 medical and prescription drug coverage.

**H. Discount Rate**

Since the plan has a 1.33% funding percentage, the discount rate is based on the yield or index rate for the 20-year, tax-exempt general obligation municipal bonds with an average rate of AA/Aa or higher as shown in the Bond Buyer 20-Bond General Obligation Index.

**I. Changes in the Net OPEB Liability**

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at July 1, 2023	\$ 97,010,066	\$ 916,532	\$ 96,093,534
Changes for the year:			
Service Cost	3,733,190	-	3,733,190
Interest	3,615,790	-	3,615,790
Changes in Benefit Terms	1,685,721	-	1,685,721
Differences Between Expected and Actual Experience	(1,816,857)	-	(1,816,857)
Changes in Assumptions	(3,432,398)	-	(3,432,398)
Contributions - Employer	-	3,691,417	(3,691,417)
Net Investment Income	-	74,206	(74,206)
Benefit Payments, Including Refunds of Member Contributions	(3,391,417)	(3,391,417)	-
Balance at June 30, 2024	<u>\$ 97,404,095</u>	<u>\$ 1,290,738</u>	<u>\$ 96,113,357</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**J. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	Discount Rate	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	<u>3.93%</u>	<u>\$ 110,367,769</u>	<u>\$ 96,113,357</u>	<u>\$ 84,425,432</u>

**K. Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate**

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current trend rates:

	Trend Rate	1% Decrease	Current Trend Rate	1% Increase
Net OPEB Liability	<u>7.00% - 4.50%</u>	<u>\$ 82,265,111</u>	<u>\$ 96,113,357</u>	<u>\$ 113,640,472</u>

**L. OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB**

The Town reported deferred outflows and inflows of resources and OPEB expense as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net
Differences Between Expected and Actual Experience	\$ 3,491,580	\$ 2,176,197	\$ 1,315,383
Changes in Assumptions	16,227,125	19,060,174	(2,833,049)
Net Different Between Projected and Actual Earnings on OPEB Plan Investments	34,115	-	34,115
Total	<u>\$ 19,752,820</u>	<u>\$ 21,236,371</u>	<u>\$ (1,483,551)</u>

OPEB Expense	
The Town Recognized OPEB Expense of:	<u>\$ 6,397,322</u>

Changes in assumptions and differences between expected and actual experience are amortized over 9.52 years. Actual investment earnings below (or above) projected earnings are amortized over the next 5 years.

**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**L. OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB  
(Continued)**

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 731,657
2026	1,101,343
2027	1,073,722
2028	570,968
2029	(470,942)
Thereafter	(4,490,299)
Total	<u>\$ (1,483,551)</u>

**M. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan**

Plan Description

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

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

Benefit Provisions

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

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

**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**M. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan  
(Continued)**

Benefit Provisions (Continued)

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

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplemental Plans. Effective July 1, 2018, the System added a Medicare Advantage Plan option. Active members, retirees and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits) under the Medicare Advantage Plan. Retired members who choose to enroll in the Medicare Supplement Plan are responsible for the full difference in the premium cost between the two plans. Additionally, effective July 1, 2018, retired members who cancel their health care coverage or elect to not enroll in a CTRB sponsored health care coverage option, must wait two years to re-enroll.

Survivor Health Coverage

Survivors of former employees or retirees remain eligible to participate in the plan and continue to be eligible to receive either the \$220 monthly subsidy or participate in the TRB-Sponsored Medicare Supplement or Medicare Advantage Plan options, as long as they do not remarry.

Eligibility

Any member who is currently receiving a retirement or disability benefit is eligible to participate in the plan.

**Credited Service**

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

**Normal Retirement**

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

**Early Retirement**

Age 55 with 20 years of Credited Service including 15 years of Connecticut service, or 25 years of Credited Service including 20 years of Connecticut service.

**Proratable Retirement**

Age 60 with 10 years of credited service

**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**M. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan  
(Continued)**

Eligibility (Continued)

**Disability Retirement**

No service requirement if incurred in the performance of duty, and 5 years of Credited Service in Connecticut if not incurred in the performance of duty.

**Termination of Employment**

Ten or more years of Credited Service.

Contributions

**State of Connecticut**

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

**Employer (School Districts)**

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

For the year ended June 30, 2024, the amount of "on-behalf" contributions made by the State was \$132,067 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

**Employees/Retirees**

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

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**M. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan  
(Continued)**

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows  
of Resources Related to OPEB

At June 30, 2024, the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related State support and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's Proportionate Share of the Collective Net OPEB Liability	\$ -
State's Proportionate Share of the Collective Net OPEB Liability Associated with the Town	9,799,262
Total	<u>\$ 9,799,262</u>
The Town Recognized OPEB Expense and Revenue On-Behalf of Amounts for Contributions to the Plan by the State of:	<u>\$ 132,067</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2023. At June 30, 2024, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2024, the Town recognized OPEB expense and revenue of \$(1,154,417) in Exhibit II.

Actuarial Assumptions

The collective total OPEB liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Health care costs trend rate	Known increases until calendar year 2024 then general trend decreasing to an ultimate rate of 4.50% by 2031
Salary increases	3.00-6.50%, including inflation
Investment rate of return	3.00%, net of OPEB plan investment expense, including inflation
Year fund net position will be depleted	2028

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**M. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan  
(Continued)**

Actuarial Assumptions

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

The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

Changes in Assumptions

- Discount rate changed from 3.53% to 3.64%;
- Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience.

Long-Term Expected Rate of Return

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.77%).

Discount Rate

The discount rate used to measure the total OPEB liability was 3.64%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 75. The projection was based on an actuarial valuation performed as of June 30, 2023.

In addition to the actuarial methods and assumptions of the June 30, 2023, actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.00%.



**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**M. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan  
(Continued)**

Discount Rate (Continued)

- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Annual State contributions were assumed to be equal to the most recent five-year average of state contributions toward the fund.

Based on those assumptions, the Plan's fiduciary net position was projected to be depleted in 2028 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

Sensitivity of the Collective Net OPEB Liability to Changes in the Discount Rate and the Health Care Cost Trend Rate

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

Plan Fiduciary Net Position

Detailed information about the Connecticut State Teachers OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Annual Comprehensive Financial Report at [www.ct.gov](http://www.ct.gov).

Other Information

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**N. Plan Statements**

	Pension Trust Funds				OPEB Trust Fund	Total
	Employee Plan	Police Plan	Fire Plan	Volunteer Plan		
<b>ASSETS</b>						
Cash	\$ 9,074,132	\$ 5,252,923	\$ 2,493,474	\$ 626,837	\$ 530,739	\$ 17,978,105
Investments:						
Mutual Funds	17,995,970	9,823,397	10,433,309	658,114	759,999	39,670,789
Common Stock	19,570,048	8,920,085	3,397,866	142,000	-	32,029,999
U.S. Government Securities	1,491,545	994,410	673,053	-	-	3,159,008
Municipal Bonds	3,230,565	1,763,178	-	-	-	4,993,743
Corporate Bonds	-	-	622,870	-	-	622,870
Alternative Investments	14,597,077	7,446,051	7,665,532	-	-	29,708,660
Total Investments	56,885,205	28,947,121	22,792,630	800,114	759,999	110,185,069
Accounts Receivable	44,797	-	-	-	-	44,797
Accrued Interest	62,457	34,825	13,937	-	-	111,219
Due from Other Funds	43	40,180	-	-	-	40,223
<b>Total Assets</b>	<b>66,066,634</b>	<b>34,275,049</b>	<b>25,300,041</b>	<b>1,426,951</b>	<b>1,290,738</b>	<b>128,359,413</b>
<b>LIABILITIES</b>						
Due to Other Funds	580	-	106,944	-	-	107,524
<b>NET POSITION</b>						
Restricted for:						
Pension Benefits	66,066,054	34,275,049	25,193,097	1,426,951	-	126,961,151
OPEB Benefits	-	-	-	-	1,290,738	1,290,738
Total Net Position	<u>\$ 66,066,054</u>	<u>\$ 34,275,049</u>	<u>\$ 25,193,097</u>	<u>\$ 1,426,951</u>	<u>\$ 1,290,738</u>	<u>\$ 128,251,889</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 14 OTHER POST-EMPLOYMENT BENEFIT PLANS (OPEB) (CONTINUED)**

**N. Plan Statements (Continued)**

	Employee Plan	Police Plan	Fire Plan	Volunteer Plan	OPEB Trust Fund	Total
<b>ADDITIONS:</b>						
Contributions:						
Employer	\$ 1,924,685	\$ 2,139,153	\$ 931,963	\$ 202,345	\$ 3,691,417	\$ 8,889,563
Plan Members	74,554	162,538	-	-	-	237,092
Total Contributions	1,999,239	2,301,691	931,963	202,345	3,691,417	9,126,655
Investment Income (Loss):						
Change in Fair Value of Investments	6,439,184	2,947,365	2,328,882	104,842	80,341	11,900,614
Interest and Dividends	62,454	34,421	10,275	-	-	107,150
Total Investment Income	6,501,638	2,981,786	2,339,157	104,842	80,341	12,007,764
Total Additions	8,500,877	5,283,477	3,271,120	307,187	3,771,758	21,134,419
<b>DEDUCTIONS:</b>						
Benefits	5,137,982	2,422,045	1,310,493	91,974	3,391,417	12,353,911
Administration	472,927	237,039	114,441	5,231	6,135	835,773
Total Deductions	5,610,909	2,659,084	1,424,934	97,205	3,397,552	13,189,684
<b>CHANGE IN NET POSITION</b>	2,889,968	2,624,393	1,846,186	209,982	374,206	7,944,735
Net Position - Beginning of Year	63,176,086	31,650,656	23,346,911	1,216,969	916,532	120,307,154
<b>NET POSITION - END OF YEAR</b>	<u>\$ 66,066,054</u>	<u>\$ 34,275,049</u>	<u>\$ 25,193,097</u>	<u>\$ 1,426,951</u>	<u>\$ 1,290,738</u>	<u>\$ 128,251,889</u>

**NOTE 15 SUBSEQUENT EVENTS**

The Town issued the following debt subsequent to year end:

Type of Obligation Purpose	Issue Date	Maturity Date	Interest Rate	Amount
<u>Bond Anticipation Notes</u>				
General Purpose	11/1/2024	10/30/2025	4.00%	\$ 9,720,000
<u>Bonds</u>				
General Purpose	11/1/2024	11/1/2044	3.13% - 5.00%	4,750,000
Schools	11/1/2024	11/1/2044	3.13% - 5.00%	1,890,000
Total				<u>\$ 16,360,000</u>

The bonds issued permanently financed a portion of the short-term debt outstanding at year end.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**

	Original Budget	Final Budget	Actual	Variance With Final Budget
Property Taxes:				
Current Taxes	104,629,898	\$ 104,629,898	\$ 104,278,643	\$ (351,255)
Arrears Taxes	800,000	800,000	1,349,767	549,767
Interest and Liens	475,000	475,000	934,918	459,918
Supplemental Auto Tax - Current	1,200,000	1,200,000	1,111,635	(88,365)
Personal Property Audit Taxes	150,000	150,000	-	(150,000)
Quinnipiac College	300,000	300,000	-	(300,000)
In Lieu of Taxes	295,000	295,000	313,327	18,327
Telephone Access Line	50,000	50,000	83,028	33,028
Total Property Taxes	107,899,898	107,899,898	108,071,318	171,420
Intergovernmental:				
Education Grants:				
Equal Cost Sharing	4,182,291	4,182,291	4,160,092	(22,199)
Adult Education	7,896	7,896	8,390.00	494
Total Education Grants	4,190,187	4,190,187	4,168,482	(21,705)
Other Government Grants:				
Tax Relief - Total Disabled	3,378	3,378	3,673	295
Tiered PILOT	872,705	872,705	959,975	87,270
Tax Relief - Veterans	24,000	24,000	22,583	(1,417)
Mashantucket Pequot Fund	86,789	86,789	86,789	-
MRSA Municipal Projects	2,249,113	2,249,113	2,249,113	-
Emergency Management Performance Grant	-	-	5,000	5,000
Rural Roads Speed Enforcement	-	-	37,585	37,585
Total Other Government Grants	3,235,985	3,235,985	3,364,718	128,733
Total Intergovernmental	7,426,172	7,426,172	7,533,200	107,028
Charges for Services:				
Cemetery	45,000	45,000	42,465	(2,535)
Accessor's Office	250	250	173	(77)
Town Clerk Fees	750,000	750,000	550,387	(199,613)
Registrar of Vital Statistics	21,000	21,000	61,303	40,303
Miscellaneous Licenses and Permits	9,000	9,000	1,090	(7,910)
Alarm Use Fees	12,000	12,000	12,150	150
Police Photocopies	5,750	5,750	6,549	799
Dog Licenses	8,000	8,000	3,427	(4,573)
Building Fees	1,400,000	1,400,000	1,595,718	195,718
Fire Fees	500,000	500,000	685,584	185,584
Paramedic Fees	90,000	90,000	85,089	(4,911)
Engineering Fees	1,000	1,000	596	(404)
Road Permit Fees	6,000	6,000	4,100	(1,900)
Public Works Fees	2,000	2,000	2,050	50
Application Inspection	500	500	500	-
Planning and Zoning Commission Fees	15,300	15,300	6,801	(8,499)
Inland Wetlands Commission Fees	2,200	2,200	1,448	(752)
Community Service Fees and Local Welfare	250,000	250,000	192,595	(57,405)
Zoning Board of Appeals	4,000	4,000	4,115	115
Rental of Town Property	90,000	90,000	107,744	17,744
Parking Violations	220	220	245	25
Nips Surcharge	-	-	28,560	28,560
Rentals - Mill Rd School	132,093	132,093	139,138	7,045
Total Charges for Services	3,344,313	3,344,313	3,531,827	187,514

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (CONTINUED)**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**

	Original Budget	Final Budget	Actual	Variance With Final Budget
Interest and Dividends	500,000	500,000	1,484,480	984,480
Net Change in Fair Value	-	-	(43,807)	(43,807)
Total Income from Investments	500,000	500,000	1,440,673	940,673
Other	200,000	200,000	248,170	48,170
Total Revenues	119,370,383	119,370,383	120,825,188	1,454,805
Other Financing Sources:				
Appropriation of Fund Balance	1,425,000	1,425,000	-	(1,425,000)
Sale of Capital Assets	5,000	5,000	64,777	59,777
Transfers in:				
Debt Service Fund	450,000	450,000	250,000	(200,000)
Special Revenue Funds	250,000	250,000	261,772	11,772
Total Other Financing Sources	2,130,000	2,130,000	576,549	(1,553,451)
Total Revenues and Other Financing Sources	<u>\$ 121,500,383</u>	<u>\$ 121,500,383</u>	<u>\$ 121,401,737</u>	<u>\$ (98,646)</u>

Budgetary revenues are different than GAAP revenues because:

State of Connecticut on-behalf contributions to the Connecticut State  
Teachers Retirement System for Town teachers are not budgeted:

Pension Plan

9,705,092

OPEB Plan

132,067

Issuance of Leases / Subscriptions

179,793

Revenues Consolidated for GASB Statement No. 54

332,025

Transfers to funds consolidated with the General Fund are eliminated for  
financial reporting purposes.

(332,025)

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

\$ 131,418,689

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**

	Original Budget	Final Budget	Actual	Variance With Final Budget
Administrative and General:				
Selectman	\$ 287,213	\$ 287,822	\$ 287,822	\$ -
Town Clerk	218,695	215,604	202,646	12,958
Election	118,379	133,686	133,686	-
Legal	273,846	276,813	276,813	-
Probate Court	7,700	7,700	5,911	1,789
Public Libraries	1,278,149	1,251,309	1,201,744	49,565
Cemetery Commission	66,500	71,465	71,465	-
Treasurer/Finance	801,205	783,900	753,459	30,441
Board of Finance	3,750	7,610	7,610	-
Assessor	310,745	241,810	234,482	7,328
Tax Collector	239,003	202,724	179,038	23,686
Board of Assessment Appeals	2,300	2,300	319	1,981
Insurance	1,154,662	1,154,662	1,154,662	-
Central Facilities	430,888	422,200	395,259	26,941
Central Supply Services	595,603	514,415	500,913	13,502
Personnel Policy	662,909	834,275	834,275	-
Audit	54,800	100,706	100,706	-
Information Technology	504,549	504,549	495,052	9,497
Contingency	300,000	-	-	-
Total Administrative and General	7,310,896	7,013,550	6,835,862	177,688
Land Use:				
Economic Development	13,400	18,992	18,992	-
Land Use Administration	326,064	315,051	312,700	2,351
Planning and Zoning	20,000	7,000	4,185	2,815
Inland Wetlands Commission	11,750	11,750	11,541	209
Zoning Board of Appeals	7,050	7,050	1,280	5,770
Building Inspection and Permit	475,041	529,477	529,476	1
Engineering	270,067	173,258	164,032	9,226
Total Land Use	1,123,372	1,062,578	1,042,206	20,372
Total General Government	8,434,268	8,076,128	7,878,068	198,060
Public Safety:				
Police	8,195,435	8,146,709	8,061,231	85,478
Animal Control	182,095	182,837	182,835	2
Fire	6,664,964	6,785,200	6,785,195	5
Civil Defense/Emergency Management	35,832	30,810	30,810	-
Total Public Safety	15,078,326	15,145,556	15,060,071	85,485
Public Works:				
Public Works and Administration	394,318	377,909	348,007	29,902
Transfer Station and Recycling	679,272	679,272	670,408	8,864
Sanitation	2,170,142	2,132,124	2,078,287	53,837
Streets and Roads	2,879,621	2,866,142	2,831,847	34,295
Maintenance	368,732	356,763	339,322	17,441
Parks	412,523	371,258	330,146	41,112
Total Public Works	6,904,608	6,783,468	6,598,017	185,451
Health and Human Services:				
Regional Health District	174,017	174,017	174,017	-
Regional Visiting Nurse Association	19,928	19,928	9,365	10,563
Community Services	576,015	509,810	502,727	7,083
Welfare	3,700	3,700	1,200	2,500
Senior Center	312,572	306,357	305,392	965
Total Health and Human Services	1,086,232	1,013,812	992,701	21,111

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (CONTINUED)**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**

	Original Budget	Final Budget	Actual	Variance With Final Budget
Recreation	627,766	644,293	644,293	-
Employee Benefits:				
Pension and Social Security	7,776,394	7,589,014	7,589,014	-
Insurance Employees	7,844,331	8,882,163	8,882,157	6
Total Employee Benefits	15,620,725	16,471,177	16,471,171	6
Education	61,643,954	61,643,954	61,643,954	-
Miscellaneous:				
Other	364,985	364,985	360,689	4,296
Utilities	1,240,000	1,338,769	1,338,769	-
Total Miscellaneous	1,604,985	1,703,754	1,699,458	4,296
Debt Service	9,775,986	9,294,708	9,294,708	-
Total Expenditures	120,776,850	120,776,850	120,282,441	494,409
Other Financing Uses:				
Transfers Out:				
Capital Nonrecurring	723,533	723,533	723,533	-
Total Other Financing Uses	723,533	723,533	723,533	-
Total Expenditures and Other Financing Uses	<u>\$ 121,500,383</u>	<u>\$ 121,500,383</u>	<u>\$ 121,005,974</u>	<u>\$ 494,409</u>

Budgetary expenditures are different than GAAP revenues because:

State of Connecticut on-behalf contributions to the Connecticut State

Teachers Retirement System for Town teachers are not budgeted:

Pension Plan

\$ 9,705,092

OPEB Plan

132,067

Issuance of Leases / Subscriptions

179,793

Expenditures Consolidated for GASB Statement No. 54

796,589

Transfers to funds consolidated with the General Fund are eliminated for  
financial reporting purposes.

(332,025)

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

\$ 131,487,490



**TOWN OF NORTH HAVEN, CONNECTICUT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**BUDGETS AND BUDGETARY ACCOUNTING**

The Town adheres to the following procedures in establishing the budgetary data included in the general fund financial statements. The operating budget, which is prepared by function and department, includes proposed expenditures and the means of financing them.

This budget is adopted on a basis consistent with Generally Accepted Accounting Principles (modified accrual basis) with the following exceptions:

The Town does not budget for as revenue or expenditures payments made for the State Teachers' pension and OPEB by the State of Connecticut on the Town's behalf.

Certain funds that are required to be reported as part of the general fund under the requirement of GASB Statement No. 54.

Formal budgetary integration is employed as a management control device during the year.

Town department heads, except for education, submit expenditure requests to the Board of Selectmen 90 days or more before the annual budget Town Meeting, which is held on the second Monday in May unless otherwise scheduled. Not less than 70 days before the annual meeting, the Board of Selectmen after review of these initial estimates, compile the revised estimates and submit them to the Board of Finance. The Education Department, not less than 70 days before the annual meeting, submits its requests directly to the Board of Finance.

Public hearings are held on the budget not less than 21 days before the annual meeting. The budget becomes effective when approved at the annual meeting. No appropriation can be made exceeding that which was originally recommended by the Board of Finance. An appropriation for less than was recommended can be instituted if approved by a majority of those present and voting.

The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.

The governing body may amend the annual budget subject to the requirements of the Connecticut General Statutes. Special budget appropriations must be approved by the Board of Finance and, if in excess of \$20,000, recommended to the Town Meeting for approval. The Board of Finance has the power to transfer any portion of the unrestricted balances otherwise appropriated.

The Board of Education is authorized under state law to make any transfers required within their budget at their discretion. Additionally, as required by the Charter, these transfers must be reported to the Board of Selectmen. Any additional appropriations must have Board of Education and Board of Selectmen approval and, if over one-half of one percent of the annual budget, Town Meeting approval.

During the year, there were no additional appropriations.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS WITH INVESTMENT RETURNS**  
**EMPLOYEE RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 631,461	\$ 726,410	\$ 705,253	\$ 910,422	\$ 883,905	\$ 942,978	\$ 942,978	\$ 942,978	\$ 1,362,570	\$ 1,298,632
Interest	5,277,854	4,976,629	4,911,122	4,930,377	4,827,240	4,725,585	4,607,608	4,657,527	4,430,293	4,272,359
Changes of Benefit Terms	-	-	-	-	-	-	-	(1,515,475)	-	(930,472)
Transfer from Fire Department Plan	-	-	-	-	-	-	-	392,721	-	-
Differences Between Expected and Actual Experience	-	1,587,168	-	(858,620)	-	(174,746)	-	(1,478,574)	-	812,771
Changes of Assumptions and Other Inputs	-	2,111,831	-	(617,978)	-	91,929	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(5,137,982)	(4,869,345)	(4,534,083)	(4,334,338)	(4,194,421)	(3,954,482)	(3,775,945)	(3,648,672)	(3,330,585)	(3,063,616)
Net Change in Total Pension Liability	771,333	4,532,693	1,082,292	29,863	1,516,724	1,631,264	1,774,641	(649,495)	2,462,278	2,389,674
Total Pension Liability - Beginning	77,335,446	72,802,753	71,720,461	71,690,598	70,173,874	68,542,610	66,767,969	67,417,464	64,955,186	62,565,512
Total Pension Liability - Ending	<u>\$ 78,106,779</u>	<u>\$ 77,335,446</u>	<u>\$ 72,802,753</u>	<u>\$ 71,720,461</u>	<u>\$ 71,690,598</u>	<u>\$ 70,173,874</u>	<u>\$ 68,542,610</u>	<u>\$ 66,767,969</u>	<u>\$ 67,417,464</u>	<u>\$ 64,955,186</u>
Plan Fiduciary Net Position:										
Contributions - Employer	\$ 1,924,685	\$ 2,013,622	\$ 2,217,670	\$ 1,884,186	\$ 1,827,723	\$ 1,966,261	\$ 2,089,673	\$ 2,397,367	\$ 2,301,816	\$ 2,479,521
Contributions - Members	74,554	86,695	82,489	82,139	91,622	85,372	86,136	90,425	92,689	79,485
Net Investment Income (Loss)	6,028,711	4,702,480	(3,492,607)	12,011,756	1,230,659	2,167,426	4,874,782	7,031,573	(2,711,129)	1,259,124
Benefit Payments, Including Refunds of Member Contributions	(5,137,982)	(4,869,345)	(4,534,083)	(4,334,338)	(4,194,421)	(3,954,482)	(3,775,945)	(3,648,672)	(3,330,585)	(3,063,616)
Transfer from Fire Department Plan	-	-	-	-	-	-	-	392,721	-	-
Administration	-	(103,854)	(119,033)	(221,554)	(316,868)	(144,118)	-	-	-	-
Net Change in Plan Fiduciary Net Position	2,889,968	1,829,598	(5,845,564)	9,422,189	(1,361,285)	120,459	3,274,646	6,263,414	(3,647,209)	754,514
Plan Fiduciary Net Position - Beginning	63,176,086	61,346,488	67,192,052	57,769,863	59,131,148	59,010,689	55,736,043	49,472,629	53,119,838	52,365,324
Plan Fiduciary Net Position - Ending	<u>66,066,054</u>	<u>63,176,086</u>	<u>61,346,488</u>	<u>67,192,052</u>	<u>57,769,863</u>	<u>59,131,148</u>	<u>59,010,689</u>	<u>55,736,043</u>	<u>49,472,629</u>	<u>53,119,838</u>
Net Pension Liability - Ending	<u>\$ 12,040,725</u>	<u>\$ 14,159,360</u>	<u>\$ 11,456,265</u>	<u>\$ 4,528,409</u>	<u>\$ 13,920,735</u>	<u>\$ 11,042,726</u>	<u>\$ 9,531,921</u>	<u>\$ 11,031,926</u>	<u>\$ 17,944,835</u>	<u>\$ 11,835,348</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.58%	81.69%	84.26%	93.69%	80.58%	84.26%	86.09%	83.48%	73.38%	81.78%
Covered Payroll	<u>\$ 4,933,067</u>	<u>\$ 4,774,468</u>	<u>\$ 5,577,784</u>	<u>\$ 5,339,852</u>	<u>\$ 6,483,853</u>	<u>\$ 6,483,853</u>	<u>\$ 6,928,764</u>	<u>\$ 6,928,764</u>	<u>\$ 7,512,900</u>	<u>\$ 7,512,900</u>
Net Pension Liability as a Percentage of Covered Payroll	<u>244.08%</u>	<u>296.56%</u>	<u>205.39%</u>	<u>84.80%</u>	<u>214.70%</u>	<u>170.31%</u>	<u>137.57%</u>	<u>159.22%</u>	<u>238.85%</u>	<u>157.53%</u>
Annual Money Weighted Rate of Return, Net of Investment Expense	<u>8.89%</u>	<u>7.02%</u>	<u>-7.78%</u>	<u>25.37%</u>	<u>1.58%</u>	<u>3.22%</u>	<u>9.14%</u>	<u>14.32%</u>	<u>-5.15%</u>	<u>N/A</u>

N/A - Not Available

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CONTRIBUTIONS**  
**EMPLOYEE RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially Determined Contributions	\$ 1,918,554	\$ 1,918,554	\$ 2,241,383	\$ 2,241,383	\$ 2,112,644	\$ 2,112,644	\$ 2,598,720	\$ 2,523,029	\$ 2,521,308	\$ 2,447,872
Contributions in Relation to the Actuarially Determined Contribution	<u>1,924,685</u>	<u>2,013,622</u>	<u>2,217,670</u>	<u>1,884,186</u>	<u>1,827,723</u>	<u>1,966,261</u>	<u>2,089,673</u>	<u>2,397,367</u>	<u>2,301,816</u>	<u>2,479,521</u>
Contribution Excess (Deficiency)	<u>\$ 6,131</u>	<u>\$ 95,068</u>	<u>\$ (23,713)</u>	<u>\$ (357,197)</u>	<u>\$ (284,921)</u>	<u>\$ (146,383)</u>	<u>\$ (509,047)</u>	<u>\$ (125,662)</u>	<u>\$ (219,492)</u>	<u>\$ 31,649</u>
Covered Payroll	<u>\$ 4,933,067</u>	<u>\$ 4,774,468</u>	<u>\$ 5,577,784</u>	<u>\$ 5,339,852</u>	<u>\$ 6,483,853</u>	<u>\$ 6,483,853</u>	<u>\$ 6,928,764</u>	<u>\$ 6,928,764</u>	<u>\$ 7,512,900</u>	<u>\$ 7,512,900</u>
Contributions as a Percentage of Covered Payroll	39.02%	42.17%	39.76%	35.29%	28.19%	30.33%	30.16%	34.60%	30.64%	33.00%

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
EMPLOYEE RETIREMENT PLAN  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Changes of Benefit Terms	None	None	None	None	None	None	None	None	None	None
The actuarially determined contribution rates are calculated as of:	July 1, 2021	July 1, 2021	July 1, 2019	July 1, 2019	July 1, 2017	July 1, 2017	July 1, 2015	July 1, 2015	July 1, 2013	July 1, 2013
Actuarial methods and assumptions used to determine contribution rates:										
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed
Asset Valuation Method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Inflation Rate	2.25%	2.25%	2.10%	2.10%	2.25%	2.25%	3.00%	3.00%	3.00%	3.00%
Salary Increases	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.00-6.70%	3.70%
Investment Rate of Return (Net)	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%
Mortality Rate	PubG-2010 Mortality Tables, projected generationally with Scale MP-2021	PubG-2010 Mortality Tables, projected generationally with Scale MP-2021	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2020	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2020	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2018	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2017	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSIONS LIABILITY AND RELATED RATIOS WITH INVESTMENT RETURNS**  
**POLICE RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 594,668	\$ 571,797	\$ 499,671	\$ 480,453	\$ 591,226	\$ 568,487	\$ 568,487	\$ 544,748	\$ 701,881	\$ 701,881
Interest	2,847,859	2,780,767	2,693,991	2,625,884	2,554,828	2,479,897	2,540,426	2,448,030	2,299,968	2,082,903
Differences Between Expected and Actual Experience	906,681	-	625,798	-	373,365	-	37,709	-	(1,761,303)	(485,465)
Changes of Assumptions	2,752,232	-	1,090,064	-	(322,323)	-	(2,197,269)	-	-	-
Changes of Benefit Terms	1,119,779	-	-	-	-	-	22,402	-	2,011,545	(1,477,464)
Benefit Payments, Including Refunds of Member Contributions	(2,422,045)	(2,340,899)	(2,200,477)	(2,104,735)	(2,037,738)	(1,963,626)	(1,709,283)	(1,683,859)	(1,679,478)	(1,557,764)
Net Change in Total Pension Liability	5,799,174	1,011,665	2,709,047	1,001,602	1,159,358	1,084,758	(737,528)	1,308,919	1,572,613	(735,909)
Total Pension Liability - Beginning	42,806,863	41,795,198	39,086,151	38,084,549	36,925,191	35,840,433	36,577,961	35,269,042	33,696,429	34,432,338
Total Pension Liability - Ending	48,606,037	42,806,863	41,795,198	39,086,151	38,084,549	36,925,191	35,840,433	36,577,961	35,269,042	33,696,429
Plan Fiduciary Net Position:										
Contributions - Employer	2,139,153	1,847,067	1,524,066	1,397,939	1,426,820	1,443,904	1,566,982	1,349,295	1,344,518	1,313,710
Contributions - Member	162,538	14,817	-	-	-	-	-	-	-	-
Net Investment Income (Loss)	2,744,747	2,308,377	(2,558,108)	6,617,073	298,858	842,882	2,423,854	3,230,134	(167,870)	1,119,448
Benefit Payments, Including Refunds of Member Contributions	(2,422,045)	(2,340,899)	(2,200,477)	(2,104,735)	(2,037,738)	(1,963,626)	(1,709,283)	(1,683,859)	(1,679,478)	(1,557,764)
Administration	-	(47,036)	(50,000)	(146,765)	(186,626)	(18,534)	-	-	-	-
Net Change in Plan Fiduciary Net Position	2,624,393	1,782,326	(3,284,519)	5,763,512	(498,686)	304,626	2,281,553	2,895,570	(502,830)	875,394
Plan Fiduciary Net Position - Beginning	31,650,656	29,868,330	33,152,849	27,389,337	27,888,023	27,583,397	25,301,844	22,406,274	22,909,104	22,033,710
Plan Fiduciary Net Position - Ending	<u>\$ 34,275,049</u>	<u>\$ 31,650,656</u>	<u>\$ 29,868,330</u>	<u>\$ 33,152,849</u>	<u>\$ 27,389,337</u>	<u>\$ 27,888,023</u>	<u>\$ 27,583,397</u>	<u>\$ 25,301,844</u>	<u>\$ 22,406,274</u>	<u>\$ 22,909,104</u>
Net Pension Liability - Ending	<u>\$ 14,330,988</u>	<u>\$ 11,156,207</u>	<u>\$ 11,926,868</u>	<u>\$ 5,933,302</u>	<u>\$ 10,695,212</u>	<u>\$ 9,037,168</u>	<u>\$ 8,257,036</u>	<u>\$ 11,276,117</u>	<u>\$ 12,862,768</u>	<u>\$ 10,787,325</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.52%	73.94%	71.46%	84.82%	71.92%	75.53%	76.96%	69.17%	63.53%	67.99%
Covered Payroll	<u>\$ 4,771,054</u>	<u>\$ 2,736,680</u>	<u>\$ 2,631,432</u>	<u>\$ 2,856,976</u>	<u>\$ 3,147,732</u>	<u>\$ 3,026,665</u>	<u>\$ 2,910,255</u>	<u>\$ 3,044,642</u>	<u>\$ 2,927,540</u>	<u>\$ 3,419,688</u>
Net Pension Liability as a Percentage of Covered Payroll	<u>300.37%</u>	<u>407.65%</u>	<u>453.25%</u>	<u>207.68%</u>	<u>339.78%</u>	<u>298.59%</u>	<u>283.72%</u>	<u>370.36%</u>	<u>439.37%</u>	<u>315.45%</u>
Annual Money Weighted Rate of Return, Net of Investment Expense	<u>8.21%</u>	<u>7.04%</u>	<u>-8.34%</u>	<u>25.63%</u>	<u>0.41%</u>	<u>3.52%</u>	<u>9.08%</u>	<u>14.52%</u>	<u>7.36%</u>	<u>11.15%</u>

N/A - Not Available

**TOWN OF NORTH HAVEN, CONNECTICUT  
SCHEDULE OF CONTRIBUTIONS  
POLICE RETIREMENT PLAN  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contributions	\$ 2,023,776	\$ 1,670,859	\$ 1,653,267	\$ 1,586,586	\$ 1,571,540	\$ 1,563,912	\$ 1,532,110	\$ 1,528,888	\$ 1,470,085	\$ 1,388,051
Contributions in Relation to the Actuarially Determined Contribution	2,139,153	1,847,068	1,524,066	1,397,939	1,426,820	1,443,904	1,566,982	1,349,295	1,344,518	1,313,710
Contribution Excess (Deficiency)	<u>\$ 115,377</u>	<u>\$ 176,209</u>	<u>\$ (129,201)</u>	<u>\$ (188,647)</u>	<u>\$ (144,720)</u>	<u>\$ (120,008)</u>	<u>\$ 34,872</u>	<u>\$ (179,593)</u>	<u>\$ (125,567)</u>	<u>\$ (74,341)</u>
Covered Payroll	<u>\$ 4,771,054</u>	<u>\$ 2,736,680</u>	<u>\$ 2,631,432</u>	<u>\$ 2,856,976</u>	<u>\$ 3,147,732</u>	<u>\$ 3,026,665</u>	<u>\$ 2,910,255</u>	<u>\$ 3,044,642</u>	<u>\$ 2,927,540</u>	<u>\$ 3,419,688</u>
Contributions as a Percentage of Covered Payroll	44.84%	67.49%	57.92%	48.93%	45.33%	47.71%	53.84%	44.32%	45.93%	38.42%

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
POLICE RETIREMENT PLAN  
(LAST TEN YEARS)**

	2024 The Plan reopened effective July 1, 2024 to all new hires and employees hired on or after August 9, 2012 who elected to enter the plan.	2023	2022	2021	2020	2019	2018	2017	2016	2015
Changes of Benefit Terms	Participants hired after August 9, 2012 are required to contribute 8.5% of pay.  Average annual pay is now defined as the last 12 months of salary for all benefits	None	None	None	None	None	None	None	None	None
The actuarially determined contribution rates are calculated as of:	July 1, 2022	July 1, 2022	July 1, 2020	July 1, 2020	July 1, 2018	July 1, 2017	July 1, 2016	July 1, 2016	July 1, 2015	July 1, 2014
Actuarial methods and assumptions used to determine contribution rates:										
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Projected Unit Credit
Amortization Method	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed
Asset Valuation Method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Inflation Rate	2.10%	2.10%	2.10%	2.10%	2.60%	2.60%	2.60%	2.60%	2.60%	2.60%
Salary Increases	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	3.00-6.70%	4.00%
Investment Rate of Return (Net)	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%
Mortality Rate	RP-2006 Mortality Tables, Projected Generationally with Scale MP 2021	RP-2006 Mortality Tables, Projected Generationally with Scale MP 2021	RP-2006 (Adjusted Back to 2006) Projected Generationally with Scale MP 2019	RP-2006 (Adjusted Back to 2006) Projected Generationally with Scale MP 2019	RP-2006 (Adjusted Back to 2006) Projected Generationally with Scale MP 2017	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2017	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2017	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA	RP-2000 Combined Healthy Tables Projected Generationally Using Scale AA

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSIONS LIABILITY AND RELATED RATIOS WITH INVESTMENT RETURNS**  
**FIRE RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 453,384	\$ 438,051	\$ 407,782	\$ 393,992	\$ 435,175	\$ 420,459	\$ 420,459	\$ 401,604	\$ 434,080	\$ 434,080
Interest	1,765,429	1,704,707	1,695,194	1,630,339	1,591,221	1,525,305	1,610,604	1,541,137	1,371,339	1,256,024
Transfer to General Employees Plan	-	-	-	-	-	-	-	-	(392,721)	-
Differences Between Expected and Actual Experience	(388,093)	-	(565,862)	-	(184,492)	-	(441,692)	-	295,843	472,257
Changes in Assumptions	1,497,746	-	654,344	-	(195,528)	-	(1,821,368)	-	-	-
Changes of Benefit Terms	-	-	-	-	-	-	7,685	-	1,266,054	(616,436)
Benefit Payments, Including Refunds of Member Contributions	(1,310,493)	(1,206,516)	(1,161,242)	(1,061,984)	(1,030,706)	(1,006,965)	(981,552)	(956,880)	(944,118)	(909,224)
Net Change in Total Pension Liability	2,017,973	936,242	1,030,216	962,347	615,670	938,799	(1,205,864)	985,861	2,030,477	636,701
Total Pension Liability - Beginning	26,356,360	25,420,118	24,389,902	23,427,555	22,811,885	21,873,086	23,078,950	22,093,089	20,062,612	19,425,911
Total Pension Liability - Ending	<u>\$ 28,374,333</u>	<u>\$ 26,356,360</u>	<u>\$ 25,420,118</u>	<u>\$ 24,389,902</u>	<u>\$ 23,427,555</u>	<u>\$ 22,811,885</u>	<u>\$ 21,873,086</u>	<u>\$ 23,078,950</u>	<u>\$ 22,093,089</u>	<u>\$ 20,062,612</u>
Plan Fiduciary Net Position:										
Contributions - Employer	\$ 931,963	\$ 952,841	\$ 870,881	\$ 953,504	\$ 935,116	\$ 1,071,772	\$ 1,005,527	\$ 845,601	\$ 827,868	\$ 742,505
Net Investment Income (Loss)	2,224,716	2,243,591	(1,666,540)	4,834,381	158,287	1,233,286	1,390,845	1,619,109	610,055	683,541
Transfer to General Employees Plan	-	-	-	-	-	-	-	-	(392,721)	-
Benefit Payments, Including Refunds of Member Contributions	(1,310,493)	(1,206,516)	(1,161,242)	(1,061,984)	(1,030,706)	(1,006,965)	(981,552)	(956,880)	(944,118)	(909,224)
Administration	-	(23,293)	(7,971)	(98,317)	(82,257)	(5,564)	-	-	-	-
Net Change in Plan Fiduciary Net Position	1,846,186	1,966,623	(1,964,872)	4,627,584	(19,560)	1,292,529	1,414,820	1,507,830	101,084	516,822
Plan Fiduciary Net Position - Beginning	23,346,911	21,380,288	23,345,160	18,717,576	18,737,136	17,444,607	16,029,787	14,521,957	14,420,873	13,904,051
Plan Fiduciary Net Position - Ending	<u>\$ 25,193,097</u>	<u>\$ 23,346,911</u>	<u>\$ 21,380,288</u>	<u>\$ 23,345,160</u>	<u>\$ 18,717,576</u>	<u>\$ 18,737,136</u>	<u>\$ 17,444,607</u>	<u>\$ 16,029,787</u>	<u>\$ 14,521,957</u>	<u>\$ 14,420,873</u>
Net Pension Liability - Ending	<u>\$ 3,181,236</u>	<u>\$ 3,009,449</u>	<u>\$ 4,039,830</u>	<u>\$ 1,044,742</u>	<u>\$ 4,709,979</u>	<u>\$ 4,074,749</u>	<u>\$ 4,428,479</u>	<u>\$ 7,049,163</u>	<u>\$ 7,571,132</u>	<u>\$ 5,641,739</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.79%	88.58%	84.11%	95.72%	79.90%	82.14%	79.75%	69.46%	65.73%	71.88%
Covered Payroll	<u>\$ 2,040,531</u>	<u>\$ 2,374,531</u>	<u>\$ 2,294,233</u>	<u>\$ 2,481,359</u>	<u>\$ 2,485,862</u>	<u>\$ 2,401,799</u>	<u>\$ 2,320,579</u>	<u>\$ 2,273,343</u>	<u>\$ 2,185,907</u>	<u>\$ 2,182,842</u>
Net Pension Liability as a Percentage of Covered Payroll	<u>155.90%</u>	<u>126.74%</u>	<u>176.09%</u>	<u>42.10%</u>	<u>189.47%</u>	<u>169.65%</u>	<u>190.84%</u>	<u>310.08%</u>	<u>346.36%</u>	<u>258.46%</u>
Annual Money Weighted Rate of Return, Net of Investment Expense	<u>12.96%</u>	<u>14.47%</u>	<u>-13.03%</u>	<u>25.38%</u>	<u>0.41%</u>	<u>7.43%</u>	<u>8.26%</u>	<u>11.19%</u>	<u>8.32%</u>	<u>11.02%</u>

N/A - Not Available



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CONTRIBUTIONS**  
**FIRE RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contributions	\$ 926,777	\$ 906,861	\$ 899,281	\$ 962,841	\$ 954,826	\$ 1,049,522	\$ 1,031,219	\$ 909,328	\$ 874,354	\$ 799,260
Contributions in Relation to the Actuarially Determined Contribution	931,963	952,841	870,881	953,504	935,116	1,071,772	1,005,527	845,601	827,868	742,505
Contribution Excess (Deficiency)	<u>\$ 5,186</u>	<u>\$ 45,980</u>	<u>\$ (28,400)</u>	<u>\$ (9,337)</u>	<u>\$ (19,710)</u>	<u>\$ 22,250</u>	<u>\$ (25,692)</u>	<u>\$ (63,727)</u>	<u>\$ (46,486)</u>	<u>\$ (56,755)</u>
Covered Payroll	<u>\$ 2,040,531</u>	<u>\$ 2,374,531</u>	<u>\$ 2,294,233</u>	<u>\$ 2,481,359</u>	<u>\$ 2,485,862</u>	<u>\$ 2,401,799</u>	<u>\$ 2,320,579</u>	<u>\$ 2,273,343</u>	<u>\$ 2,185,907</u>	<u>\$ 2,182,842</u>
Contributions as a Percentage of Covered Payroll	45.67%	40.13%	37.96%	38.43%	37.62%	44.62%	43.33%	37.20%	37.87%	34.02%

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
FIRE RETIREMENT PLAN  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Changes of Benefit Terms	None	None	None	None	None	None	None	None	None	None
The actuarially determined contribution rates are calculated as of:	July 1, 2022	July 1, 2022	July 1, 2020	July 1, 2020	July 1, 2018	July 1, 2017	July 1, 2016	July 1, 2016	July 1, 2015	July 1, 2014
Actuarial methods and assumptions used to determine contribution rates:										
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Projected Unit Credit
Amortization Method	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed
Asset Valuation Method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Inflation Rate	1.50%	1.50%	2.10%	2.10%	3.00%	3.00%	3.00%	2.00%	N/A	N/A
Salary Increases	3.50%	3.50%	3.50%	3.50%	3.50%	4.00%	4.00%	4.00%	3.00-6.70%	4.00%
Investment Rate of Return (Net)	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSIONS LIABILITY AND RELATED RATIOS WITH INVESTMENT RETURNS**  
**VOLUNTEER RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 25,102	\$ 22,494	\$ 22,494	\$ 10,864	\$ 10,864	\$ 8,073	\$ 8,073	\$ 8,073	\$ 12,505	\$ 10,800
Interest	107,978	111,480	108,504	72,178	70,740	59,800	58,516	62,298	60,417	63,270
Differences Between Expected and Actual Experience	-	(99,342)	-	(25,280)	-	(39,471)	-	(106,597)	(50,756)	-
Changes of Assumptions	-	(2,594)	-	(8,401)	-	33,585	-	-	-	-
Changes of Benefit Terms	-	-	-	572,541	-	189,879	-	27,699	29,444	-
Benefit Payments, Including Refunds of Member Contributions	(91,974)	(85,066)	(85,366)	(63,974)	(55,002)	(49,565)	(45,549)	(49,446)	(55,900)	(66,974)
Net Change in Total Pension Liability	41,106	(53,028)	45,632	557,928	26,602	202,301	21,040	(57,973)	(4,290)	7,096
Total Pension Liability - Beginning	1,682,086	1,735,114	1,689,482	1,131,554	1,104,952	902,651	881,611	939,584	943,874	936,778
Total Pension Liability - Ending	<u>\$ 1,723,192</u>	<u>\$ 1,682,086</u>	<u>\$ 1,735,114</u>	<u>\$ 1,689,482</u>	<u>\$ 1,131,554</u>	<u>\$ 1,104,952</u>	<u>\$ 902,651</u>	<u>\$ 881,611</u>	<u>\$ 939,584</u>	<u>\$ 943,874</u>
Plan Fiduciary Net Position:										
Contributions - Employer	\$ 202,345	\$ 202,345	\$ 28,773	\$ 28,773	\$ 8,618	\$ 8,618	\$ 21,356	\$ 21,356	\$ 35,038	\$ 35,038
Net Investment Income (Loss)	99,611	95,168	(145,787)	249,981	23,848	70,353	68,914	81,577	35,982	41,593
Benefit Payments, Including Refunds of Member Contributions	(91,974)	(85,066)	(85,366)	(63,974)	(55,002)	(49,565)	(45,549)	(49,446)	(55,900)	(66,974)
Administrative Expense	-	(4,608)	(5,504)	(5,060)	(3,624)	(9)	(1,680)	-	-	-
Net Change in Plan Fiduciary Net Position	209,982	207,839	(207,884)	209,720	(26,160)	29,397	43,041	53,487	15,120	9,657
Plan Fiduciary Net Position - Beginning	1,216,969	1,009,130	1,217,014	1,007,294	1,033,454	1,004,057	961,016	907,529	892,409	882,752
Plan Fiduciary Net Position - Ending	<u>\$ 1,426,951</u>	<u>\$ 1,216,969</u>	<u>\$ 1,009,130</u>	<u>\$ 1,217,014</u>	<u>\$ 1,007,294</u>	<u>\$ 1,033,454</u>	<u>\$ 1,004,057</u>	<u>\$ 961,016</u>	<u>\$ 907,529</u>	<u>\$ 892,409</u>
Net Pension Liability - Ending	<u>\$ 296,241</u>	<u>\$ 465,117</u>	<u>\$ 725,984</u>	<u>\$ 472,468</u>	<u>\$ 124,260</u>	<u>\$ 71,498</u>	<u>\$ (101,406)</u>	<u>\$ (79,405)</u>	<u>\$ 32,055</u>	<u>\$ 51,465</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.81%	72.35%	58.16%	72.03%	89.02%	93.53%	111.23%	109.01%	96.59%	94.55%
Covered Payroll	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Net Pension Liability as a Percentage of Covered Payroll	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Annual Money Weighted Rate of Return, Net of Investment Expense	<u>8.51%</u>	<u>7.75%</u>	<u>-12.73%</u>	<u>24.76%</u>	<u>2.00%</u>	<u>7.50%</u>	<u>6.74%</u>	<u>9.13%</u>	<u>N/A</u>	<u>N/A</u>

N/A - Not applicable; volunteer plan.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CONTRIBUTIONS**  
**VOLUNTEER RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contributions	\$ 202,345	\$ 202,345	\$ 28,773	\$ 28,773	\$ 8,618	\$ 8,618	\$ 21,356	\$ 21,356	\$ 35,038	\$ 35,038
Contributions in Relation to the Actuarially Determined Contribution	202,345	202,345	28,773	28,773	8,618	8,618	21,356	21,356	35,038	35,038
Contribution Excess (Deficiency)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

N/A - Not applicable; volunteer plan.

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
VOLUNTEER FIRE RETIREMENT PLAN  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Changes of Benefit Terms		None	None	None	None	None	None	None	None	None
The actuarially determined contribution rates are calculated as of:	July 1, 2023	July 1, 2021	July 1, 2021	July 1, 2019	July 1, 2019	July 1, 2017	July 1, 2017	July 1, 2013	July 1, 2013	July 1, 2011
Actuarial methods and assumptions used to determine contribution rates:										
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Projected Unit Credit	Projected Unit Credit
Amortization Method	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Percentage Closed	Level Dollar Closed	Level Dollar Closed
Asset Valuation Method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Inflation Rate	2.40%	2.10%	2.10%	2.10%	2.70%	2.70%	2.00%	2.00%	2.30%	2.30%
Salary Increases	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Investment Rate of Return (Net)	6.50%	6.50%	6.50%	6.50%	6.75%	6.75%	6.75%	6.75%	7.00%	7.00%
Mortality Rate	PubS-2010 Healthy Mortality Tables Projected Generationally with Scale MP-2021	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2020	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2020	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2020	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2018	RP-2014 (Adjusted Back to 2006) Projected Generationally with Scale MP 2017	RP-2000 Combined Healthy Tables Projected with Scale AA to 2013 to Reflect Current Expected Experience	RP-2000 Combined Healthy Tables Projected with Scale AA to 2013 to Reflect Current Expected Experience	RP-2000 Combined Healthy Tables Projected with Scale AA to 2013 to Reflect Current Expected Experience	RP-2000 Combined Healthy Tables Projected with Scale AA to 2013 to Reflect Current Expected Experience

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CHANGES IN TOTAL NET PENSIONS LIABILITY AND RELATED RATIOS**  
**ELECTED OFFICIALS' RETIREMENT PLAN**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 88,027	\$ 99,493	\$ 130,107	\$ 144,949	\$ 108,234	\$ 107,812	\$ 110,868	\$ 124,949	\$ 108,159	\$ 94,029
Interest	89,502	85,706	60,111	65,624	86,070	87,054	80,986	65,886	74,048	76,774
Differences Between Expected and Actual Experience	-	(40,269)	-	(280,230)	-	93,986	-	(53,532)	-	112,972
Changes of Benefit Terms	-	-	-	-	-	-	-	(35,156)	209,506	-
Changes of Assumptions	(71,539)	14,309	(405,937)	8,873	390,100	42,518	(71,248)	-	-	34,876
Benefit Payments, Including Refunds of Member Contributions	(114,822)	(118,679)	(112,351)	(109,344)	(112,367)	(131,825)	(128,731)	(146,656)	(160,301)	(158,961)
Net Change in Total Pension Liability	(8,832)	40,560	(328,070)	(170,128)	472,037	199,545	(8,125)	(44,509)	231,412	159,690
Total Pension Liability - Beginning	2,421,494	2,380,934	2,709,004	2,879,132	2,407,095	2,207,550	2,215,675	2,260,184	2,028,772	1,869,082
Total Pension Liability - Ending	<u>\$ 2,412,662</u>	<u>\$ 2,421,494</u>	<u>\$ 2,380,934</u>	<u>\$ 2,709,004</u>	<u>\$ 2,879,132</u>	<u>\$ 2,407,095</u>	<u>\$ 2,207,550</u>	<u>\$ 2,215,675</u>	<u>\$ 2,260,184</u>	<u>\$ 2,028,772</u>
Covered-Employee Payroll	<u>\$ 219,624</u>	<u>\$ 216,986</u>	<u>\$ 208,477</u>	<u>\$ 208,477</u>	<u>\$ 198,926</u>	<u>\$ 198,926</u>	<u>\$ 194,195</u>	<u>\$ 194,195</u>	<u>\$ 189,941</u>	<u>\$ 189,941</u>
Total Pension Liability as a Percentage of Covered Employee Payroll	1098.54%	1115.97%	1142.06%	1299.43%	1447.34%	1210.05%	1136.77%	1140.95%	1189.94%	1068.11%

\*There are no assets that are being accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 68 to pay benefits.

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY WITH CONTRIBUTIONS**  
**CONNECTICUT STATE TEACHERS' RETIREMENT SYSTEM**  
**(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
The Town's Proportion of the Collective Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's Proportionate Share of the Collective Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Connecticut's Proportionate Share of the of the Collective Net Pension Liability Associated with the Town	104,596,565	112,009,535	151,798,901	116,817,112	106,409,929	82,048,239	80,607,663	86,096,709	63,634,867	58,817,682
Total	<u>\$ 104,596,565</u>	<u>\$ 112,009,535</u>	<u>\$ 151,798,901</u>	<u>\$ 116,817,112</u>	<u>\$ 106,409,929</u>	<u>\$ 82,048,239</u>	<u>\$ 80,607,663</u>	<u>\$ 86,096,709</u>	<u>\$ 63,634,867</u>	<u>\$ 58,817,682</u>
Town's Covered Payroll	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Town's Proportionate Share of the Collective Net Pension Liability as a Percentage of its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.39%	54.06%	60.77%	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%	61.51%
Contractually Required Contribution (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Contractually Required Contribution	-	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(1) Local employers are not required to contribute to the plan.

(2) Not applicable since 0% proportional share of the collective net pension liability.

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
CONNECTICUT STATE TEACHERS' RETIREMENT SYSTEM  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Changes of Benefit Terms	None	None	None	None	None	Beginning January 1, 2018, member contributions increased from 6.00% to 7.00% of salary	None	None	None	None
The actuarially determined contribution rates are calculated as of	June 30, 2020	June 30, 2020	June 30, 2018	June 30, 2018	June 30, 2016	June 30, 2016	June 30, 2014	June 30, 2014	June 30, 2012	June 30, 2012
Actuarial methods and assumptions used to determine contribution rates:										
Actuarial Cost Method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	Level percent of salary, closed grading to a level dollar	Level percent of salary, closed grading to a level dollar	Level percent of salary, closed grading to a level dollar	Level percent of salary, closed grading to a level dollar	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed
Remaining Amortization Period	26.8 Years	27.8 Years	28.8 Years	29.8 Years	30 Years	30 Years	20.4 Years	21.4 Years	21.4 Years	23.4 Years
Asset Valuation Method	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing	4 Year Smoothing
Inflation Rate	6.90%	6.90%	6.90%	6.90%	6.90%	8.00%	8.00%	8.50%	8.50%	8.50%
Salary Increases	3.00%-6.50% Average, Including Inflation	3.00%-6.50% Average, Including Inflation	3.00%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation	3.75%-7.00% Average, Including Inflation	3.75%-7.00% Average, Including Inflation	3.75%-7.00% Average, Including Inflation
Cost-of-Living Adjustments	1.75%-3.00% based on retirement date	1.75%-3.00% based on retirement date	1.75%-3.00% based on retirement date	1.75%-3.00% based on retirement date	1.75%-3.00% based on retirement date	1.75%-3.00% based on retirement date	1.75%-3.00% based on retirement date	2.00%-3.00% based on retirement date	2.00%-3.00% based on retirement date	2.00%-3.00% based on retirement date
Investment Rate of Return (Net)	6.90%	6.90%	6.90%	6.90%	6.90%	8.00%	8.00%	8.50%	8.50%	8.50%
Mortality Rate	PubT-2010 Table projected generationally with MP-2019	PubT-2010 Table projected generationally with MP-2019	PubT-2010 Table projected generationally with MP-2019	PubT-2014 White Collar Table projected to the year 2020 using the BB improvement scale	PubT-2014 White Collar Table projected to the year 2020 using the BB improvement scale	PubT-2014 White Collar Table projected to the year 2020 using the BB improvement scale	PubT-2014 White Collar Table projected to the year 2020 using the BB improvement scale	PubT-2000 Combined Morality Table projected 19 years using scale AA	PubT-2000 Combined Morality Table projected 19 years using scale AA	PubT-2000 Combined Morality Table projected 19 years using scale AA



**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS WITH INVESTMENT RETURNS**  
**OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN**  
**(LAST SEVEN YEARS\*)**

	2024	2023	2022	2021	2020	2019	2018
OPEB Liability:							
Service Cost	\$ 3,733,190	\$ 3,708,559	\$ 4,244,896	\$ 4,029,478	\$ 3,409,342	\$ 2,985,199	\$ 3,876,953
Interest	3,615,790	3,424,058	2,055,538	2,014,680	2,738,177	2,725,671	2,652,447
Changes of Benefit Terms	1,685,721	-	-	-	(6,082,127)	-	(96,123)
Differences Between Expected and Actual							
Experience	(1,816,857)	-	(1,182,407)	-	9,534,540	-	7,214,307
Changes in Assumptions	(3,432,398)	(1,484,121)	136,478	679,387	5,327,296	4,613,035	(34,007,353)
Benefit Payments, Including Refunds of							
Member Contributions	(3,391,417)	(3,280,838)	(3,045,688)	(2,829,482)	(2,403,289)	(2,101,174)	(2,077,474)
Net Change in Total OPEB Liability	394,029	2,367,658	2,208,817	3,894,063	12,523,939	8,222,731	(22,437,243)
OPEB Liability - Beginning	97,010,066	94,642,408	92,433,591	88,539,528	76,015,589	67,792,858	90,230,101
OPEB Liability - Ending	<u>\$ 97,404,095</u>	<u>\$ 97,010,066</u>	<u>\$ 94,642,408</u>	<u>\$ 92,433,591</u>	<u>\$ 88,539,528</u>	<u>\$ 76,015,589</u>	<u>\$ 67,792,858</u>
Plan Fiduciary Net Position:							
Contributions - Employer	\$ 3,691,417	\$ 3,580,838	\$ 3,245,688	\$ 2,929,482	\$ 2,503,289	\$ 2,251,174	\$ -
Net Investment Income (Loss)	74,206	57,510	(97,414)	88,671	24,305	9,460	-
Benefit Payments, Including Refunds of							
Member Contributions	(3,391,417)	(3,280,838)	(3,045,688)	(2,829,482)	(2,403,289)	(2,101,174)	-
Administration Expenses	-	(4,358)	(3,979)	(1,594)	(739)	(5,330)	-
Net Change in Plan Fiduciary Net Position	374,206	353,152	98,607	187,077	123,566	154,130	-
Plan Fiduciary Net Position - Beginning	916,532	563,380	464,773	277,696	154,130	-	-
Plan Fiduciary Net Position - Ending	<u>\$ 1,290,738</u>	<u>\$ 916,532</u>	<u>\$ 563,380</u>	<u>\$ 464,773</u>	<u>\$ 277,696</u>	<u>\$ 154,130</u>	<u>\$ -</u>
Net OPEB Liability - Ending	<u>\$ 96,113,357</u>	<u>\$ 96,093,534</u>	<u>\$ 94,079,028</u>	<u>\$ 91,968,818</u>	<u>\$ 88,261,832</u>	<u>\$ 75,861,459</u>	<u>\$ 67,792,858</u>
Plan Fiduciary Net Position as a Percentage							
of the Total OPEB Liability	1.33%	0.94%	0.60%	0.50%	0.31%	0.20%	0.00%
Covered Payroll	\$ 50,437,653	\$ 48,424,860	\$ 46,787,304	N/A	N/A	N/A	N/A
Net OPEB Liability as a Percentage of							
Covered Payroll	190.56%	198.44%	201.08%	N/A	N/A	N/A	N/A
Annual Money Weighted Rate of Return, Net of							
Investment Expense	6.96%	10.21%	-20.96%	31.93%	1.99%	2.75%	0.00%

N/A - The plan has been pay-as-you-go up until the Town established a formal trust in the fiscal year ending June 30, 2019.

The Town does not have a formal funding policy for the OPEB plan therefore, there was no actuarially determined contribution calculated.

\*These schedules are intended to present information for 10 years. Additional years will be presented as the information becomes available.

**TOWN OF NORTH HAVEN, CONNECTICUT  
SCHEDULE OF CONTRIBUTIONS  
OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contributions	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions in Relation to the Actuarially Determined Contribution	<u>\$ 3,691,417</u>	<u>\$ 3,580,838</u>	<u>\$ 3,245,688</u>	<u>\$ 2,929,482</u>	<u>\$ 2,503,289</u>	<u>\$ 2,251,174</u>	<u>\$ 2,077,474</u>	<u>\$ 2,077,474</u>	<u>\$ 1,827,170</u>	<u>\$ 1,791,953</u>
Contribution Excess (Deficiency)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Covered Payroll	<u>\$ 50,437,653</u>	<u>\$ 48,424,860</u>	<u>\$ 46,787,304</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Contributions as a Percentage of Covered Payroll	7.32%	7.39%	6.94%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

N/A - The plan has been pay-as-you-go up until June 30, 2019. The Town established a formal trust in the fiscal year ending June 30, 2019. The Town does not have a formal funding policy for the OPEB plan.  
As such, there was no actuarially determined contribution calculated.

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
OTHER POST-EMPLOYMENT BENEFIT (OPEB) PLAN  
(LAST TEN YEARS)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Changes of Benefit Terms	Public Works employees hired on or after July 1, 2022 are no longer eligible upon retirement for Town subsidized pre-65 medical and prescription drug coverage.	None	None	None	Dispatchers hired after January 1, 2019 and Social Workers hired on or after January 1, 2020 are no longer eligible for retiree benefits.	None	None	None	None	None
The actuarially determined contribution rates are calculated as of	July 1, 2023	July 1, 2021	July 1, 2021	July 1, 2019	July 1, 2019	July 1, 2017	July 1, 2017	July 1, 2015	July 1, 2015	July 1, 2013
Actuarial methods and assumptions used to determine contribution rates:										
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Projected Unit Credit
Amortization Method	Level Percentage	Level Percentage	Level Percentage	Level Percentage	Level Percentage	Level Percentage	Level Percentage	Payments increasing at 4.0%, open	Payments increasing at 4.0%, open	Payments increasing at 4.5%, open
Asset Valuation Method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Healthcare Inflation Rate - Initial	7.00%	8.00%	8.00%	7.00%	7.00%	7.00%	7.00%	8.00%	8.00%	8.00%
Healthcare Inflation Rate - Ultimate	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	5.00%	5.00%	5.00%
Investment Rate of Return (Net)	3.93%	3.54%	3.54%	2.21%	2.21%	3.58%	3.58%	4.00%	4.00%	4.00%
Mortality Rate	PubG-2010 General Employee projected generationally with Scale MP-2021	PubG-2010 General Employee projected generationally with Scale MP-2021	PubG-2010 General Employee projected generationally with Scale MP-2021	RP-2014 adjusted to 2006 with generational mortality improvement to current year under Projection Scale MP-2018	RP-2014 adjusted to 2006 with generational mortality improvement to current year under Projection Scale MP-2018	RP-2014 adjusted to 2006 with generational mortality improvement to current year under Projection Scale MP-2018	RP-2014 adjusted to 2006 with generational mortality improvement to current year under Projection Scale MP-2018	RP2000 combined health table, disabled retirees set forward 10 years, projected generationally using Scale AA	RP2000 combined health table, disabled retirees set forward 10 years, projected generationally using Scale AA	RP2000 combined health table, disabled retirees set forward 10 years, projected generationally using Scale AA

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION**  
**LIABILITY WITH CONTRIBUTIONS**  
**CONNECTICUT STATE TEACHERS' RETIREMENT BOARD RETIREE**  
**HEALTH INSURANCE PLAN**  
**(LAST SEVEN YEARS\*)**

	2024	2023	2022	2021	2020	2019	2018
The Town's Proportion of the Collective Net OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's Proportionate Share of the Collective Net OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Connecticut's Proportionate Share of the of the Collective Net OPEB Liability Associated with the Town	9,799,262	9,809,466	16,538,212	17,423,276	16,595,228	16,401,985	21,004,875
Total	<u>\$ 9,799,262</u>	<u>\$ 9,809,466</u>	<u>\$ 16,538,212</u>	<u>\$ 17,423,276</u>	<u>\$ 16,595,228</u>	<u>\$ 16,401,985</u>	<u>\$ 21,004,875</u>
Town's Covered Payroll	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Town's Proportionate Share of the Collective Net OPEB Liability as a Percentage of its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	11.92%	9.46%	6.11%	2.50%	2.08%	1.49%	1.79%
Contractually Required Contribution (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Contractually Required Contribution	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(1) Local employers are not required to contribute to the plan.

(2) Not applicable since 0% proportional share of the collective net pension liability.

\*These schedules are intended to present information for 10 years. Additional years will be presented as they become available.

**TOWN OF NORTH HAVEN, CONNECTICUT  
ACTUARIAL INFORMATION  
CONNECTICUT STATE TEACHERS' RETIREMENT BOARD RETIREE  
HEALTH INSURANCE PLAN  
(LAST SEVEN YEARS)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Changes of Benefit Terms	None	None	None	None	None	None	None
The actuarially determined contribution rates are calculated as of	June 30, 2023	June 30, 2022	June 30, 2020	June 30, 2020	June 30, 2018	June 30, 2018	June 30, 2016
Actuarial methods and assumptions used to determine contribution rates:							
Actuarial Cost Method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	Level Percentage, Open	Level Percentage, Open	Level Percentage, Closed	Level Percentage, Closed	Level Percentage, Open	Level Percentage, Open	Level Percentage, Open
Amortization Period	30 Years	30 Years	30 Years	30 Years	30 Years	30 Years	30 Years
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value
Inflation Rate	2.50%	2.50%	2.50%	2.50%	2.75%	2.75%	2.75%
Healthcare Inflation Rate	Initial 6.75% decreasing to 4.50% (ultimate) by 2031	Initial 6.75% decreasing to 4.50% (ultimate) by 2023	Initial 5.125% decreasing to 4.50% (ultimate) by 2023	Initial 5.125% decreasing to 4.50% (ultimate) by 2025	Initial 5.95% decreasing to 4.75% (ultimate) by 2025	Initial 5.95% decreasing to 4.75% (ultimate) by 2022	Initial 7.25% decreasing to 5.00% (ultimate) by 2022
Salary Increases	3.00%-6.50% Average, Including Inflation	3.00%-6.50% Average, Including Inflation	3.00%-6.50% Average, Including Inflation	3.00%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation	3.25%-6.50% Average, Including Inflation
Investment Rate of Return (Net)	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	4.25%
Mortality Rate	PubT-2010 Table projected generationally with MP-2019	PubT-2010 Table projected generationally with MP-2019	PubT-2010 Table projected generationally with MP-2019	PubT-2010 Table projected generationally with MP-2019	RP-2014 White Collar tbale projected to the year 2020 using the BB improvement scale	RP-2014 White Collar tbale projected to the year 2020 using the BB improvement scale	RP-2014 White Collar tbale projected to the year 2020 using the BB improvement scale

\*These schedules are intended to present information for 10 years. Additional years will be presented as they become available

## **General Fund**

The general fund is the principal 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 and welfare, culture and recreation, education, etc.). These activities are funded principally by property taxes, user fees and grants from other governmental units.

For reporting in accordance with generally accepted accounting principles, the general fund includes certain funds that are required to be reported as part of the general fund under the requirements of GASB No. 54.

*Education Nonlapsing Fund* - The education nonlapsing fund is used to account for the amounts transferred from the unexpended balance of the education budget in accordance with State Statutes. State Statutes allow for up to 2% of the education operating budget annually to be transferred to the fund upon approval by the Board of Finance.

*Economic Development* - Economic development activities for the Town

*Center Block Beautification* - Center block beautification activities for the Town

**TOWN OF NORTH HAVEN, CONNECTICUT  
COMBINING BALANCE SHEET  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024**

	General	Education Nonlapsing	Economic Development	Center Block Beautification	Eliminations	Total Other Governmental Funds
<b>ASSETS</b>						
Cash	\$ 23,574,923	\$ -	\$ -	\$ -	\$ -	\$ 23,574,923
Restricted Cash	1,121,482	-	-	-	-	1,121,482
Investments	4,079,951	-	-	-	-	4,079,951
Receivables:						
Property Taxes	3,627,043	-	-	-	-	3,627,043
Intergovernmental	37,585	-	-	-	-	37,585
Leases	2,090,009	-	-	-	-	2,090,009
Assessments	108,494	-	-	-	-	108,494
Other	144,022	-	-	-	-	144,022
Due from Other Funds	7,095,836	-	10,000	43	(1,869,302)	5,236,577
Total Assets	<u>\$ 41,879,345</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 43</u>	<u>\$ (1,869,302)</u>	<u>\$ 40,020,086</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 2,518,862	\$ -	\$ -	\$ -	\$ -	\$ 2,518,862
Accrued Payroll and Related Liabilities	3,844,486	-	-	-	-	3,844,486
Due to Other Funds	17,782,783	-	-	-	(1,869,302)	15,913,481
Unearned Revenue	27,500	-	-	-	-	27,500
Overpayments	91,323	-	-	-	-	91,323
Performance Bonds	1,114,362	-	-	-	-	1,114,362
Total Liabilities	<u>25,379,316</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,869,302)</u>	<u>23,510,014</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable Revenue:						
Property Taxes	3,132,950	-	-	-	-	3,132,950
Assessments	108,494	-	-	-	-	108,494
Lease Related	1,956,865	-	-	-	-	1,956,865
Total Deferred Inflows of Resources	<u>5,198,309</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,198,309</u>
<b>FUND BALANCES</b>						
Nonspendable	133,144	-	-	-	-	133,144
Committed	-	-	-	-	-	-
Assigned	1,425,000	-	10,000	43	-	1,435,043
Unassigned	9,743,576	-	-	-	-	9,743,576
Total Fund Balances	<u>11,301,720</u>	<u>-</u>	<u>10,000</u>	<u>43</u>	<u>-</u>	<u>11,311,763</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 41,879,345</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 43</u>	<u>\$ (1,869,302)</u>	<u>\$ 40,020,086</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2024**

	General	Education Nonlapsing	Economic Development	Center Block Beautification	Elimination Entries	Governmental Funds
<b>REVENUES</b>						
Property Taxes	\$ 108,071,318	\$ -	\$ -	\$ -	\$ -	108,071,318
Intergovernmental	17,370,359	-	-	-	-	17,370,359
Charges for Services	3,779,997	-	-	-	-	3,779,997
Interest and Dividends	1,440,673	-	-	-	-	1,440,673
Total Revenues	130,662,347	-	-	-	-	130,662,347
<b>EXPENDITURES</b>						
Current:						
General Government	9,577,526	-	-	-	-	9,577,526
Public Safety	15,060,071	-	-	-	-	15,060,071
Health and Human Services	992,701	-	-	8,496	-	1,001,197
Public Works	6,598,017	-	-	-	-	6,598,017
Recreation	644,293	-	-	-	-	644,293
Employee Benefits	16,471,171	-	-	-	-	16,471,171
Education	71,149,088	788,093	-	-	-	71,937,181
Debt Service	9,294,708	-	-	-	-	9,294,708
Capital Outlay	179,793	-	-	-	-	179,793
Total Expenditures	129,967,368	788,093	-	8,496	-	130,763,957
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	694,979	(788,093)	-	(8,496)	-	(101,610)
<b>OTHER FINANCING SOURCES (USES)</b>						
Proceeds from Sale of Capital Assets	64,777	-	-	-	-	64,777
Transfers In	511,772	332,025	-	-	(332,025)	511,772
Transfers Out	(1,055,558)	-	-	-	332,025	(723,533)
Lease Issuance Proceeds	179,793	-	-	-	-	179,793
Total Other Financing Sources (Uses)	(299,216)	332,025	-	-	-	32,809
<b>NET CHANGE IN FUND BALANCES</b>	395,763	(456,068)	-	(8,496)	-	(68,801)
Fund Balances - Beginning of Year	10,905,957	456,068	10,000	8,539	-	11,380,564
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 11,301,720</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 43</u>	<u>\$ -</u>	<u>\$ 11,311,763</u>



**TOWN OF NORTH HAVEN, CONNECTICUT  
REPORT OF TAX COLLECTOR  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024**

Grand List Year	Uncollectible Taxes	Current Year Levy	Lawful Corrections		Transfers to Suspense	Adjusted Amount Collectible	Taxes	Interest Liens and Other Fees	Total	Uncollected Taxes
	Beginning of Year		Additions	Deductions						End of Year
2007	\$ 2,980	\$ -	\$ -	\$ -	\$ -	\$ 2,980	\$ 2,980	\$ -	\$ 2,980	\$ -
2008	3,703	-	-	-	-	3,703	383	1,035	1,418	3,320
2009	9,903	-	-	-	-	9,903	406	1,024	1,430	9,497
2010	17,088	-	-	-	-	17,088	5,116	11,101	16,217	11,972
2011	34,026	-	342	143	126	34,099	8,345	14,538	22,883	25,754
2012	71,837	-	-	-	22,508	49,329	13,724	22,123	35,847	35,605
2013	69,470	-	-	-	22,508	46,962	14,115	23,567	37,682	32,847
2014	78,555	-	-	-	23,566	54,989	16,017	21,711	37,728	38,972
2015	96,624	-	-	-	24,455	72,169	24,659	31,744	56,403	47,510
2016	100,090	-	-	-	24,455	75,635	27,897	31,952	59,849	47,738
2017	161,231	-	-	-	25,538	135,693	45,980	41,110	87,090	89,713
2018	200,925	-	-	-	33,225	167,700	64,913	48,958	113,871	102,787
2019	390,572	-	-	17,397	29,868	343,307	93,208	60,148	153,356	250,099
2020	666,741	-	105,465	23,957	31,068	717,181	321,457	148,789	470,246	395,724
2021	1,271,483	-	106,453	52,702	45,109	1,280,125	654,061	170,634	824,695	626,064
Subtotal	3,175,228	-	212,260	94,199	282,426	3,010,863	1,293,261	628,434	1,921,695	1,717,602
2022	-	107,140,325	193,488	338,252	57,750	106,937,811	105,335,472	298,201	105,633,673	1,602,339
Total	<u>\$ 3,175,228</u>	<u>\$ 107,140,325</u>	<u>\$ 405,748</u>	<u>\$ 432,451</u>	<u>\$ 340,176</u>	<u>\$ 109,948,674</u>	<u>\$ 106,628,733</u>	<u>\$ 926,635</u>	<u>\$ 107,555,368</u>	<u>3,319,941</u>
										Tax Allowance for Doubtful Accounts (1,036,271)
										Net Taxes Receivable <u>\$ 2,283,670</u>

## **OTHER GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are restricted, committed, or assigned to expenditures for particular purposes.

*General Government* – Grants and charges for services – Miscellaneous funds received for expenditures relating to the general government related programs.

*Public Safety* – Grants and charges for services – Police outside service activity and public safety programs.

*Health and Welfare* – Grants, charges for services and contributions – Health and welfare programs.

*Culture and Recreation* - Grants and charges for services – Recreation programs as well as community service related programs.

*School Cafeteria* – Grants and charges for services – Child nutrition program operations.

*School Activity* – Activity fees and contributions – Student activity funds and school scholarships.

*Education Grants* – Grants – Educational grant programs.

*State/Federal Grants* – Grants and charges for services - Miscellaneous grants received by the Town.

### **Debt Service Fund**

The debt service fund is used to account for and report resources for the payment of future debt service payments.

### **Permanent Funds**

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes as categorized by the fund title.

*Library* – Contributions and income from investments – Established for the support and benefit of the Town's library.

*Cemetery* – Sale of plot, contributions and income from investments – Established for the perpetual care of the Town's cemeteries.

**TOWN OF NORTH HAVEN, CONNECTICUT  
COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds								
	General Government	Public Safety	Health and Welfare	Culture and Recreation	School Cafeteria	School Activity	Education Grants	State/Federal Grants	Total Special Revenue Funds
ASSETS									
Cash	\$ -	\$ 21,166	\$ 172,010	\$ 56,484	\$ 716,437	\$ 1,172,089	\$ -	\$ -	\$ 2,138,186
Receivables:									
Intergovernmental	-	-	15,083	-	110,404	-	107,757	278,274	511,518
Due from Other Funds	566,090	585,579	149,300	192,142	-	-	78,153	-	1,571,264
Inventories	-	-	-	-	24,059	-	-	-	24,059
Other Assets	-	-	-	41,272	-	56,688	-	-	97,960
Total Assets	<u>\$ 566,090</u>	<u>\$ 606,745</u>	<u>\$ 336,393</u>	<u>\$ 289,898</u>	<u>\$ 850,900</u>	<u>\$ 1,228,777</u>	<u>\$ 185,910</u>	<u>\$ 278,274</u>	<u>\$ 4,342,987</u>
LIABILITIES AND FUND BALANCES									
LIABILITIES									
Accounts Payable	\$ 31,792	\$ 34,935	\$ 2,875	\$ 6,275	\$ 107,289	\$ -	\$ 44,697	\$ 1,215	\$ 229,078
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	38,665	-	38,665
Due to Other Funds	5,289	-	29,447	5,688	-	18,653	30,894	232,117	322,088
Bond Anticipation Notes Payable	-	-	-	-	-	-	-	70,331	70,331
Unearned Revenue	-	-	-	141,308	67,369	-	71,654	9,969	290,300
Total Liabilities	<u>37,081</u>	<u>34,935</u>	<u>32,322</u>	<u>153,271</u>	<u>174,658</u>	<u>18,653</u>	<u>185,910</u>	<u>313,632</u>	<u>950,462</u>
FUND BALANCES									
Nonspendable	-	-	-	-	24,059	-	-	-	24,059
Restricted	-	93,967	-	-	652,183	324,684	-	-	1,070,834
Committed	529,009	477,843	304,071	136,627	-	885,440	-	-	2,332,990
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(35,358)	(35,358)
Total Fund Balances	<u>529,009</u>	<u>571,810</u>	<u>304,071</u>	<u>136,627</u>	<u>676,242</u>	<u>1,210,124</u>	<u>-</u>	<u>(35,358)</u>	<u>3,392,525</u>
Total Liabilities and Fund Balances	<u>\$ 566,090</u>	<u>\$ 606,745</u>	<u>\$ 336,393</u>	<u>\$ 289,898</u>	<u>\$ 850,900</u>	<u>\$ 1,228,777</u>	<u>\$ 185,910</u>	<u>\$ 278,274</u>	<u>\$ 4,342,987</u>

**TOWN OF NORTH HAVEN, CONNECTICUT  
COMBINING BALANCE SHEET (CONTINUED)  
OTHER GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2024**

ASSETS	Debt Service Fund	Permanent Funds		Total Special Permanent Funds	Interfund Eliminations	Total Other Governmental Funds
		Library	Cemetery			
Cash	\$ -	\$ 132,157	\$ 235,026	\$ 367,183	\$ -	\$ 2,505,369
Receivables:						
Intergovernmental	-	-	-	-	-	511,518
Due from Other Funds	247,132	-	-	-	-	1,818,396
Inventories	-	-	-	-	-	24,059
Other Assets	-	-	-	-	-	97,960
Total Assets	<u>\$ 247,132</u>	<u>\$ 132,157</u>	<u>\$ 235,026</u>	<u>\$ 367,183</u>	<u>\$ -</u>	<u>\$ 4,957,302</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 229,078
Accrued Payroll and Related Liabilities	-	-	-	-	-	38,665
Due to Other Funds	-	2,945	-	2,945	-	325,033
Bond Anticipation Notes Payable	-	-	-	-	-	70,331
Unearned Revenue	-	-	-	-	-	290,300
Total Liabilities	<u>-</u>	<u>2,945</u>	<u>-</u>	<u>2,945</u>	<u>-</u>	<u>953,407</u>
<b>FUND BALANCES</b>						
Nonspendable	-	105,972	100,000	205,972	-	230,031
Restricted	-	23,240	135,026	158,266	-	1,229,100
Committed	-	-	-	-	-	2,332,990
Assigned	247,132	-	-	-	-	247,132
Unassigned	-	-	-	-	-	(35,358)
Total Fund Balances	<u>247,132</u>	<u>129,212</u>	<u>235,026</u>	<u>364,238</u>	<u>-</u>	<u>4,003,895</u>
Total Liabilities and Fund Balances	<u>\$ 247,132</u>	<u>\$ 132,157</u>	<u>\$ 235,026</u>	<u>\$ 367,183</u>	<u>\$ -</u>	<u>\$ 4,957,302</u>

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**OTHER GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds								Total Special
	General Government	Public Safety	Health and Welfare	Culture and Recreation	School Cafeteria	School Activity	Education Grants	State/Federal Grants	Revenue Funds
<b>REVENUES</b>									
Intergovernmental	\$ -	\$ 4,425	\$ 31,160	\$ 7,897	\$ 904,660	\$ -	\$ 2,307,602	\$ 416,532	\$ 3,672,276
Charges for Services	478,013	1,695,489	-	367,724	951,919	555,387	-	-	4,048,532
Interest and Dividends	-	5	3,750	1,061	-	6,867	-	-	11,683
Contributions	-	-	104,727	7,412	-	-	-	2,500	114,639
Other	-	-	-	-	-	25,423	23,117	-	48,540
Total Revenues	478,013	1,699,919	139,637	384,094	1,856,579	587,677	2,330,719	419,032	7,895,670
<b>EXPENDITURES</b>									
Current:									
General Government	126,412	-	-	-	-	-	-	-	126,412
Public Safety	-	1,157,709	-	-	-	-	-	143,866	1,301,575
Health and Human Services	-	-	78,381	-	-	-	-	-	78,381
Recreation	-	-	-	314,926	-	-	-	-	314,926
Education	-	-	-	-	2,015,343	564,261	2,418,465	-	4,998,069
Debt Service	-	-	-	-	-	-	-	-	-
Capital Outlay	-	185,085	-	-	-	-	-	348,805	533,890
Total Expenditures	126,412	1,342,794	78,381	314,926	2,015,343	564,261	2,418,465	492,671	7,353,253
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>									
	351,601	357,125	61,256	69,168	(158,764)	23,416	(87,746)	(73,639)	542,417
<b>OTHER FINANCING SOURCES (USES)</b>									
Premium	-	-	-	-	-	-	-	-	-
Transfers Out	-	(261,772)	-	-	-	-	-	-	(261,772)
Total Other Financing Sources (Uses)	-	(261,772)	-	-	-	-	-	-	(261,772)
<b>NET CHANGE IN FUND BALANCES</b>									
	351,601	95,353	61,256	69,168	(158,764)	23,416	(87,746)	(73,639)	280,645
Fund Balances - Beginning of Year	177,408	476,457	242,815	67,459	835,006	1,186,708	87,746	38,281	3,111,880
<b>FUND BALANCES - END OF YEAR</b>									
	\$ 529,009	\$ 571,810	\$ 304,071	\$ 136,627	\$ 676,242	\$ 1,210,124	\$ -	\$ (35,358)	\$ 3,392,525

**TOWN OF NORTH HAVEN, CONNECTICUT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**OTHER GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Debt Service Fund	Permanent Funds		Total Special Permanent Funds	Total Other Governmental Funds
		Library	Cemetery		
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 3,672,276
Charges for Services	-	-	-	-	4,048,532
Interest and Dividends	-	6,119	10,882	17,001	28,684
Contributions	-	-	-	-	114,639
Other	-	-	-	-	48,540
Total Revenues	-	6,119	10,882	17,001	7,912,671
<b>EXPENDITURES</b>					
Current:					
General Government	-	-	-	-	126,412
Public Safety	-	-	-	-	1,301,575
Health and Human Services	-	-	-	-	78,381
Recreation	-	1,598	-	1,598	316,524
Education	-	-	-	-	4,998,069
Debt Service	260,079	-	-	-	260,079
Capital Outlay	-	-	-	-	533,890
Total Expenditures	260,079	1,598	-	1,598	7,614,930
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(260,079)	4,521	10,882	15,403	297,741
<b>OTHER FINANCING SOURCES (USES)</b>					
Premium	235,677	-	-	-	235,677
Transfers Out	(250,000)	-	-	-	(511,772)
Total Other Financing Sources (Uses)	(14,323)	-	-	-	(276,095)
<b>NET CHANGE IN FUND BALANCES</b>	(274,402)	4,521	10,882	15,403	21,646
Fund Balances - Beginning of Year	521,534	124,691	224,144	348,835	3,982,249
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 247,132</u>	<u>\$ 129,212</u>	<u>\$ 235,026</u>	<u>\$ 364,238</u>	<u>\$ 4,003,895</u>

## APPENDIX B – FORM OF OPINION OF BOND COUNSEL – THE BONDS

October \_\_, 2025

Town of North Haven  
18 Church Street  
North Haven, CT 06473

We have acted as Bond Counsel to the Town of North Haven, Connecticut (the “Town”) in connection with the issuance by the Town of its \$\_\_\_\_\_ General Obligation Bonds, Issue of 2025 (the “Bonds”) dated October \_\_, 2025. In such capacity, we have examined such law and such certified proceedings, certifications, and other documents (including, but not limited to, a Tax Regulatory Agreement of the Town dated the date hereof (the “Agreement”)) as we have deemed necessary to give the opinions below.

Regarding questions of fact material to the opinions below, we have relied on the certified proceedings and other certifications of representatives of the Town and certifications of others furnished to us without undertaking to verify them by independent investigation.

Based on the foregoing, we are of the opinion that when the Bonds are duly certified by U.S. Bank Trust Company, National Association, the Bonds will be valid and legally binding general obligations of the Town payable as to both principal and interest from ad valorem taxes which may be levied on all taxable property subject to taxation by the Town without limitation as to rate or amount except as to classified property such as certified forest lands taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts pursuant to Connecticut statutes. We are further of the opinion that the Agreement is a valid and binding agreement of the Town and was duly authorized by the Town.

The Internal Revenue Code of 1986 (the “Code”) establishes certain requirements that must be satisfied at and subsequent to the issuance and delivery of the Bonds in order that interest on the Bonds be excluded from gross income under Section 103 of the Code. In the Agreement, the Town has made covenants and representations designed to assure compliance with such requirements of the Code. The Town has covenanted in the Agreement that it will at all times comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds to ensure that interest on the Bonds shall not be included in gross income for federal income tax purposes retroactive to the date of issuance of the Bonds, including covenants regarding, among other matters, the use, expenditure and investment of the proceeds of the Bonds.

In rendering the below opinions regarding the federal treatment of interest on the Bonds, we have relied upon and assumed (i) the material accuracy of the representations, statements of intention and reasonable expectations, and certifications of fact contained in the Agreement, and (ii) continuing compliance by the Town with the covenants set forth in the Agreement as to such tax matters.

Based on the foregoing, we are of the opinion that interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Code, and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Town comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. The Town has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Bonds to be includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. We express no opinion regarding other federal tax consequences caused by ownership or disposition of, or receipt of interest on the Bonds.

We are further of the opinion that, under existing statutes, interest on the Bonds is excludable from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based for individuals, trusts and estates required to pay the federal alternative minimum tax. We express no opinion regarding other state and other State of Connecticut tax consequences caused by ownership or disposition of, or receipt of interest on the Bonds.

The rights of the owners of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting the rights and remedies of creditors, and by equitable principles, whether considered at law or in equity.

We express no opinion herein regarding the accuracy, adequacy, or completeness of the Preliminary Official Statement, the Official Statement and other offering material relating to the Bonds.

The opinions given in this opinion letter are given as of the date set forth above, and we assume no obligation to revise or supplement them to reflect any facts or circumstances or changes in law that may come later to our attention or occur.

Respectfully,

PULLMAN & COMLEY, LLC



## APPENDIX C – FORM OF OPINION OF BOND COUNSEL – THE NOTES

October \_\_, 2025

Town of North Haven  
18 Church Street  
North Haven, CT 06473

We have acted as Bond Counsel to the Town of North Haven, Connecticut (the “Town”) in connection with the issuance by the Town of its \$\_\_\_\_\_ General Obligation Bond Anticipation Notes (the “Notes”) dated October \_\_, 2025. In such capacity, we have examined such law and such certified proceedings, certifications, and other documents (including, but not limited to, a Tax Regulatory Agreement of the Town dated the date hereof (the “Agreement”)) as we have deemed necessary to give the opinions below.

Regarding questions of fact material to the opinions below, we have relied on the certified proceedings and other certifications of representatives of the Town and certifications of others furnished to us without undertaking to verify them by independent investigation.

Based on the foregoing, we are of the opinion that when the Notes are duly certified by U.S. Bank Trust Company, National Association, the Notes will be valid and legally binding general obligations of the Town payable as to both principal and interest from ad valorem taxes which may be levied on all taxable property subject to taxation by the Town without limitation as to rate or amount except as to classified property such as certified forest lands taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts pursuant to Connecticut statutes. We are further of the opinion that the Agreement is a valid and binding agreement of the Town and was duly authorized by the Town.

The Internal Revenue Code of 1986 (the “Code”) establishes certain requirements that must be satisfied at and subsequent to the issuance and delivery of the Notes in order that interest on the Notes be excluded from gross income under Section 103 of the Code. In the Agreement, the Town has made covenants and representations designed to assure compliance with such requirements of the Code. The Town has covenanted in the Agreement that it will at all times comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Notes to ensure that interest on the Notes shall not be included in gross income for federal income tax purposes retroactive to the date of issuance of the Notes, including covenants regarding, among other matters, the use, expenditure and investment of the proceeds of the Notes.

In rendering the below opinions regarding the federal treatment of interest on the Notes, we have relied upon and assumed (i) the material accuracy of the representations, statements of intention and reasonable expectations, and certifications of fact contained in the Agreement, and (ii) continuing compliance by the Town with the covenants set forth in the Agreement as to such tax matters.

Based on the foregoing, we are of the opinion that interest on the Notes is excludable from gross income for federal income tax purposes under Section 103 of the Code, and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Notes may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Town comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Notes in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. The Town has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Notes to be includable in gross income for federal income tax purposes retroactively to the date of issuance of the Notes. We express no opinion regarding other federal tax consequences caused by ownership or disposition of, or receipt of interest on the Notes.

We are further of the opinion that, under existing statutes, interest on the Notes is excludable from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based for individuals, trusts and estates required to pay the federal alternative minimum tax. We express no opinion regarding other state and other State of Connecticut tax consequences caused by ownership or disposition of, or receipt of interest on the Notes.

The rights of the owners of the Notes and the enforceability of the Notes are limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting the rights and remedies of creditors, and by equitable principles, whether considered at law or in equity.

We express no opinion herein regarding the accuracy, adequacy, or completeness of the Preliminary Official Statement, the Official Statement and other offering material relating to the Notes.

The opinions given in this opinion letter are given as of the date set forth above, and we assume no obligation to revise or supplement them to reflect any facts or circumstances or changes in law that may come later to our attention or occur.

Respectfully,

PULLMAN & COMLEY, LLC

## APPENDIX D – FORM OF CONTINUING DISCLOSURE AGREEMENT – THE BONDS

*In accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, the Issuer will agree, pursuant to a Continuing Disclosure Agreement to be executed by the Issuer substantially in the following form, to provide, or cause to be provided, (i) annual financial information and operating data, (ii) in a timely manner not in excess of ten business days after the occurrence of the event, notice of the occurrence of certain events with respect to the Bonds and (iii) timely notice of a failure by the Issuer to provide the required annual financial information on or before the date specified in the Continuing Disclosure Agreement.*

### **Continuing Disclosure Agreement**

This Continuing Disclosure Agreement (“Agreement”) is made as of October \_\_, 2025 by the Town of North Haven, Connecticut (the “Issuer”) acting by its undersigned officers, duly authorized, in connection with the issuance of \$ \_\_\_\_\_ General Obligation Bonds, Issue of 2025, dated as of October \_\_, 2025 (the “Bonds”), for the benefit of the beneficial owners from time to time of the Bonds.

**Section 1. Definitions.** For purposes of this Agreement, the following capitalized terms shall have the following meanings:

“Final Official Statement” means the official statement of the Issuer dated October \_\_, 2025 prepared in connection with the Bonds.

“MSRB” means the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto.

“Repository” means the MSRB or any other information repository established pursuant to the Rule as amended from time to time.

“Rule” means Rule 15c2-12 under the Securities Exchange Act of 1934, as of the date of this Agreement.

“SEC” means the Securities and Exchange Commission of the United States, or any successor thereto.

### **Section 2. Annual Financial Information.**

(a) The Issuer agrees to provide or cause to be provided to each Repository, in accordance with the provisions of the Rule and of this Agreement, annual financial information and operating data (commencing with information and data for the fiscal year ending June 30, 2025) as follows:

(i) Financial statements of the Issuer's general fund and, any special revenue, capital projects and trust or agency funds for the prior fiscal year which statements shall be prepared in accordance with generally accepted accounting principles or mandated state statutory principles as in effect from time to time. As of the date of this Agreement, the Issuer prepares its financial statements in accordance with generally accepted accounting principles. The financial statements will be audited.

(ii) The following financial information and operating data to the extent not included in the financial statements described in (i) above:

- (A) amounts of the net taxable grand list applicable to the fiscal year,
- (B) listing of the ten largest taxpayers on the applicable grand list, together with each such taxpayer's taxable valuation thereon,
- (C) percentage of the annual property tax levy uncollected as of the close of the fiscal year,
- (D) schedule of annual debt service on outstanding long-term bonded indebtedness as of the close of the fiscal year,
- (E) calculation of total direct debt and total net debt as of the close of the fiscal year,
- (F) total direct debt and total net debt of the Issuer per capita,

- (G) ratios of the total direct debt and total net debt of the Issuer to the Issuer's net taxable grand list,
- (H) statement of statutory debt limitation as of the close of the fiscal year, and
- (I) funding status of the Issuer's pension benefit obligation.

(b) The financial information and operating data described above will be provided on or before the date eight months after the close of the fiscal year for which such information is being provided (the "Filing Due Date"). The Issuer's fiscal year currently ends on June 30. The Issuer reserves the right to provide unaudited financial statements if audited financial statements are not available as of the Filing Due Date, provided that the Issuer shall promptly provide audited financial statements when available.

(c) Annual financial information and operating data may be provided in whole or in part by cross-reference to other documents available to the public on the MSRB's Internet Web site referenced in the Rule as amended from time to time or filed with the SEC. All or a portion of the financial information and operating data may be provided in the form of a comprehensive annual financial report.

(d) The Issuer reserves the right (i) to provide financial statements which are not audited if no longer required by law, (ii) to modify from time to time the format of the presentation of such information or data, and (iii) to modify the accounting principles it follows to the extent required by law, by changes in generally accepted accounting principles, or by changes in accounting principles adopted by the Issuer; provided that the Issuer agrees that any such modification will be done in a manner consistent with the Rule.

### **Section 3. Notice of Certain Events.**

The Issuer agrees to provide or cause to be provided, in a timely manner not in excess of ten business days after the occurrence of the event, to each Repository notice of the occurrence of any of the following events with respect to the Bonds:

- (a) principal and interest payment delinquencies;
- (b) non-payment related defaults, if material;
- (c) unscheduled draws on debt service reserves reflecting financial difficulties;
- (d) unscheduled draws on credit enhancements reflecting financial difficulties;
- (e) substitution of credit or liquidity providers, or their failure to perform;
- (f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the bonds, or other material events affecting the tax status of the Bonds;
- (g) modifications to rights of holders of the Bonds, if material;
- (h) Bond calls, if material, and tender offers;
- (i) Bond defeasances;
- (j) release, substitution, or sale of property securing repayment of the Bonds, if material;
- (k) rating changes;
- (l) bankruptcy, insolvency, receivership or similar event of the Issuer;
- (m) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

- (n) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (o) incurrence of a financial obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation, any of which affect security holders, if material; and
- (p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Issuer, any of which reflect financial difficulties.

*Events (d) and (e).* The Issuer does not undertake to provide any notice with respect to credit enhancement added after the primary offering of the Bonds, unless the Issuer applies for or participates in obtaining the enhancement.

*Event (f).* Event (f) is relevant only to the extent interest on the Bonds is excluded from gross income for federal income tax purposes.

*Event (h).* The Issuer does not undertake to provide the above-described event notice of a mandatory scheduled redemption, not *otherwise* contingent upon the occurrence of an event, if (A) the terms, dates and amounts of redemption are set forth in detail in the Final Official Statement, (B) the sole matter to be determined is which of the Bonds will be redeemed in the case of a partial redemption, (C) notice of redemption is given to the holders of the Bonds to be redeemed as required under the terms of the Bonds, and (D) public notice of redemption is given pursuant to Exchange Act Release No. 23856 of the SEC, even if the originally scheduled amounts are reduced due to prior optional redemptions or Bond purchases.

*Events (o) and (p).* The term “financial obligation” is defined as a (i) debt obligation, (ii) derivative instrument entered into in connection with or pledged as security or a source of payment for an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The term financial obligation does not include municipal securities for which a final official statement has been filed with MSRB pursuant to the Rule.

#### **Section 4. Notice of Failure to Provide Annual Financial Information.**

The Issuer agrees to provide or cause to be provided, in a timely manner, to each Repository notice of any failure by the Issuer to provide annual financial information as set forth in Section 2(a) hereof on or before the date set forth in Section 2(b) hereof.

#### **Section 5. Use of Agents.**

Annual financial information and operating data and notices to be provided pursuant to this Agreement may be provided by the Issuer or by any agents which may be employed by the Issuer for such purpose from time to time.

#### **Section 6. Termination.**

The obligations of the Issuer under this Agreement shall terminate upon the earlier of (i) payment or legal defeasance, at maturity or otherwise, of all of the Bonds, or (ii) such time as the Issuer ceases to be an obligated person with respect to the Bonds within the meaning of the Rule.

#### **Section 7. Enforcement.**

The Issuer acknowledges that the undertakings set forth in this Agreement are intended to be for the benefit of, and enforceable by, the beneficial owners from time to time of the Bonds. In the event the Issuer shall fail to perform its duties hereunder, the Issuer shall have the option to cure such failure within a reasonable time (but not exceeding 30 days with respect to the undertakings set forth in Section 2 of this Agreement or five business days with respect to the undertakings set forth in Sections 3 and 4 of this Agreement) from the time the Issuer's First Selectman, or a successor, receives written notice from any beneficial owner of the Bonds of such failure. The present address of the First Selectman is Town Hall, 18 Church Street, North Haven, Connecticut 06473.

In the event the Issuer does not cure such failure within the time specified above, the beneficial owner of any Bonds shall be entitled only to the remedy of specific performance. The parties expressly acknowledge and agree that no monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute an event of default with respect to the Bonds.

**Section 8. Miscellaneous.**

(a) All documents provided by the Issuer to a Repository pursuant to the Issuer's undertakings set forth in Sections 2, 3 and 4 of this Agreement shall be in an electronic format as prescribed by the MSRB from time to time and shall be accompanied by identifying information as prescribed by the MSRB from time to time.

(b) The Issuer shall have no obligation to provide any information, data or notices other than as set forth in this Agreement; provided, however, nothing in this Agreement shall be construed as prohibiting the Issuer from providing such additional information, data or notices from time to time as it deems appropriate in connection with the Bonds. If the Issuer elects to provide any such additional information, data or notices, the Issuer shall have no obligation under this Agreement to update or continue to provide further additional information, data or notices of the type so provided.

(c) This Agreement shall be governed by the laws of the State of Connecticut.

(d) Notwithstanding any other provision of this Agreement, the Issuer may amend this Agreement, and any provision of this Agreement may be waived, if such amendment or waiver is made in connection with a change of circumstances that arises from a change in legal requirements, a change in law, or a change in the identity, nature or status of the Issuer, and is supported by an opinion of counsel expert in federal securities laws, to the effect that (i) such amendment or waiver would not materially adversely affect the beneficial owners of the Bonds, and (ii) the provisions of the Agreement as so amended or waived would have complied with the requirements of the Rule, taking into account any amendments or interpretations of the Rule as well as any changes in circumstances, in each case as of the date of such amendment to the Agreement or waiver. A copy of any such amendment or waiver will be filed in a timely manner with each Repository. The annual financial information provided on the first date following adoption of any such amendment will explain, in narrative form, the reasons for the amendment and the impact of the change in the type of operating or financial information provided.

(e) This Agreement may be executed in any number of counterparts, each of which shall be deemed an original, but such counterparts shall together constitute but one and the same instrument.

TOWN OF NORTH HAVEN, CONNECTICUT

By: \_\_\_\_\_  
MICHAEL J. FREDA  
First Selectman

By: \_\_\_\_\_  
DONALD CLARK  
Town Treasurer

## APPENDIX E – FORM OF CONTINUING DISCLOSURE AGREEMENT – THE NOTES

*In accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, the Issuer will agree, pursuant to a Continuing Disclosure Agreement to be executed by the Issuer substantially in the following form, to provide, or cause to be provided, notice of the occurrence of certain events with respect to the Notes:*

### **Continuing Disclosure Agreement**

This Continuing Disclosure Agreement (“Agreement”) is made as of October \_\_, 2025 by the Town of North Haven, Connecticut (the “Issuer”) acting by its undersigned officers, duly authorized, in connection with the issuance of \$ \_\_\_\_\_ General Obligation Bond Anticipation Notes, dated as of October \_\_, 2025 of the Issuer (the “Notes”), for the benefit of the beneficial owners from time to time of the Notes.

**Section 1. Definitions.** For purposes of this Agreement, the following capitalized terms shall have the following meanings:

“Final Official Statement” means the official statement of the Issuer dated October \_\_, 2025 prepared in connection with the Notes.

“MSRB” means the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto.

“Repository” means the MSRB or any other information repository established pursuant to the Rule as amended from time to time.

“Rule” means Rule 15c2-12 under the Securities Exchange Act of 1934, as of the date of this Agreement.

“SEC” means the Securities and Exchange Commission of the United States, or any successor thereto.

### **Section 2. Notice of Certain Events.**

The Issuer agrees to provide or cause to be provided, in a timely manner not in excess of ten business days after the occurrence of the event, to each Repository, notice of the occurrence of any of the following events with respect to the Notes:

- (a) principal and interest payment delinquencies;
- (b) non-payment related defaults, if material;
- (c) unscheduled draws on debt service reserves reflecting financial difficulties;
- (d) unscheduled draws on credit enhancements reflecting financial difficulties;
- (e) substitution of credit or liquidity providers, or their failure to perform;
- (f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the notes, or other material events affecting the tax status of the Notes;
- (g) modifications to rights of holders of the Notes, if material;
- (h) Note calls, if material, and tender offers;
- (i) Note defeasances;
- (j) release, substitution, or sale of property securing repayment of the Notes, if material;
- (k) rating changes;
- (l) bankruptcy, insolvency, receivership or similar event of the Issuer;

(m) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(n) appointment of a successor or additional trustee or the change of name of a trustee, if material;

(o) incurrence of a financial obligation, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation, any of which affect security holders, if material; and

(p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the Issuer, any of which reflect financial difficulties.

*Events (d) and (e).* The Issuer does not undertake to provide any notice with respect to credit enhancement added after the primary offering of the Notes, unless the Issuer applies for or participates in obtaining the enhancement.

*Event (f).* Event (f) is relevant only to the extent interest on the Notes is excluded from gross income for federal income tax purposes.

*Event (h).* The Issuer does not undertake to provide the above-described event notice of a mandatory scheduled redemption, not otherwise contingent upon the occurrence of an event, if (A) the terms, dates and amounts of redemption are set forth in detail in the Final Official Statement, (B) the sole matter to be determined is which of the Notes will be redeemed in the case of a partial redemption, (C) notice of redemption is given to the holders of the Note to be redeemed as required under the terms of the Notes, and (D) public notice of redemption is given pursuant to Exchange Act Release No. 23856 of the SEC, even if the originally scheduled amounts are reduced due to prior optional redemptions or Note purchases.

*Events (o) and (p).* The term “financial obligation” is defined as a (i) debt obligation, (ii) derivative instrument entered into in connection with or pledged as security or a source of payment for an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The term financial obligation does not include municipal securities for which a final official statement has been filed with MSRB pursuant to the Rule.

### **Section 3. Use of Agents.**

Notices to be provided pursuant to this Agreement may be provided by the Issuer or by any agents which may be employed by the Issuer for such purpose from time to time.

### **Section 4. Termination.**

The obligations of the Issuer under this Agreement shall terminate upon the earlier of (i) payment or legal defeasance, at maturity or otherwise, of all of the Notes, or (ii) such time as the Issuer ceases to be an obligated person with respect to the Notes within the meaning of the Rule.

### **Section 5. Enforcement.**

The Issuer acknowledges that the undertakings set forth in Section 2 of this Agreement are intended to be for the benefit of, and enforceable by, the beneficial owners from time to time of the Notes. In the event the Issuer shall fail to perform its duties hereunder, the Issuer shall have the option to cure such failure within a reasonable time (but not exceeding five business days with respect to the undertakings set forth in Section 2 of this Agreement) from the time the Issuer's First Selectman, or a successor, receives written notice from any beneficial owner of the Notes of such failure. The present address of the First Selectman is Town Hall, 18 Church Street, North Haven, Connecticut 06473.

In the event the Issuer does not cure such failure within the time specified above, the beneficial owner of any Notes shall be entitled only to the remedy of specific performance. The parties expressly acknowledge and agree that no monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute an event of default with respect to the Notes.



**Section 6. Miscellaneous.**

(a) All documents provided by the Issuer to a Repository pursuant to the Issuer's undertakings set forth in Section 2 of this Agreement shall be in an electronic format as prescribed by the MSRB from time to time and shall be accompanied by identifying information as prescribed by the MSRB from time to time.

(b) The Issuer shall have no obligation to provide any information, data or notices other than as set forth in this Agreement; provided, however, nothing in this Agreement shall be construed as prohibiting the Issuer from providing such additional information, data or notices from time to time as it deems appropriate in connection with the Notes. If the Issuer elects to provide any such additional information, data or notices, the Issuer shall have no obligation under this Agreement to update or continue to provide further additional information, data or notices of the type so provided.

(c) This Agreement shall be governed by the laws of the State of Connecticut.

(d) Notwithstanding any other provision of this Agreement, the Issuer may amend this Agreement, and any provision of this Agreement may be waived, if such amendment or waiver is made in connection with a change of circumstances that arises from a change in legal requirements, a change in law, or a change in the identity, nature or status of the Issuer, and is supported by an opinion of counsel expert in federal securities laws, to the effect that (i) such amendment or waiver would not materially adversely affect the beneficial owners of the Notes, and (ii) the provisions of the Agreement as so amended or waived would have complied with the requirements of the Rule, taking into account any amendments or interpretations of the Rule as well as any changes in circumstances, in each case as of the date of such amendment to the Agreement or waiver. A copy of any such amendment or waiver will be filed in a timely manner with each Repository.

(e) This Agreement may be executed in any number of counterparts, each of which shall be deemed an original, but such counterparts shall together constitute but one and the same instrument.

TOWN OF NORTH HAVEN, CONNECTICUT

By: \_\_\_\_\_  
MICHAEL J. FREDA  
First Selectman

By: \_\_\_\_\_  
DONALD CLARK  
Town Treasurer

## APPENDIX F - NOTICE OF SALE – THE BONDS

### NOTICE OF SALE

#### TOWN OF NORTH HAVEN, CONNECTICUT \$6,270,000 GENERAL OBLIGATION BONDS, ISSUE OF 2025 BOOK-ENTRY-ONLY

NOTICE IS GIVEN that ELECTRONIC BIDS solely via **PARITY**® will be received by the TOWN OF NORTH HAVEN, CONNECTICUT (the “Issuer”), until 11:30 A.M. (E.T.) on WEDNESDAY, OCTOBER 15, 2025

(the “Sale Date”) for the purchase, when issued, of all (but not less than all) of the Issuer’s \$6,270,000 General Obligation Bonds, Issue of 2025, dated October 30, 2025 (the “Bonds”), at no less than par and accrued interest from the date of the Bonds to the date of delivery, if any, maturing on November 1 in the principal amounts and in each of the years as follows:

<u>Maturity</u>	<u>Amount (\$)</u>	<u>Maturity</u>	<u>Amount (\$)</u>
2027	330,000	2037	330,000
2028	330,000	2038	330,000
2029	330,000	2039	330,000
2030	330,000	2040	330,000
2031	330,000	2041	330,000
2032	330,000	2042	330,000
2033	330,000	2043	330,000
2034	330,000	2044	330,000
2035	330,000	2045	330,000
2036	330,000		

The Bonds will bear interest commencing November 1, 2026 and semiannually thereafter on May 1 and November 1 in each year until maturity, as further described in the Preliminary Official Statement (as hereinafter defined), at the rate or rates per annum specified by the winning bidder.

#### Optional Redemption

The Bonds maturing on or before November 1, 2031 are not subject to redemption prior to maturity. The Bonds maturing November 1, 2032, and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on or after November 1, 2031, at any time, in whole or in part, and by lot within a maturity, in such amounts and in such order of maturity as the Issuer may determine, at the respective prices (expressed as a percentage of the principal amount of the Bonds to be redeemed) set forth in the following table, plus interest accrued and unpaid to the redemption date:

<u>Period During Which Redeemed</u>	<u>Redemption Price</u>
November 1, 2031 and thereafter	100.0%

#### Nature of Obligation

The Bonds will constitute general obligations of the Issuer, and the Issuer will pledge its full faith and credit to pay the principal of and interest on the Bonds when due. Unless paid from other sources, the Bonds are payable from ad valorem taxes which may be levied on all taxable property subject to taxation by the Issuer without limit as to rate or amount, except as to classified property such as certified forest lands taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts pursuant to provisions of the Connecticut General Statutes, as amended.

#### Bank Qualification

The Bonds SHALL NOT be designated by the Issuer as qualified tax exempt obligations under the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986 for purposes of the deduction by financial institutions for interest expense allocable to the Bonds.

## Registration

The Bonds will be issued by means of a book-entry system with no physical distribution of bond certificates made to the public. The Bonds will be issued in registered form and one bond certificate for each maturity will be issued to The Depository Trust Company (“DTC”), New York, New York, registered in the name of its nominee, Cede & Co., and immobilized in its custody. A book-entry system will be employed, evidencing ownership of the Bonds in principal amounts of \$5,000 or any integral multiple thereof, with transfers of ownership effected on the records of DTC and its participants pursuant to rules and procedures adopted by DTC and its participants. The purchaser, as a condition to delivery of the Bonds, will be required to deposit the bond certificates with DTC, registered in the name of Cede & Co. Principal of, redemption premium, if any, and interest on the Bonds will be payable by the Issuer or its agent to DTC or its nominee as registered owner of the Bonds. Principal and interest payments by DTC to participants of DTC will be the responsibility of DTC; principal and interest payments to beneficial owners by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The Issuer will not be responsible or liable for payments by DTC to its participants or by DTC participants or indirect participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. Upon receipt from the Issuer, the Paying Agent will pay principal of and interest on the Bonds directly to DTC so long as DTC or its nominee, Cede & Co, is the bondholder.

In the event that (a) DTC determines not to continue to act as securities depository for the Bonds and the Issuer fails to identify another qualified securities depository to replace DTC, or (b) the Issuer determines to discontinue the book-entry system of evidence and transfer of ownership of the Bonds, the Issuer will authenticate and deliver replacement Bonds in the form of fully registered certificates. Any such replacement Bonds will provide that interest will be payable by check mailed by the Paying Agent to the registered owner whose name appears on the registration books of the Issuer as of the close of business on the record date preceding each interest payment date.

## Record Date

The record dates for the Bonds will be the fifteenth day of April and October, or the preceding business day if such fifteenth day is not a business day, in each year.

## Proposals

Each bid must be for the entire \$6,270,000 of the Bonds. Each proposal must specify the amount bid for the Bonds (which shall be the aggregate par value of the Bonds, and, at the option of the bidder, a premium), and must specify in a multiple of one-twentieth of one percent (1/20 of 1%) or one-eighth of one percent (1/8 of 1%) the rate or rates of interest per annum which the Bonds are to bear, provided that such proposal shall not state (a) more than one interest rate for any Bonds having a like maturity or (b) any interest rate for any Bonds of one maturity which exceeds the interest rate stated in such proposal for Bonds of a different maturity by more than two (2) percentage points. In addition to the amount bid for the Bonds, the purchaser must pay an amount equal to the interest on the Bonds accrued to the date of delivery. For the purpose of the bidding process, the time as maintained on **PARITY®** shall constitute the official time. For information purposes only, bidders are requested to state in their bids the true interest cost (“TIC”) to the Issuer, as described under “Basis of Award” below, represented by the rate or rates of interest and the bid price specified in their respective bids. Interest shall be calculated on the basis of a 360-day year consisting of twelve 30-day months. No proposal for less than par and accrued interest to the date of delivery will be considered.

## Basis of Award; Right to Reject Proposals; Waiver; Right to Cancel; Postponement; Change of Terms

Unless all bids are rejected, as between proposals which comply with this Notice of Sale, the Bonds will be awarded to the bidder whose bid proposes the lowest true interest cost (“TIC”) to the Issuer. The TIC will be the annual interest rate, compounded semiannually, which, when used to discount all payments of principal and interest payable on the Bonds results in an amount equal to the purchase price for the Bonds, excluding interest accrued to the date of delivery. If there is more than one bidder making said offer at the same lowest TIC, the Bonds will be sold to the bidder whose proposal is selected by the Issuer by lot from among all such proposals. It is requested that each proposal be accompanied by a statement of the percentage of TIC computed and rounded to six decimal places. Such statement shall not be considered as part of the proposal. The purchase price must be paid in immediately available federal funds.

The right is reserved to reject any and all proposals and to reject any proposal not complying with this Notice of Sale and to waive any irregularity or informality with respect to any proposal.

The Issuer further reserves the right to cancel or postpone the sale to another time and date in its sole discretion for any reason, including Internet difficulties. The Issuer will use its best efforts to notify prospective bidders in a timely manner of any need for a cancellation or postponement. Upon the establishment of an alternative sale date, any bidder may submit proposals for the purchase of the Bonds in accordance with the provisions of this Notice of Sale.

### **CUSIP Numbers**

The deposit of the Bonds with DTC under a book-entry system requires the assignment of CUSIP numbers prior to delivery. It shall be the responsibility of the purchaser to apply for CUSIP numbers for the Bonds prior to delivery. Neither the failure to print such CUSIP number on any bond, nor any error with respect thereto, shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Bonds. All expenses in relation to the printing of CUSIP numbers on the Bonds shall be paid for by the Issuer; provided, however, that the Issuer assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers, which charges shall be the responsibility of and shall be paid for by the purchaser.

### **Electronic Proposals Bidding Procedure**

Electronic bids for the purchase of the Bonds must be submitted through the facilities of **PARITY®**. Any prospective bidder must be a subscriber of the BiDCOMP competitive bidding system. Further information about **PARITY®**, including any fee charged, may be obtained from **PARITY®**, c/o i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, Attention: Customer Support (telephone: (212) 849-5021 or (212) 849-5023 – email notice: [munis@spglobal.com](mailto:munis@spglobal.com) or [parity@i-deal.com](mailto:parity@i-deal.com)). The Issuer neither will confirm any subscription nor be responsible for any failure of a prospective bidder to subscribe.

Once an electronic bid made through the facilities of **PARITY®** is communicated to the Issuer, it shall constitute an irrevocable offer, in response to this Notice, and shall be binding upon the bidder as if made by the signed, sealed bid delivered to the Issuer. By submitting a bid for the Bonds via **PARITY®**, the bidder represents and warrants to the Issuer that such bidder's bid for the purchase of the Bonds is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder by an irrevocable offer and that acceptance of such bid by the Issuer will bind the bidder by a legal, valid and enforceable contract, for the purchase of the Bonds on the terms described in this Notice. **The Issuer shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of PARITY®, or the inaccuracies of any information, including bid information or worksheets supplied by PARITY®, the use of PARITY® facilities being the sole risk of the prospective bidder. Each Bidder is solely responsible for knowing the terms of the sale as set forth herein.**

**Disclaimer.** Each **PARITY®** prospective electronic bidder shall be solely responsible to make necessary arrangements to access **PARITY®** for the purpose of submitting its bid in a timely manner and in compliance with the requirements of this Notice. Neither the Issuer nor **PARITY®** shall have any duty or obligation to undertake such arrangements to bid for any prospective bidder or to provide or assure such access to any prospective bidder, and neither the Issuer or **PARITY®** shall be responsible for a bidder's failure to make a bid or for the proper operation of, or have any liability for any delays or interruptions of, or any damages caused by, **PARITY®**. The Issuer is using **PARITY®** as a communication mechanism, and not as the Issuer's agent, to conduct the electronic bidding for the Bonds. The Issuer is not bound by any advice and determination of **PARITY®** to the effect that any particular bid complies with the terms of this Notice and in particular the bid requirements herein set forth. All costs and expenses incurred by prospective bidders in connection with their subscription to, arrangements with and submission of bids via **PARITY®** are the sole responsibility of the bidders; and the Issuer is not responsible directly or indirectly, for any of such costs or expenses. If the prospective bidder encounters any difficulty in arranging to bid or submitting, modifying or withdrawing a bid for the Bonds, the prospective bidder should telephone **PARITY®** at (212) 849-5021 or (212) 849-5023. If any provision of this Notice shall conflict with information provided by **PARITY®**, this Notice shall control.

For the purpose of the electronic bidding process, the time as maintained on **PARITY®** shall constitute the official time.

### **Certifying Agent, Registrar, Paying Agent and Transfer Agent**

The Bonds will be authenticated by U.S. Bank Trust Company, National Association, Hartford, Connecticut. U.S. Bank Trust Company, National Association will also act as Registrar, Paying Agent and Transfer Agent.

## **Delivery, Payment and Closing Requirements**

At or prior to the delivery of the Bonds the purchaser shall be furnished, without cost, with (a) the approving opinion of Pullman & Comley, LLC of Hartford, Connecticut, Bond Counsel (“Bond Counsel”) (see “Bond Counsel Opinion” below); (b) a signature and no litigation certificate, in form satisfactory to said firm, dated as of the date of delivery of the Bonds, and stating that there is no litigation pending, or to the knowledge of the signer or signers thereof threatened, affecting the validity of the Bonds or the power of the Issuer to levy and collect taxes to pay them; (c) a signed copy of the Official Statement prepared for this bond issue; (d) a certificate of Issuer Officials relating to the accuracy and completeness of the Official Statement; (e) a Continuing Disclosure Agreement; and (f) a receipt of payment for the Bonds.

The Bonds will be delivered against payment in immediately available federal funds through the facilities of DTC, New York, New York or its agent via Fast Automated Securities Transfer (“FAST”) on or about October 30, 2025 (the “Closing Date”).

The Issuer will have no responsibility to pay for any expenses of the purchaser except to the extent specifically stated in this Notice of Sale. The purchaser will have no responsibility to pay for any of the Issuer’s costs of issuance except to the extent specifically stated in this Notice of Sale.

The purchaser will be responsible for the clearance or exemption with respect to the status of the Bonds for sale under securities or “Blue Sky” laws and the preparation of any surveys or memoranda in connection with such sale. The Issuer shall have no responsibility for such clearance, exemption or preparation.

## **Bond Counsel Opinion**

The legality of the issue will be passed upon by Bond Counsel, and the purchaser will be furnished with its opinion, without charge, substantially in the form set forth in Appendix B to the Official Statement. The opinion will state that the Bonds are valid and binding obligations of the Issuer. If the Competitive Sale Rule (as defined below in the “Establishment of Issue Price” section) is met, Bond Counsel will require as a precondition to release of its opinion that the purchaser of such Bonds deliver to it a completed “issue price” certificate, or similar certificate, regarding expectations or public offering prices, as applicable, with respect to the Bonds awarded to such bidder, as described below under “Establishment of Issue Price”.

## **Establishment of Issue Price**

In order to provide the Issuer with information that enables it to comply with certain requirements of the Internal Revenue Code of 1986 (the “Code”), relating to the exclusion of interest on the Bonds from the gross income of their owners, the winning bidder will be required to complete, execute, and deliver to the Issuer at or prior to the delivery of the Bonds an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the Public (the “Initial Offering Price”) or the actual sales price or prices of the Bonds, as circumstances may determine, together with the supporting pricing wires or equivalent communications, with such modifications as may be appropriate or necessary, in the reasonable judgment of Bond Counsel. Communications relating to this “Establishment of Issue Price” section, the completed certificate(s) and any supporting information shall be delivered to (1) Bond Counsel at Glenn G. Rybacki, Esq., Pullman & Comley, LLC, 90 State House Square, Hartford, CT 06103, Telephone: (860) 424-4391, E-mail: grybacki@pullcom.com and (2) the Municipal Advisor at Mark Chapman, Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, CT 06443, Telephone: (203) 421-2087, E-mail: Mark.Chapman@munistat.com (the “Municipal Advisor”). Questions related to this “Establishment of Issue Price” section should be directed to Bond Counsel or the Municipal Advisor. For purposes of this “Establishment of Issue Price” section, Bond Counsel may act on behalf of the Issuer and the Municipal Advisor may act on behalf of the Issuer.

By submitting a bid, each bidder is certifying that its bid is a firm offer to purchase the Bonds, is a good faith offer which the bidder believes reflects current market conditions, and is not a “courtesy bid” being submitted for the purpose of assisting in meeting the competitive sale requirements relating to the establishment of the “issue price” of the Bonds pursuant to Section 148 of the Code, including the requirement that bids be received from at least three (3) underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds.

By submitting a bid, a bidder represents to the Issuer that it has an established industry reputation for underwriting new issuances of municipal bonds such as the Bonds, represents that such bidder's bid is submitted for or on behalf of such bidder by an officer or agent who is duly authorized to bind the bidder to a legal, valid and enforceable contract for the purchase of the Bonds, and understands that upon award by the Issuer that this Notice of Sale constitutes a written contract between such bidder, as winning bidder, and the Issuer.

By submitting a bid, the bidder agrees that if the Competitive Sale Rule (as set forth below) is not met, it will satisfy either the Actual Sales Rule (as set forth below) or the Hold-the-Offering-Price Rule (as set forth below).

Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied.

**Notification of Contact Information of Winning Bidder.** Promptly upon award, the winning bidder shall notify the Municipal Advisor and Bond Counsel of the contact name, telephone number and e-mail address of the person(s) of the winning bidder for purposes of communications concerning this "Establishment of Issue Price" section.

**Competitive Sale Rule.** The Issuer intends that the provisions of Treasury Regulations Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "Competitive Sale Rule") because:

- (1) the Issuer shall disseminate, or have disseminated on its behalf, this Notice of Sale to potential bidders in a manner that is reasonably designed to reach potential bidders;
- (2) all bidders shall have an equal opportunity to bid;
- (3) the Issuer anticipates receiving bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- (4) the Issuer anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the lowest true interest cost ("TIC"), as set forth in this Notice of Sale.

**Competitive Sale Rule Met.** The Issuer, or the Municipal Advisor on behalf of the Issuer, shall at the time of award advise the winning bidder if the Competitive Sale Rule has been met. Within two (2) hours of award (or such other time as agreed to by Bond Counsel), the winning bidder shall provide Bond Counsel and the Municipal Advisor, via e-mail, a completed "ISSUE PRICE CERTIFICATE" in the form attached hereto as Attachment A.

**Competitive Sale Rule Not Met.** In the event that the Competitive Sale Rule is not satisfied, the Issuer, or the Municipal Advisor on behalf of the Issuer, shall at the time of award advise the winning bidder. The Issuer may determine to treat (i) the first price at which ten percent (10%) of a Maturity of the Bonds (the "Actual Sales Rule") is sold to the Public as the issue price of that Maturity, and/or (ii) the Initial Offering Price to the Public as of the Sale Date of any Maturity of the Bonds as the issue price of that Maturity (the "Hold-the-Offering-Price Rule"), in each case applied on a Maturity-by-Maturity basis. In the event that the Competitive Sale Rule is not satisfied, the winning bidder, by 4:30 p.m. (E.T.) on the Sale Date, shall notify and provide, via e-mail, Bond Counsel and the Municipal Advisor (I) of the first price at which ten percent (10%) of each Maturity of Bonds has been sold to the Public and (II) reasonable supporting documentation or certifications of such price the form of which is acceptable to Bond Counsel; i.e., those Maturities of the Bonds that satisfy the Actual Sales Rule as of the Sale Date. After such receipt, the Issuer, or Bond Counsel on behalf of the Issuer, shall promptly confirm with the winning bidder, via e-mail, which Maturities of the Bonds shall be subject to the Actual Sales Rule and which Maturities shall be subject to the Hold-the-Offering-Price Rule.

For those Maturities of Bonds subject to the Hold-the-Offering-Price Rule, the winning bidder shall (i) provide Bond Counsel (via e-mail) a copy of pricing wire or equivalent communication for the Bonds (ii) confirm that each Underwriter (as defined below) has offered or will offer all of the Bonds to the Public on or before the date of award at the Initial Offering Prices and (ii) agree, on behalf of each Underwriter participating in the purchase of the Bonds, that each Underwriter will neither offer nor sell unsold Bonds of any Maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price for such Maturity during the period starting on the Sale Date and ending on the earlier of the following:

- (1) the close of the fifth (5th) business day after the Sale Date; or
- (2) the date on which the Underwriters have sold at least ten percent (10%) of that Maturity of the Bonds to the Public at a price that is no higher than the Initial Offering Price.

The winning bidder shall promptly advise Bond Counsel and the Municipal Advisor, via e-mail, when the Underwriters have sold ten percent (10%) of that Maturity of the Bonds to the Public at a price that is no higher than the Initial Offering Price, if that occurs prior to the close of the fifth (5th) business day after the Sale Date.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable, to (A) report the prices at which it sells to the Public the unsold Bonds of each Maturity allotted to it until it is notified by the winning bidder that either the Actual Sales Rule has been satisfied as to the Bonds of that Maturity or all Bonds of that Maturity have been sold to the Public and (B) comply with the Hold-the-Offering-Price Rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the Public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the Public the unsold Bonds of each Maturity allotted to it until it is notified by the winning bidder or such Underwriter that either the Actual Sales Rule has been satisfied as to the Bonds of that Maturity or all Bonds of that Maturity have been sold to the Public and (B) comply with the Hold-the-Offering-Price Rule, if applicable, in each case if and for so long as directed by the winning bidder or such Underwriter and as set forth in the related pricing wires.

Sales of any Bonds to any person that is a Related Party (as defined below) to an Underwriter shall not constitute sales to the Public for purposes of this Notice of Sale.

**Definitions.** For purposes of this “Establishment of Issue Price” section:

- (1) “Maturity” means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.
- (2) “Public” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party to an Underwriter.
- (3) “Related Party” generally means any two or more persons who have greater than 50% common ownership, directly or indirectly.
- (4) “Underwriter” means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this definition to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

## Official Statement

For more information regarding the Bonds or the Issuer, reference is made to the Preliminary Official Statement dated October 3, 2025 (the “Official Statement”) describing the Bonds and the financial condition of the Issuer. The Preliminary Official Statement is available in electronic format at [www.i-dealprospectus.com](http://www.i-dealprospectus.com) and [www.munistat.com](http://www.munistat.com), and such electronic access is being provided as a matter of convenience only. Copies of the Preliminary Official Statement may be obtained from Mark Chapman, Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, CT 06443, Telephone: (203) 421-2087, E-mail: [Mark.Chapman@munistat.com](mailto:Mark.Chapman@munistat.com). The Issuer deems such Official Statement to be a final official statement for purposes of complying with Securities and Exchange Commission Rule 15c2-12 (the “Rule”), but such Official Statement is subject to revision or amendment as appropriate. The Issuer will make available to the purchaser a reasonable number of copies of the final Official Statement at the Issuer’s expense, and the final Official Statement will be made available to the purchaser by no later than the earlier of the delivery of the Bonds or by the seventh (7th) business day after the day bids on the Bonds are received. If the Issuer’s Municipal Advisor, is provided with the necessary information from the purchaser by 12:00 o’clock noon on the day after the Sale Date, the copies of the final Official Statement will include an additional cover page and other pages, if necessary, indicating the interest rates, rating(s), yields or reoffering prices and the name of the managing underwriter of the Bonds, and any corrections. The purchaser shall arrange with the Municipal Advisor the method of delivery of the copies of the final Official Statement to the purchaser. Additional copies of the final Official Statement may be obtained by the purchaser at its own expense by arrangement with the printer.

## Continuing Disclosure Agreement

As required by the Rule, the Issuer will undertake, pursuant to a Continuing Disclosure Agreement (the “Agreement”), to provide annual financial information and operating data including audited financial statements, notice of the occurrence of certain events with respect to the Bonds within ten (10) business days of such event, and timely notice of any failure by the Issuer to provide annual reports on or before the date specified in the Agreement. A form of the Agreement is attached to the Official Statement as Appendix D. The purchaser’s obligation to purchase the Bonds shall be conditioned upon its receiving, at or prior to delivery of the Bonds, an executed Agreement.

TOWN OF NORTH HAVEN, CONNECTICUT

MICHAEL J. FREDA  
First Selectman

DONALD CLARK  
Town Treasurer

October 3, 2025



**ATTACHMENT A**

**ISSUE PRICE CERTIFICATE**

***(If Competitive Sale Rule Met)***

TOWN OF NORTH HAVEN, CONNECTICUT  
\$ \_\_\_\_\_ GENERAL OBLIGATION BONDS, ISSUE OF 2025  
Dated October 30, 2025

The undersigned, on behalf of [UNDERWRITER] (“[SHORT NAME OF UNDERWRITER]”), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the “Bonds”).

1. ***Due Authorization.*** The undersigned is a duly authorized representative of [SHORT NAME OF UNDERWRITER], the purchaser of the Bonds.

2. ***Purchase Price.*** The TOWN OF NORTH HAVEN, CONNECTICUT (the “Issuer”) sold to [SHORT NAME OF UNDERWRITER], for delivery on or about October 30, 2025, the Bonds at a price of par (\$ \_\_\_\_\_), plus an aggregate net premium of \$ \_\_\_\_\_ and less an underwriter’s discount of \$ \_\_\_\_\_, resulting in an aggregate net purchase price of \$ \_\_\_\_\_.

3. ***Reasonably Expected Initial Offering Price.***

(a) As of October 15, 2025 (the “Sale Date”), the reasonably expected initial offering prices of the Bonds to the Public by [SHORT NAME OF UNDERWRITER] are the prices listed in **Schedule A** (the “Expected Offering Prices”). The Expected Offering Prices are the prices for the Maturities of the Bonds used by [SHORT NAME OF UNDERWRITER] in formulating its bid to purchase the Bonds. Attached as **Schedule B** is a true and correct copy of the bid provided by [SHORT NAME OF UNDERWRITER] to purchase the Bonds.

(b) [SHORT NAME OF UNDERWRITER] was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by [SHORT NAME OF UNDERWRITER] constituted a firm offer to purchase the Bonds.

4. ***Defined Terms.***

(a) “Maturity” means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

(b) “Public” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this certificate generally means any two or more persons who have greater than fifty percent (50%) common ownership, directly or indirectly.

(c) “Underwriter” means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this definition to participate in the initial sale of the Bonds to the Public (including a member of the selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

5. ***Representations and Information.*** The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986 and the Treasury Regulations thereunder (collectively, the "Code"). The undersigned understands that the foregoing information will be relied upon by the Issuer in making its certification as to issue price of the Bonds under the Code and with respect to compliance with the federal income tax rules affecting the Bonds. Pullman & Comley, LLC, bond counsel, may rely on the foregoing representations in rendering its opinion on the exclusion from federal gross income of the interest on the Bonds, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer relating to the Bonds. Except as set forth above, no third party may rely on the foregoing certifications, and no party may rely hereon for any other purpose.

IN WITNESS WHEREOF, the undersigned has executed this Certificate as of October \_\_, 2025.

[UNDERWRITER]

By: \_\_\_\_\_  
Name:  
Title:

**Schedule A to Issue Price Certificate**

<u>Maturity, November 1</u>	<u>Principal Amount (\$)</u>	<u>Interest Rate (%)</u>	<u>Price (\$, not Yield)</u>
2027	330,000		
2028	330,000		
2029	330,000		
2030	330,000		
2031	330,000		
2032	330,000		
2033	330,000		
2034	330,000		
2035	330,000		
2036	330,000		
2037	330,000		
2038	330,000		
2039	330,000		
2040	330,000		
2041	330,000		
2042	330,000		
2043	330,000		
2044	330,000		
2045	330,000		

**Schedule B to Issue Price Certificate**

## APPENDIX G - NOTICE OF SALE – THE NOTES

### NOTICE OF SALE

#### **TOWN OF NORTH HAVEN, CONNECTICUT \$6,250,000 GENERAL OBLIGATION BOND ANTICIPATION NOTES BOOK-ENTRY-ONLY**

NOTICE IS GIVEN that ELECTRONIC BIDS via **PARITY®** (as described herein) will be received by the TOWN OF NORTH HAVEN, CONNECTICUT (the “Issuer”), until 11:00 A.M. (E.T.) on WEDNESDAY,

OCTOBER 15, 2025

(the “Sale Date”) for the purchase of the Issuer’s \$6,250,000 General Obligation Bond Anticipation Notes (the “Notes”). Electronic bids must be submitted via **PARITY®** (see “Electronic Bidding Procedures”).

#### **The Notes**

The Notes are expected to be dated October 30, 2025 and will mature and be payable to the registered owner on October 29, 2026 as further described in the Preliminary Official Statement (as hereinafter defined). The Notes will bear interest (which interest shall be calculated on the basis of a 360-day year consisting of twelve 30-day months) payable at maturity at the rate or rates per annum fixed in the proposal or proposals accepted for their purchase, which rates shall be in multiples of 1/100 of 1% per annum.

#### **Nature of Obligation**

The Notes will constitute general obligations of the Issuer, and the Issuer will pledge its full faith and credit to pay the principal of and interest on the Notes when due. Unless paid from other sources, the Notes are payable from ad valorem taxes which may be levied on all taxable property subject to taxation by the Issuer without limit as to rate or amount except as to classified property such as certified forest lands taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts pursuant to provisions of the Connecticut General Statutes, as amended. The information in this Notice of Sale is only a brief summary of certain provisions of the Notes. For further information about the Notes, reference is hereby made to the Preliminary Official Statement.

#### **Bank Qualification**

The Notes SHALL NOT be designated by the Issuer as qualified tax exempt obligations under the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986 for purposes of the deduction by financial institutions for interest expense allocable to the Notes.

#### **Registration**

The Notes will be issued by means of a book-entry system with no physical distribution of note certificates made to the public. The Notes will be issued in registered form and one note certificate for each interest rate will be issued to The Depository Trust Company (“DTC”), New York, New York, registered in the name of its nominee, Cede & Co., and immobilized in its custody. A book-entry system will be employed, evidencing ownership of the Notes in principal amounts of \$5,000 or any integral multiple thereof, with transfers of ownership effected on the records of DTC and its participants pursuant to rules and procedures adopted by DTC and its participants. The purchaser(s), as a condition to delivery of the Notes, will be required to deposit the Note certificates with DTC, registered in the name of Cede & Co. Principal of and interest on the Notes will be payable by the Issuer or its agent to DTC or its nominee as registered owner of the Notes. Principal and interest payments by DTC to participants of DTC will be the responsibility of DTC; principal and interest payments to beneficial owners by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The Issuer will not be responsible or liable for payments by DTC to its participants or by DTC participants or indirect participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. Upon receipt from the Issuer, the Paying Agent will pay principal of and interest on the Notes directly to DTC so long as DTC or its nominee, Cede & Co, is the Noteholder.

## **Bid Specifications; Basis of Award; Right to Reject Proposals; Waiver; Right to Cancel; Postponement; Change of Terms**

Each bid for the purchase of the Notes must be in accordance with the requirements prescribed herein. A proposal may be for all or any part of the Notes but any proposal for a part must be for at least \$100,000, or a whole multiple thereof, except one such proposal for a part may include the odd \$150,000, and a separate proposal will be required for each part of the Notes for which a separate interest rate is bid. Unless all bids are rejected, the Notes will be awarded to the bidder or bidders offering to purchase the Notes at the lowest net interest cost ("NIC"), computed as to each interest rate stated by adding the total interest which will be paid at such rate and deducting therefrom the premium offered, if any. As between proposals resulting in the same lowest net interest cost to the Issuer, the award will be made on the basis of the highest principal amount of the Notes specified. No bid for less than par and accrued interest, if any, will be considered and the Issuer reserves the right to award to any bidder all or any part of the Notes bid for in its proposal. If a bidder is awarded only a part of the Notes bid for in its proposal, any premium offered in such proposal will be proportionately reduced so that the resulting net interest cost to the Issuer with respect to the Notes awarded is the same as that contained in the bidder's proposal with respect to the entire amount bid, carried to six decimal places. The purchase price must be paid in immediately available federal funds.

The right is reserved to reject any and all proposals and to reject any proposal not complying with this Notice of Sale and to waive any irregularity or informality with respect to any proposal.

The Issuer further reserves the right to cancel or postpone the sale to another time and date in its sole discretion for any reason, including Internet difficulties. The Issuer will use its best efforts to notify prospective bidders in a timely manner of any need for a cancellation or postponement. Upon the establishment of an alternative sale date, any bidder may submit proposals for the purchase of the Notes in accordance with the provisions of this Notice of Sale.

### **Electronic Bidding Procedures**

Any prospective bidder intending to submit an electronic bid must submit its electronic bid through the facilities of **PARITY**<sup>®</sup>. Subscription to the BiDCOMP Competitive Bidding System is required in order to submit an electronic bid and the Issuer will neither confirm any subscription nor be responsible for the failure of any prospective bidder to subscribe.

An electronic bid made through the facilities of **PARITY**<sup>®</sup> shall be deemed an irrevocable offer to purchase the Notes on the terms provided in this Notice of Sale, and shall be binding upon the bidder as if made by a signed, sealed bid delivered to the Issuer. By submitting a bid for the Notes via **PARITY**<sup>®</sup>, the bidder represents and warrants to the Issuer that such bidder's bid for the purchase of the Notes is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder by an irrevocable offer and that acceptance of such bid by the Issuer will bind the bidder by a legal, valid and enforceable contract, for the purchase of the Notes on the terms described in this Notice of Sale. **The Issuer shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of PARITY<sup>®</sup>, or the inaccuracies of any information, including bid information or worksheets supplied by PARITY<sup>®</sup>, the use of PARITY<sup>®</sup> facilities being the sole risk of the prospective bidder. Each Bidder is solely responsible for knowing the terms of the sale as set forth herein.**

If any provisions of this Notice of Sale shall conflict with information provided by **PARITY**<sup>®</sup> as the approved provider of electronic bidding services, this Notice of Sale shall control. Further information about **PARITY**<sup>®</sup>, including any fee charged, may be obtained from **PARITY**<sup>®</sup>, 1359 Broadway, 36<sup>th</sup> Street, 2<sup>nd</sup> Floor, New York, NY 10018, Attention: Customer Service Department (telephone: (212) 849-5021 or (212) 849-5023 - email notice: [munis@spglobal.com](mailto:munis@spglobal.com) or [parity@i-deal.com](mailto:parity@i-deal.com)).

For purposes of the electronic bidding process, the time as maintained by **PARITY**<sup>®</sup> shall constitute the official time. For information purposes only, bidders are requested to state in their bids the net interest cost to the Issuer, as described under "Bid Specifications; Basis of Award; Right to Reject Proposals; Waiver; Right to Cancel; Postponement; Change of Terms" above. All electronic bids shall be deemed to incorporate the provisions of this Notice of Sale.

**Disclaimer.** Each **PARITY**<sup>®</sup> prospective electronic bidder shall be solely responsible to make necessary arrangements to access **PARITY**<sup>®</sup> for the purposes of submitting its bid in a timely manner and in compliance with the requirements of this Notice of Sale. Neither the Issuer nor **PARITY**<sup>®</sup> shall have any duty or obligation to undertake such arrangements to bid for any prospective bidder or to provide or assure such access to any prospective bidder, and neither the Issuer nor **PARITY**<sup>®</sup> shall be responsible for a bidder's failure to make a bid or for proper operation of, or have any liability for any delays or interruptions of, or any damages caused by, **PARITY**<sup>®</sup>. The Issuer is using **PARITY**<sup>®</sup> as a communication mechanism, and not as the Issuer's agent, to conduct the electronic bidding for the Notes. The Issuer is not bound by any advice and determination of **PARITY**<sup>®</sup> to the effect that any particular bid complies with the terms of this Notice of Sale and in particular the bid requirements herein set forth. All costs and expenses incurred by prospective bidders in connection with their subscription to, arrangements with and submission of bids via **PARITY**<sup>®</sup> are the sole responsibility of the bidders; and the Issuer is not responsible, directly or indirectly, for any such costs or expenses. If a prospective bidder encounters any difficulty in arranging to bid or submitting, modifying or withdrawing a bid for the Notes, the prospective bidder should telephone **PARITY**<sup>®</sup> at (212) 849-5021 or (212) 849-5023.

#### **CUSIP Numbers**

The deposit of the Notes with DTC under a book-entry system requires the assignment of CUSIP numbers prior to delivery. It shall be the responsibility of the purchaser to apply for CUSIP numbers for the Notes prior to delivery. Neither the failure to print such CUSIP number on any note, nor any error with respect thereto, shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Notes. All expenses in relation to the printing of CUSIP numbers on the Notes shall be paid for by the Issuer; provided, however, that the Issuer assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers, which charges shall be the responsibility of and shall be paid for by the purchaser.

#### **Certifying Agent, Registrar, Paying Agent and Transfer Agent**

The Notes will be authenticated by U.S. Bank Trust Company, National Association, Hartford, Connecticut. U.S. Bank Trust Company, National Association will also act as Registrar, Paying Agent and Transfer Agent.

#### **Delivery, Payment and Closing Requirements**

At or prior to the delivery of the Notes the winning bidder shall be furnished, without cost, with (a) the approving opinion of Pullman & Comley, LLC of Hartford, Connecticut, Bond Counsel (see "Bond Counsel Opinion" below); (b) a signature and no litigation certificate, in form satisfactory to said firm, dated as of the date of delivery of the Notes, and stating that there is no litigation pending, or to the knowledge of the signer or signers thereof threatened, affecting the validity of the Notes or the power of the Issuer to levy and collect taxes to pay them; (c) a copy of the Official Statement prepared for this note issue; (d) a certificate of Issuer Officials relating to the accuracy and completeness of the Official Statement; (e) a Continuing Disclosure Agreement; and (f) a receipt of payment for the Notes.

The Notes will be delivered against payment in immediately available federal funds through the facilities of DTC, New York, New York or its agent via Fast Automated Securities Transfer ("FAST") on or about October 30, 2025 (the "Closing Date").

The Issuer will have no responsibility to pay for any expenses of the purchaser except to the extent specifically stated in this Notice of Sale. The purchaser will have no responsibility to pay for any of the Issuer's costs of issuance except to the extent specifically stated in this Notice of Sale.

The purchaser will be responsible for the clearance or exemption with respect to the status of the Notes for sale under securities or "Blue Sky" laws and the preparation of any surveys or memoranda in connection with such sale. The Issuer shall have no responsibility for such clearance, exemption or preparation.

#### **Bond Counsel Opinion**

The legality of the issue will be passed upon by Bond Counsel, and the purchaser will be furnished with its opinion, without charge, substantially in the form set forth in Appendix C to the Official Statement. The opinion will state that the Notes are valid and binding obligations of the Issuer. Bond Counsel will require as a precondition to release of its opinion that the purchaser of such Notes deliver to it a completed "issue price" certificate, or similar certificate, regarding expectations or public offering prices, as applicable, with respect to the Notes awarded to such bidder, as described below under "Establishment of Issue Price".

## Establishment of Issue Price

In order to provide the Issuer with information that enables it to comply with certain requirements of the Internal Revenue Code of 1986 (the “Code”) relating to the exclusion of interest on the Notes from the gross income of their owners, the winning bidder will be required to complete, execute, and deliver to the Issuer at or prior to the delivery of the Notes an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the Public (the “Initial Offering Price”) or the actual sales price or prices of the Notes, as circumstances may determine, together with the supporting pricing wires or equivalent communications, with such modifications as may be appropriate or necessary, in the reasonable judgment of Bond Counsel. Communications relating to this “Establishment of Issue Price” section, the completed certificate(s) and any supporting information shall be delivered to (1) Bond Counsel at Glenn G. Rybacki, Esq., Pullman & Comley, LLC, 90 State House Square, Hartford, CT 06103, Telephone: (860) 424-4391, E-mail: grybacki@pullcom.com and (2) the Municipal Advisor at Mark Chapman, Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, CT 06443, Telephone: (203) 421-2087, E-mail: Mark.Chapman@munistat.com (the “Municipal Advisor”). Questions related to this “Establishment of Issue Price” section should be directed to Bond Counsel or the Municipal Advisor. For purposes of this “Establishment of Issue Price” section, Bond Counsel may act on behalf of the Issuer and the Municipal Advisor may act on behalf of the Issuer.

By submitting a bid, each bidder is certifying that its bid is a firm offer to purchase the Notes, is a good faith offer which the bidder believes reflects current market conditions, and is not a “courtesy bid” being submitted for the purpose of assisting in meeting the competitive sale requirements relating to the establishment of the “issue price” of the Notes pursuant to Section 148 of the Code, including the requirement that bids be received from at least three (3) underwriters of municipal bonds or notes who have established industry reputations for underwriting new issuances of municipal bonds or notes.

By submitting a bid, a bidder represents to the Issuer that it has an established industry reputation for underwriting new issuances of municipal bonds or notes such as the Notes, represents that such bidder’s bid is submitted for or on behalf of such bidder by an officer or agent who is duly authorized to bind the bidder to a legal, valid and enforceable contract for the purchase of the Notes, and understands that upon award by the Issuer that this Notice of Sale constitutes a written contract between such bidder, as winning bidder, and the Issuer.

By submitting a bid, the bidder agrees that if the Competitive Sale Rule (as set forth below) is not met, it will satisfy either the Actual Sales Rule (as set forth below) or the Hold-the-Offering-Price Rule (as set forth below).

Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied.

**Notification of Contact Information of Winning Bidder.** Promptly upon award, the winning bidder shall notify the Municipal Advisor and Bond Counsel of the contact name, telephone number and e-mail address of the person(s) of the winning bidder for purposes of communications concerning this “Establishment of Issue Price” section.

**Competitive Sale Rule.** The Issuer intends that the provisions of Treasury Regulations Section 1.148-1(f)(3)(i) (defining “competitive sale” for purposes of establishing the issue price of the Notes) will apply to the initial sale of the Notes (the “Competitive Sale Rule”) because:

- (1) the Issuer shall disseminate, or have disseminated on its behalf, this Notice of Sale to potential bidders in a manner that is reasonably designed to reach potential bidders;
- (2) all bidders shall have an equal opportunity to bid;
- (3) the Issuer anticipates receiving bids from at least three underwriters of municipal bonds or notes who have established industry reputations for underwriting new issuances of municipal bonds or notes; and
- (4) the Issuer anticipates awarding the sale of the Notes to the bidder who submits a firm offer to purchase the Notes at the lowest net interest cost, as set forth in this Notice of Sale.

**Competitive Sale Rule Met.** The Issuer, or the Municipal Advisor on behalf of the Issuer, shall at the time of award advise the winning bidder if the Competitive Sale Rule has been met. The winning bidder will be required to deliver to Bond Counsel on behalf of the Issuer prior to the delivery of the Notes a completed “Certificate as to Issue Price” (in form satisfactory to Bond Counsel) for such Notes, setting forth the Initial Offering Price.

***Competitive Sale Rule Not Met.*** In the event that the Competitive Sale Rule is not satisfied, the Issuer, or the Municipal Advisor on behalf of the Issuer, shall at the time of award advise the winning bidder. The Issuer may determine to treat (i) the first price at which ten percent (10%) of a Maturity of the Notes (the “Actual Sales Rule”) is sold to the Public as the issue price of that Maturity, and/or (ii) the Initial Offering Price to the Public as of the Sale Date of any Maturity of the Notes as the issue price of that Maturity (the “Hold-the-Offering-Price Rule”), in each case applied on a Maturity-by-Maturity basis. In the event that the Competitive Sale Rule is not satisfied, the winning bidder, by 4:30 p.m. (E.T.) on the Sale Date, shall notify and provide, via e-mail, Bond Counsel and the Municipal Advisor (I) of the first price at which ten percent (10%) of each Maturity has been sold to the Public and (II) reasonable supporting documentation or certifications of such price the form of which is acceptable to Bond Counsel; i.e., those Maturities that satisfy the Actual Sales Rule as of the Sale Date. After such receipt, the Issuer, or Bond Counsel on behalf of the Issuer, shall promptly confirm with the winning bidder, via e-mail, which Maturities of the Notes shall be subject to the Actual Sales Rule and which Maturities shall be subject to the Hold-the-Offering-Price Rule.

For those Maturities of Notes subject to the Hold-the-Offering-Price Rule, the winning bidder shall (i) provide Bond Counsel (via e-mail) a copy of pricing wire or equivalent communication for the Notes (ii) confirm that each Underwriter (as defined below) has offered or will offer all of the Notes to the Public on or before the date of award at the Initial Offering Prices and (iii) agree, on behalf of each Underwriter participating in the purchase of the Notes, that each Underwriter will neither offer nor sell unsold Notes of any Maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price for such Maturity during the period starting on the Sale Date and ending on the earlier of the following:

- (1) the close of the fifth (5th) business day after the Sale Date; or
- (2) the date on which the Underwriters have sold at least ten percent (10%) of that Maturity of the Notes to the Public at a price that is no higher than the Initial Offering Price.

The winning bidder shall promptly advise Bond Counsel and the Municipal Advisor, via e-mail, when the Underwriters have sold ten percent (10%) of that Maturity of the Notes to the Public at a price that is no higher than the Initial Offering Price, if that occurs prior to the close of the fifth (5th) business day after the Sale Date.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Notes to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable, to (A) report the prices at which it sells to the Public the unsold Notes of each Maturity allotted to it until it is notified by the winning bidder that either the Actual Sales Rule has been satisfied as to the Notes of that Maturity or all Notes of that Maturity have been sold to the Public and (B) comply with the Hold-the-Offering-Price Rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Notes to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Notes to the Public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the Public the unsold Notes of each Maturity allotted to it until it is notified by the winning bidder or such Underwriter that either the Actual Sales Rule has been satisfied as to the Notes of that Maturity or all Notes of that Maturity have been sold to the Public and (B) comply with the Hold-the-Offering-Price Rule, if applicable, in each case if and for so long as directed by the winning bidder or such Underwriter and as set forth in the related pricing wires.

Sales of any Notes to any person that is a Related Party (as defined below) to an Underwriter shall not constitute sales to the Public for purposes of this Notice of Sale.

***Definitions.*** For purposes of this “Establishment of Issue Price” section:

- (1) “Maturity” means Notes with the same credit and payment terms. Notes with the same maturity date but different stated interest rates, are treated as separate Maturities.
- (2) “Public” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party to an Underwriter.



- (3) “Related Party” generally means any two or more persons who have greater than 50% common ownership, directly or indirectly.
- (4) “Underwriter” means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this definition to participate in the initial sale of the Notes to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Notes to the Public).

### **Official Statement**

For more information regarding the Notes or the Issuer, reference is made to the Preliminary Official Statement dated October 3, 2025 (the “Official Statement”) describing the Notes and the financial condition of the Issuer. The Preliminary Official Statement is available in electronic format at [www.i-dealprospectus.com](http://www.i-dealprospectus.com) and [www.munistat.com](http://www.munistat.com), and such electronic access is being provided as a matter of convenience only. Copies of the Preliminary Official Statement may be obtained from Mark Chapman, Munistat Services, Inc., 129 Samson Rock Drive, Suite A, Madison, CT 06443, Telephone: (203) 421-2087, E-mail: [Mark.Chapman@munistat.com](mailto:Mark.Chapman@munistat.com). The Issuer deems such Official Statement to be a final official statement for purposes of complying with Securities and Exchange Commission Rule 15c2-12 (the “Rule”), but such Official Statement is subject to revision or amendment as appropriate. The Issuer will make available to the purchaser a reasonable number of copies of the final Official Statement at the Issuer’s expense, and the final Official Statement will be made available to the purchaser by no later than the earlier of the delivery of the Notes or by the seventh (7th) business day after the day bids on the Notes are received. If the Issuer’s Municipal Advisor, is provided with the necessary information from the purchaser by 12:00 o’clock noon on the day after the Sale Date, the copies of the final Official Statement will include an additional cover page and other pages, if necessary, indicating the interest rates, rating(s), yields or reoffering prices and the name of the managing underwriter of the Notes, and any corrections. The purchaser shall arrange with the Municipal Advisor the method of delivery of the copies of the final Official Statement to the purchaser. Additional copies of the final Official Statement may be obtained by the purchaser at its own expense by arrangement with the printer.

### **Continuing Disclosure Agreement**

As required by the Rule, the Issuer will undertake, pursuant to a Continuing Disclosure Agreement (the “Agreement”), to provide notice of the occurrence of certain events with respect to the Notes within ten (10) business days of such event. A form of the Agreement is attached to the Official Statement as Appendix E. The purchaser’s obligation to purchase the Notes shall be conditioned upon its receiving, at or prior to delivery of the Notes, an executed Agreement.

TOWN OF NORTH HAVEN, CONNECTICUT

MICHAEL J. FREDA  
First Selectman

DONALD CLARK  
Town Treasurer

October 3, 2025