

TOWN OF WILMINGTON, VERMONT

AUDIT REPORT

JUNE 30, 2025

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Independent Auditor's Report

Selectboard
Town of Wilmington, Vermont
2 East Main Street
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Wilmington, VT 05363

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wilmington, Vermont, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Wilmington, Vermont's basic financial statements as listed in the Table of Contents.

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Qualified
Business-type Activities	Unmodified
General Fund	Qualified
Highway Fund	Unmodified
Economic and Community Development Fund	Unmodified
Water Fund	Unmodified
Sewer Fund	Unmodified
Aggregate Remaining Fund Information	Qualified

Qualified Opinions on Governmental Activities, General Fund and Aggregate Remaining Fund Information

In our opinion, except for the effects of the matters described in the Basis for Qualified and Unmodified Opinions section of our report, the financial statements referred to previously present fairly, in all material respects, the modified cash basis financial position of the governmental activities, the General Fund and the aggregate remaining fund information of the Town of Wilmington, Vermont, as of June 30, 2025, and the changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting, as described in Note I.D.

Unmodified Opinions on Business-type Activities, Highway Fund, Economic and Community Development Fund, Water Fund and Sewer Fund

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective modified cash basis financial position of the business-type activities, the Highway Fund, the Economic and Community Development Fund, the Water Fund and the Sewer Fund of the Town of Wilmington, Vermont, as of June 30, 2025, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting, as described in Note I.D.

Basis for Qualified and Unmodified Opinions

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

Matters Giving Rise to the Qualified Opinions on Governmental Activities, General Fund and Aggregate Remaining Fund Information

We did not audit the transfer station fees because of inadequacies in the Town’s controls over transfer station fees receipts during the year. We were unable to obtain sufficient appropriate audit evidence about the completeness of the transfer station fees in the accompanying Statement of Activities – Modified Cash Basis and Statement of Cash Receipts, Cash Disbursements and Changes in Modified Cash Basis Fund Balances – General Fund (stated at \$126,074) by other auditing procedures.

In addition, management has not included the Wilmington Library Fund in the Town of Wilmington, Vermont’s financial statements. The modified cash basis of accounting requires the Wilmington Library Fund to be included in the financial statements of the Town as part of the governmental activities and aggregate remaining fund information. The amount by which this departure would affect the assets, liabilities, net position/fund balance, cash receipts, and cash disbursements of the governmental activities and aggregate remaining fund information has not been determined.

Emphasis of Matter – Basis of Accounting

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note I.D., and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of 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 Wilmington, Vermont's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of 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 auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and "Government Auditing Standards", we:

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

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Wilmington, Vermont's basic financial statements. The budgetary comparison information on Schedules 1 and 2 and the combining fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. These schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on them.

Other Reporting Required by "Government Auditing Standards"

In accordance with "Government Auditing Standards", we have also issued our report dated January 29, 2026, on our consideration of the Town of Wilmington, Vermont's internal control over financial reporting and 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 Wilmington, Vermont's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" in considering the Town of Wilmington, Vermont's internal control over financial reporting and compliance.

Sullivan, Powers & Co.

January 29, 2026
Montpelier, Vermont
VT Lic. #92-000180

TOWN OF WILMINGTON, VERMONT
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash	\$ 5,585,210	\$ 86,593	\$ 5,671,803
Investments	45,821	0	45,821
Internal Balances	(878,704)	878,704	0
Total Assets	4,752,327	965,297	5,717,624
<u>LIABILITIES</u>			
Due to State of Vermont	339	0	339
Tax Sale Overpayments	28,178	0	28,178
Prepaid User Fees	0	641	641
Total Liabilities	28,517	641	29,158
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Prepaid Property Taxes	92,958	0	92,958
Total Deferred Inflows of Resources	92,958	0	92,958
<u>NET POSITION</u>			
Restricted:			
Non-Expendable:			
Other	425	0	425
Expendable:			
Records Restoration	137,403	0	137,403
Town Trails	117,864	0	117,864
Other	103,711	0	103,711
Unrestricted	4,271,449	964,656	5,236,105
Total Net Position	\$ 4,630,852	\$ 964,656	\$ 5,595,508

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

TOWN OF WILMINGTON, VERMONT
 STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2025

	Program Cash Receipts				Net (Disbursements) Receipts and Changes in Net Position		
	Cash Disbursements	Charges for Services	Operating Grants/Loans and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Functions/Programs:							
Primary Government:							
Governmental Activities:							
General Government	\$ 1,581,307	\$ 207,302	\$ 48,425	\$ 0	\$ (1,325,580)	\$ 0	\$ (1,325,580)
Public Safety	1,699,430	89,856	38,247	0	(1,571,327)	0	(1,571,327)
Highways and Streets	2,415,557	1,590	210,711	146,170	(2,057,086)	0	(2,057,086)
Culture and Recreation	260,980	5,040	21,004	55,422	(179,514)	0	(179,514)
Community Development	695,980	16,416	20,000	0	(659,564)	0	(659,564)
Cemetery	97,858	4,335	0	0	(93,523)	0	(93,523)
Solid Waste	214,458	132,637	0	0	(81,821)	0	(81,821)
Debt Service	415,365	0	0	0	(415,365)	0	(415,365)
Total Governmental Activities	<u>7,380,935</u>	<u>457,176</u>	<u>338,387</u>	<u>201,592</u>	<u>(6,383,780)</u>	<u>0</u>	<u>(6,383,780)</u>
Business-type Activities:							
Water	383,317	318,910	90,574	0	0	26,167	26,167
Sewer	553,920	469,570	0	0	0	(84,350)	(84,350)
Total Business-type Activities	<u>937,237</u>	<u>788,480</u>	<u>90,574</u>	<u>0</u>	<u>0</u>	<u>(58,183)</u>	<u>(58,183)</u>
Total Primary Government	<u>\$ 8,318,172</u>	<u>\$ 1,245,656</u>	<u>\$ 428,961</u>	<u>\$ 201,592</u>	<u>(6,383,780)</u>	<u>(58,183)</u>	<u>(6,441,963)</u>
General Receipts:							
Property Taxes					5,480,479	0	5,480,479
Penalties and Interest on Delinquent Taxes					130,190	0	130,190
Local Option Sales Taxes					567,073	0	567,073
General State Grants					74,138	0	74,138
Unrestricted Investment Earnings					185,575	11,927	197,502
Insurance Proceeds					29,062	0	29,062
Proceeds from Sale of Property					201,360	0	201,360
Proceeds from Sale of Vehicles & Equipment					40,018	13,135	53,153
Other Receipts					9,125	692	9,817
Total General Receipts					<u>6,717,020</u>	<u>25,754</u>	<u>6,742,774</u>
Change in Net Position					333,240	(32,429)	300,811
Net Position - July 1, 2024					<u>4,297,612</u>	<u>997,085</u>	<u>5,294,697</u>
Net Position - June 30, 2025					<u>\$ 4,630,852</u>	<u>\$ 964,656</u>	<u>\$ 5,595,508</u>

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

TOWN OF WILMINGTON, VERMONT
STATEMENT OF MODIFIED CASH BASIS ASSETS, LIABILITIES AND FUND BALANCES
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Highway Fund	Economic and Community Development Fund	Non-Major Governmental Funds	Total
<u>ASSETS</u>					
Cash	\$ 5,393,713	\$ 0	\$ 0	\$ 191,497	\$ 5,585,210
Investments	0	0	0	45,821	45,821
Due from Other Funds	<u>0</u>	<u>36,863</u>	<u>1,783,614</u>	<u>1,909,133</u>	<u>3,729,610</u>
Total Assets	<u>\$ 5,393,713</u>	<u>\$ 36,863</u>	<u>\$ 1,783,614</u>	<u>\$ 2,146,451</u>	<u>\$ 9,360,641</u>
<u>LIABILITIES</u>					
Due to State of Vermont	\$ 339	\$ 0	\$ 0	\$ 0	\$ 339
Due to Other Funds	4,608,314	0	0	0	4,608,314
Tax Sale Overpayments	<u>28,178</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>28,178</u>
Total Liabilities	<u>4,636,831</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,636,831</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Prepaid Property Taxes	<u>92,958</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>92,958</u>
Total Deferred Inflows of Resources	<u>92,958</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>92,958</u>
<u>FUND BALANCES</u>					
Nonspendable	0	0	0	425	425
Restricted	117,864	0	0	241,114	358,978
Committed	0	36,863	1,783,614	1,853,940	3,674,417
Assigned	106,875	0	0	50,972	157,847
Unassigned	<u>439,185</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>439,185</u>
Total Fund Balances	<u>663,924</u>	<u>36,863</u>	<u>1,783,614</u>	<u>2,146,451</u>	<u>4,630,852</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,393,713</u>	<u>\$ 36,863</u>	<u>\$ 1,783,614</u>	<u>\$ 2,146,451</u>	<u>\$ 9,360,641</u>

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

TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Highway Fund	Economic and Community Development Fund	Non-Major Governmental Funds	Total
Cash Receipts:					
Property Taxes	\$ 3,475,440	\$ 2,005,039	\$ 0	\$ 0	\$ 5,480,479
Penalties and Interest on Delinquent Taxes	130,190	0	0	0	130,190
Local Option Sales Taxes	0	0	567,073	0	567,073
Intergovernmental	130,809	356,881	20,000	37,501	545,191
Charges for Services	260,871	0	0	8,938	269,809
Permits, Licenses and Fees	134,422	1,590	0	18,431	154,443
Fines and Forfeits	17,792	0	0	0	17,792
Loan Repayments	0	0	0	16,416	16,416
Investment Income	96,901	3,471	38,817	46,386	185,575
Donations	13,504	0	0	55,422	68,926
Other	10,261	372	0	8,108	18,741
Total Cash Receipts	4,270,190	2,367,353	625,890	191,202	7,454,635
Cash Disbursements:					
General Government	1,562,584	0	0	9,169	1,571,753
Public Safety	1,471,610	0	0	317	1,471,927
Highways and Streets	0	1,592,804	0	0	1,592,804
Culture and Recreation	259,730	0	0	1,250	260,980
Community Development	84,370	0	611,610	0	695,980
Cemetery	0	0	0	97,858	97,858
Solid Waste	209,561	0	0	0	209,561
Capital Outlay:					
General Government	0	0	0	20,454	20,454
Public Safety	0	0	0	227,503	227,503
Highways and Streets	0	514,236	0	308,517	822,753
Solid Waste	0	0	0	4,897	4,897
Debt Service:					
Principal	278,240	0	0	36,878	315,118
Interest	97,015	0	0	3,232	100,247
Total Cash Disbursements	3,963,110	2,107,040	611,610	710,075	7,391,835
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	<u>307,080</u>	<u>260,313</u>	<u>14,280</u>	<u>(518,873)</u>	<u>62,800</u>
Other Financing Sources/(Uses):					
Insurance Proceeds	29,062	0	0	0	29,062
Proceeds from Sale of Property	201,360	0	0	0	201,360
Proceeds from Sale of Equipment	0	0	0	40,018	40,018
Transfers In	0	0	0	791,250	791,250
Transfers Out	(411,250)	(380,000)	0	0	(791,250)
Total Other Financing Sources/(Uses)	(180,828)	(380,000)	0	831,268	270,440
Net Change in Fund Balances	126,252	(119,687)	14,280	312,395	333,240
Fund Balances - July 1, 2024	537,672	156,550	1,769,334	1,834,056	4,297,612
Fund Balances - June 30, 2025	\$ 663,924	\$ 36,863	\$ 1,783,614	\$ 2,146,451	\$ 4,630,852

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

TOWN OF WILMINGTON, VERMONT
STATEMENT OF FUND NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
JUNE 30, 2025

	Water Fund	Sewer Fund	Total
<u>ASSETS</u>			
Cash	\$ 0	\$ 86,593	\$ 86,593
Due from Other Funds	481,439	397,265	878,704
Total Assets	\$ 481,439	\$ 483,858	\$ 965,297
<u>LIABILITIES AND NET POSITION</u>			
Liabilities:			
Prepaid User Fees	\$ 0	\$ 641	\$ 641
Total Liabilities	0	641	641
Net Position:			
Unrestricted	481,439	483,217	964,656
Total Net Position	481,439	483,217	964,656
Total Liabilities and Net Position	\$ 481,439	\$ 483,858	\$ 965,297

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

TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN MODIFIED CASH BASIS FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Water Fund	Sewer Fund	Total
Operating Receipts:			
Charges for Services	\$ 316,538	\$ 434,247	\$ 750,785
Interest and Penalties	2,372	1,761	4,133
Other	692	0	692
	<u>319,602</u>	<u>436,008</u>	<u>755,610</u>
Total Operating Receipts			
Operating Disbursements:			
Salaries and Benefits	153,635	253,039	406,674
Administrative Fees	5,450	5,450	10,900
Contracted Services	7,077	0	7,077
Utilities	4,834	43,072	47,906
Repairs and Maintenance	2,329	16,189	18,518
Machinery and Equipment	0	4,597	4,597
Chemicals and Supplies	22,794	7,302	30,096
Dues and Fees	208	0	208
Permits and Testing	4,386	4,965	9,351
Insurances	2,799	8,678	11,477
Biosolids Management	0	11,959	11,959
Other	102	0	102
	<u>203,614</u>	<u>355,251</u>	<u>558,865</u>
Total Operating Disbursements			
Operating Income	<u>115,988</u>	<u>80,757</u>	<u>196,745</u>
Non-Operating Receipts/(Disbursements):			
Investment Income	8,305	3,622	11,927
Allocation Fees	0	33,230	33,230
Connection Permits	0	332	332
Proceeds from Long-term Debt	24,963	0	24,963
Proceeds from Sale of Vehicle	0	13,135	13,135
FEMA Reimbursement	65,611	0	65,611
Principal Payments on Long-term Debt	(67,470)	(45,177)	(112,647)
Interest Expense	(19,536)	(28,317)	(47,853)
FEMA Expenses	(56,158)	0	(56,158)
Asset Management Plan Expenses	(2,210)	0	(2,210)
Capital Outlay	(34,329)	(125,175)	(159,504)
	<u>(80,824)</u>	<u>(148,350)</u>	<u>(229,174)</u>
Total Non-Operating Receipts/(Disbursements)			
Change in Net Position	35,164	(67,593)	(32,429)
Net Position - July 1, 2024	<u>446,275</u>	<u>550,810</u>	<u>997,085</u>
Net Position - June 30, 2025	<u>\$ 481,439</u>	<u>\$ 483,217</u>	<u>\$ 964,656</u>

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

TOWN OF WILMINGTON, VERMONT
 STATEMENT OF FIDUCIARY MODIFIED CASH BASIS NET POSITION
 FIDUCIARY FUND
 JUNE 30, 2025

	Custodial Fund Education Tax Fund
 <u>ASSETS</u>	
Assets:	\$ <u>0</u>
 <u>LIABILITIES</u>	
Liabilities:	<u>0</u>
 <u>NET POSITION</u>	
Net Position:	\$ <u><u>0</u></u>

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

TOWN OF WILMINGTON, VERMONT
 STATEMENT OF CHANGES IN FIDUCIARY MODIFIED CASH BASIS NET POSITION
 FIDUCIARY FUND
 FOR THE YEAR ENDED JUNE 30, 2025

	Custodial Fund Education Tax Fund
<u>ADDITIONS</u>	
Education Taxes Collected for Other Governments	\$ <u>14,712,329</u>
Total Additions	<u>14,712,329</u>
<u>DEDUCTIONS</u>	
Education Taxes Distributed to Other Governments	<u>14,712,329</u>
Total Deductions	<u>14,712,329</u>
Change in Net Position	0
Net Position - July 1, 2024	<u>0</u>
Net Position - June 30, 2025	\$ <u><u>0</u></u>

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

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. The Financial Reporting Entity

This report should include all of the activity of the Town of Wilmington, Vermont. The financial reporting entity consists of the primary government; organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government. The primary government is financially accountable if an organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government regardless of whether the organization has a separately elected governing board; a governing board appointed by a higher level of government; or a jointly appointed board. Based on these criteria, the Wilmington Library Fund should be combined with the financial statements of the Town, but is not.

B. Basis of Presentation

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

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

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

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

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

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

The Town reports on the following major governmental funds:

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

Highway Fund – This fund accounts for the receipts, disbursements and available resources of the Highway Department.

Economic and Community Development Fund – This fund accounts for the resources that will be used to contribute to economic development projects as the Town determines appropriate. The major source of revenue is the local option sales tax.

The Town reports on the following major enterprise funds:

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

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

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

Additionally, the Town reports the following fund type:

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

C. Measurement Focus

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

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

D. Basis of Accounting

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

The Town's policy is to prepare its financial statements generally on the basis of cash receipts and disbursements; consequently, certain revenue and related assets are recognized when received rather than when earned and certain expenditures and related liabilities are recognized when paid rather than when the obligation is incurred. The exceptions to this are that the Town records certificates of deposits at cost as assets, amounts due to the State of Vermont for dog and marriage licenses, tax sale proceeds collected in excess of the amount required and prepaid water and sewer fees as liabilities and prepaid property taxes as deferred inflows of resources.

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

TOWN OF WILMINGTON, VERMONT
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Recognition of revenues on funds received in connection with loan programs are recognized when loans are awarded and expenses incurred in excess of current grants and program income. Loan repayment revenue is recognized as the loans are repaid.

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

1. Cash

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

Excess cash of individual funds are shown as due from other funds and excess cash withdrawals are shown as due to other funds. Interest income is allocated based on the due from/to other funds balances.

2. Investments

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

3. Internal Balances

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

4. Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, “deferred inflows of resources” represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. These amounts are deferred and recognized as an inflow of resources in the future periods to which the inflows are related.

5. Fund Equity

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

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Budgets are approved at the annual Town Meeting in March. Any budget changes require voter approval. There were no budget changes during the year. The budgets presented herein are for the Town's "General Fund" and "Highway Fund" only and do not include the Town Trails Reserve Fund, the Animal Control Fund, the Grant Fund, the Green Mountain Beach Timber Fund, the Revenue Sharing Fund, the Fish and Wildlife Fund and the HRA/FSA Fund activity that is included with the General Fund.

B. Budgeted Deficits

The Town elected to budget cash disbursements in excess of cash receipts by \$250,000 in the General Fund in order to utilize a portion of the prior year's surplus. This is reflected as a current year's budgeted deficiency of cash receipts over cash disbursements in Schedule 1.

The Town elected to budget cash disbursements in excess of cash receipts by \$130,000 in the Highway Fund in order to utilize a portion of the prior year's surplus. This is reflected as a current year's budgeted deficiency of cash receipts over cash disbursements in Schedule 2.

C. Excess of Expenditures Over Appropriations

For the year ended June 30, 2025, expenditures in the Highway Fund exceeded appropriations by \$173,751. These over expenditures were funded by excess revenues.

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

Cash and investments as of June 30, 2025 consisted of the following:

Cash:	
Deposits with Financial Institutions	\$5,641,894
Deposits with Investment Company	<u>29,909</u>
Total Cash	<u>5,671,803</u>
Investments:	
Certificates of Deposit	<u>45,821</u>
Total Investments	<u>45,821</u>
Total Cash and Investments	<u>\$5,717,624</u>

The Town has three (3) certificates of deposit with various banks ranging from \$2,226 to \$26,603 with interest rates ranging from 3.20% to 4.16%. All certificates of deposit mature during fiscal year 2026.

TOWN OF WILMINGTON, VERMONT
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Custodial Credit Risk

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

	<u>Book Balance</u>	<u>Bank Balance</u>
FDIC/SIPC Insured	\$ 524,528	\$ 500,823
Uninsured, Collateralized by U.S. Government Agencies Securities Held by the Pledging Financial Institution’s Agent	<u>5,193,096</u>	<u>5,445,042</u>
Total	<u>\$5,717,624</u>	<u>\$5,945,865</u>

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

The book balance is comprised of the following:

Cash – Deposits with Financial Institutions	\$5,641,894
Cash – Deposits with Investment Company	29,909
Investments – Certificates of Deposit	<u>45,821</u>
Total	<u>\$5,717,624</u>

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Town does not have any policy to limit the exposure to interest rate risk disclosure. The Town’s certificates of deposit are not subject to interest rate risk disclosure.

Credit Risk

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

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

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

B. Interfund Balances and Activity

The composition of interfund balances as of June 30, 2025 are as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 0	\$4,608,314
Highway Fund	36,863	0
Economic and Community Development Fund	1,783,614	0
Non-Major Governmental Funds	1,909,133	0
Water Fund	481,439	0
Sewer Fund	<u>397,265</u>	<u>0</u>
 Totals	 <u>\$4,608,314</u>	 <u>\$4,608,314</u>

Interfund transfers during the year ended June 30, 2025 were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Cemetery Fund	\$ 61,250	Appropriation
General Fund	Town Hall Capital Fund	20,000	Appropriation
General Fund	Memorial Hall Capital Fund	20,000	Appropriation
General Fund	Public Lands and Fences Capital Fund	5,000	Appropriation
General Fund	Fire Department Equipment Capital Fund	215,000	Appropriation
General Fund	Old Fire House Capital Fund	35,000	Appropriation
General Fund	Transfer Station Capital Fund	5,000	Appropriation
General Fund	Police Equipment Capital Fund	50,000	Appropriation
Highway Fund	Bridge Capital Fund	160,000	Appropriation
Highway Fund	Town Road Equipment Capital Fund	200,000	Appropriation
Highway Fund	Highway Building Capital Fund	<u>20,000</u>	Appropriation
 Total		 <u>\$ 791,250</u>	

C. Deferred Inflows of Resources

Deferred inflows of resources in the governmental activities and General Fund consist of \$92,958 of property taxes paid in advance.

D. Fund Balances

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

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

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

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

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

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

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

The fund balances in the following fund are nonspendable as follows:

Non-Major Funds

Permanent Fund:

Nonspendable Davenport Legacy Principal	\$425
Total Nonspendable Fund Balances	\$425

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

Major Funds

General Fund:

Restricted for Town Trails Reserve Fund Expenses by Donations (Source of Revenue is Donations)	\$117,864
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TOWN OF WILMINGTON, VERMONT
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Non-Major Funds

Special Revenue Funds:

Restricted for Records Restoration Expenses by State Statute (Source of Revenue is Restoration Fees)	\$137,403
Restricted for Law Enforcement Trust Expenses by Donations (Source of Revenue is Donations)	2,585
Restricted for Beautification Expenses by Donations (Source of Revenue is Donations)	3,612
Restricted for Dry Hydrant Grant Expenses by Grant Agreement (Source of Revenue is Grant Revenue)	6,912
Restricted for Energy Efficient Expenses by Grant Agreement (Source of Revenue is Grant Revenue)	<u>1,188</u>
Total Special Revenue Funds	<u>151,700</u>

Capital Projects Funds:

Restricted for Veteran’s Memorial Park Project by Grant Agreement and Donations (Source of Revenue is Grant Revenue and Donations)	<u>89,404</u>
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Permanent Fund:

Restricted for Davenport Legacy Expenses by Donations (Source of Revenue is Donations)	<u>10</u>
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Total Non-Major Funds 241,114

Total Restricted Fund Balances \$358,978

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

Major Funds

Highway Fund:

Committed for Highway Expenditures by the Voters	\$ <u>36,863</u>
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Economic and Community Development Fund:

Committed for Economic and Community Development Expenses by the Voters	<u>1,783,614</u>
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Non-Major Funds

Special Revenue Funds:

Committed for Reappraisal Expenses by the Voters	171,003
Committed for Cemetery Expenses by the Voters	104,017
Committed for Economic Development Expenses by the Voters	214
Committed for Community Revolving Loans by the Voters	<u>93,875</u>

Total Special Revenue Funds 369,109

TOWN OF WILMINGTON, VERMONT
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Capital Projects Funds:

Committed for Town Hall Capital Expenditures by the Voters	\$ 24,272
Committed for Memorial Hall Capital Expenditures by the Voters	132,317
Committed for Public Lands and Fences Capital Expenditures by the Voters	54,296
Committed for Fire Department Equipment Capital Expenditures by the Voters	478,727
Committed for Old Fire House Capital Expenditures by the Voters	27,934
Committed for Transfer Station Capital Expenditures by the Voters	23,948
Committed for Police Equipment Capital Expenditures by the Voters	102,769
Committed for Bridge Capital Expenditures by the Voters	177,497
Committed for Town Road Equipment Capital Expenditures by the Voters	128,466
Committed for Highway Building Capital Expenditures by the Voters	36,526
Committed for Planning and Acquisition Capital Expenditures by the Voters	<u>298,079</u>
Total Capital Projects Funds	<u>1,484,831</u>
Total Non-Major Funds	<u>1,853,940</u>
Total Committed Fund Balances	<u>\$3,674,417</u>

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

Major Funds

General Fund:

Assigned to Reduce Property Taxes in Fiscal Year 2026	\$ 80,000
Assigned for Animal Control Fund Expenses	22,092
Assigned for Fish and Wildlife Fund Expenses	91
Assigned for Green Mountain Beach Timber Fund Expenses	3,684
Assigned for Revenue Sharing Fund Expenses	<u>1,008</u>
Total General Fund	<u>106,875</u>

Non-Major Funds

Special Revenue Funds:

Assigned for Town Gathering Place Expenses	965
Assigned for Police Department Conflict Expenses	<u>7</u>
Total Special Revenue Funds	<u>972</u>

TOWN OF WILMINGTON, VERMONT
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Capital Projects Funds:	
Assigned for Veteran’s Memorial Park Project	\$ <u>50,000</u>
Total Non-Major Funds	<u>50,972</u>
Total Assigned Fund Balances	<u>\$157,847</u>

E. Restricted Net Position

The restricted net position in the governmental activities consists of the nonspendable fund balances of \$425 and the restricted fund balances of \$358,978 for a total of \$359,403.

IV. OTHER INFORMATION

A. Pension Plans

Defined Benefit Plan

The Vermont Municipal Employees’ Retirement System (VMERS)

The Vermont Municipal Employees’ Retirement System (VMERS) is a cost-sharing, multiple-employer defined benefit pension plan that is administered by the State Treasurer and its Board of Trustees. It is designed for municipal and school district employees that work on a regular basis and also includes employees of museums and libraries if at least half of that institution’s operating expenses are met by municipal funds. An employee of any employer that becomes affiliated with the system may join at that time or at any time thereafter. Any employee hired subsequent to the effective participation date of their employer who meets the minimum hourly requirements is required to join the system. As of June 30, 2024, the measurement date selected by the State of Vermont, the retirement system consisted of 362 participating employers.

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

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

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

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
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Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

As of June 30, 2024, the measurement date selected by the State of Vermont, VMERS was funded at 75.22% and had a plan fiduciary net position of \$1,008,504,817 and a total pension liability of \$1,340,652,483 resulting in a net position liability of \$332,147,666. The Town's proportionate share of this was 0.4447% resulting in a net pension liability of \$1,476,906. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating municipalities, actuarially determined. The Town's proportion of 0.4447% was a decrease of 0.027 from its proportion measured as of the prior year.

Summary of Plan Provisions

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

Creditable Service – Service as a member plus purchased service.

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

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

Normal Retirement Amount – Group A – 1.4% of AFC times service. Group B – 1.7% of AFC times service as a Group B member plus percentage earned as a Group A member times AFC. Group C – 2.5% of AFC times service as a Group C member plus percentage earned as a Group A or B member times AFC. Group D – 2.5% of AFC times service as a Group D member plus percentage earned as a Group A, B or C member times AFC. Maximum benefit is 60% of AFC for Groups A and B and 50% of AFC for Groups C and D. The previous amounts include the portion of the allowance provided by member contributions.

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

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

Vesting – All Groups – Five (5) years of service. Allowance beginning at Normal Retirement Age based on AFC and service at termination. The AFC is to be adjusted annually by one-half of the percentage change in the Consumer Price Index, subject to the limits on "Post-Retirement Adjustments".

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

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

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

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

Post-Retirement Adjustments – Group A – Allowances in pay status for at least one (1) year increased on each January 1 by one-half of the percentage increase in Consumer Price Index, but not more than 2%. If receiving an Early Retirement benefit, no increases until after attaining Normal Retirement eligibility. If receiving a Disability Retirement benefit, no increases until after attaining age 62. Groups B, C and D – Allowances in payment for at least one (1) year increased on each January 1 by one-half of the percentage increase in Consumer Price Index, but not more than 3%. If receiving an Early Retirement benefit, no increases until after attaining Normal Retirement eligibility. If receiving a Disability Retirement benefit, no increases until after attaining age 62 (age 55 for Group C).

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

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

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

Member Contribution Rates:

<u>Effective</u>	<u>Group A</u>	<u>Group B</u>	<u>Group C</u>	<u>Group D</u>
July 1, 2024	4.00%	6.375%	11.50%	12.85%
July 1, 2025	4.25%	6.625%	11.75%	13.10%
July 1, 2026	4.50%	6.875%	12.00%	13.35%
July 1, 2027	4.75%	7.125%	12.25%	13.60%
July 1, 2028	5.00%	7.375%	12.50%	13.85%
July 1, 2029	5.25%	7.625%	12.75%	14.10%

TOWN OF WILMINGTON, VERMONT
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Employer Contribution Rates:

<u>Effective</u>	<u>Group A</u>	<u>Group B</u>	<u>Group C</u>	<u>Group D</u>
July 1, 2024	5.50%	7.00%	8.75%	11.35%
July 1, 2025	5.75%	7.25%	9.00%	11.60%
July 1, 2026	6.00%	7.50%	9.25%	11.85%
July 1, 2027	6.25%	7.75%	9.50%	12.10%
July 1, 2028	6.50%	8.00%	9.75%	12.35%
July 1, 2029	6.75%	8.25%	10.00%	12.60%

Significant Actuarial Assumptions and Methods

Inflation Rate – 2.30% per year.

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

Salary Increases – Ranging from 4.07% to 6.21% based on service.

Cost-of-Living Adjustments (COLA) – Assumed to occur on January 1 following one (1) year of retirement at the rate of 1.10% per annum for Group A members and 1.20% per annum for Groups B, C and D members (beginning at Normal Retirement eligibility age for members who elect reduced early retirement, at age 62 for members of Groups A, B and D who receive a disability retirement benefit, and at age 55 for members of Group C who receive a disability retirement benefit). The January 1, 2025 COLA is expected to be 1.90% for all groups. The January 1, 2024 COLA was 1.10% for all groups.

Mortality:

Pre-Retirement Participants – Groups A and B – 60% PubG-2010 General Employee Amount-Weighted Below Median and 40% of PubG-2010 General Employee Amount-Weighted, with generational projection using scale MP-2021. Group C – PubG-2010 General Employee Amount-Weighted, with generational projection using scale MP-2021. Group D – PubS-2010 Public Safety Employee Amount-Weighted Below Median, with generational projection using scale MP-2021.

Healthy Post-Retirement – Retirees – Groups A and B – PubG-2010 General Healthy Retiree Amount-Weighted Below Median Table with credibility adjustments of 90% and 87% for the Male and Female tables, respectively, with generational projection using scale MP-2021. Group C – PubG-2010 General Healthy Retiree Amount-Weighted Table, with generational projection using scale MP-2021. Group D – PubS-2010 Public Safety Retiree Amount-Weighted Below Median Table, with generational projection using scale MP-2021.

Healthy Post-Retirement – Beneficiaries – All Groups – Pub-2010 Contingent Survivor Amount-Weighted Below Median Table, with generational projection using scale MP-2021.

TOWN OF WILMINGTON, VERMONT
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JUNE 30, 2025

Disabled Post-Retirement – Groups A, B and C – PubNS-2010 Non-Safety Disabled Retiree Amount-Weighted Table, with generational projection using scale MP-2021. Group D – PubS-2010 Safety Disabled Retiree Amount-Weighted Table, with generational projection using scale MP-2021.

Age of Spouse – Females three (3) years younger than males.

Actuarial Cost Method – Entry Age Actuarial Cost Method. Entry Age is the age at date of employment or, if date is unknown, current age minus years of service. Normal Cost and Actuarial Accrued Liability are calculated on an individual basis and are allocated by salary, with Normal Cost determined using the plan of benefits applicable to each participant.

Determination of Discount Rate and Investment Rates of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These returns 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 adding expected inflation. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumption are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
US Agg Fixed Income	19%	1.70%
TIPS	2%	1.70%
Large/Mid Cap US Equity	4%	4.20%
Small Cap US Equity	3%	4.70%
Developed Large/Mid Cap International Equity	5%	5.95%
Global Equity	32%	5.25%
Core Real Estate	3%	3.45%
Non-Core Real Estate	4%	5.70%
Private Credit	11%	5.70%
Private Equity	11%	7.45%
Private Core Infrastructure	4%	4.95%
Agriculture/Farmland	2%	3.95%

Discount Rate – The long-term expected rate of return on pension plan investments is 7.00%. The high quality tax-exempt general obligation municipal bond rate (20-Bond GO Index) as of the closest date prior to the valuation date of June 30, 2024, is 3.93%, as published by The Bond Buyer.

TOWN OF WILMINGTON, VERMONT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

The discount rate used to measure the Total Pension Liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed plan member and employer contributions will be made at rates set by the Board (employers) and statute (members). For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the pension plans' Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. 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 as of June 30, 2024.

Discount Rate Sensitivity

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the Town's proportionate share of the net pension liability as of June 30, 2024, calculated using the discount rate of 7.00%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate:

<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
\$2,257,973	\$1,476,906	\$835,827

Additional Information

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

B. Property Taxes

The Town is responsible for assessing and collecting its own property taxes as well as education taxes for the State of Vermont. Property taxes are assessed based on property valuations as of April 1, the voter approved budgets and the State education property tax liability. Property taxes are due in two equal installments, on September 20 and February 28. The penalty rate is eight percent (8%) after the February 23 payment. Interest is charged at one percent (1%) per month for the first three months and one and a half percent (1-1/2%) per month for each month thereafter. Unpaid taxes become an enforceable lien on the property and such properties are subject to tax sale. The tax rates for 2025 were as follows:

	<u>Homestead</u>	<u>Non-Homestead</u>
Town	.4803	.4803
Voted Exemptions	.0013	.0013
Education	<u>1.3692</u>	<u>1.3571</u>
Total	<u>1.8508</u>	<u>1.8387</u>

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

C. Risk Management

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

The Town self-insures itself for unemployment coverage. The Town must pay the Vermont Department of Employment and Training for any paid claims. Unemployment claims for the year ended June 30, 2025 were \$-0-.

D. Contingent Liabilities

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

E. Long-term Debt

The Town issues general obligation bonds to provide resources for the acquisition and construction of major capital facilities and to refund prior issues. Bonds are reported in governmental activities if the debt is expected to be repaid from general governmental revenues and in business-type activities if the debt is expected to be repaid from proprietary fund revenues. General obligation bonds are direct obligations of the Town and pledge the full faith and credit of the Town. New bonds generally are issued as 10 to 20 year bonds.

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

The United States Department of Agriculture (USDA) offers a number of low interest loan programs for various purposes. The Town has borrowed money from the USDA, in the form of a bond, for sewer projects.

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

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

Long-term debt outstanding as of June 30, 2025 was as follows:

Governmental Activities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Bond Payable, Vermont Municipal Bond Bank, Public Safety Building, Principal Payments of \$275,000 Payable on November 1 Annually, Interest Ranging from 0.6% to 2.6% Payable on May 1 and November 1, Due November, 2041	\$4,950,000	\$ 0	\$275,000	\$4,675,000
Bond Payable, State of Vermont Special Environmental Revolving Fund, Water Line Expansion Feasibility Study, Principal Payments of \$1,900 Payable on November 1 Annually Beginning November 1, 2024, 0% Interest, Due November, 2028	9,500	0	1,900	7,600
Bond Payable, State of Vermont Special Environmental Revolving Fund, Sewer Collection System Expansion Feasibility Study, Authorized to \$13,400, but Eligible for \$6,700 Subsidy, Principal Payments of \$1,340 Payable on July 1 Annually, 0% Interest, Due July, 2028.	5,360	0	1,340	4,020
Financed Purchase, KS StateBank, Wheeled Excavator, Principal and Interest Payments of \$40,110 Payable on September 8 Annually, Interest at 2.8%, Due September, 2026	<u>113,806</u>	<u>0</u>	<u>36,878</u>	<u>76,928</u>
Total Governmental Activities	<u>\$5,078,666</u>	<u>\$ 0</u>	<u>\$315,118</u>	<u>\$4,763,548</u>

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

Business-type Activities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Bond Payable, Vermont Municipal Bond Bank, Water System Improvements, Principal Payments Ranging from \$27,296 to \$61,328 Payable on November 15 Annually, Interest at 3.93% Payable on May 15 and November 15, Due November, 2033	\$ 518,778	\$ 0	\$ 43,350	\$ 475,428
Bond Payable, State of Vermont Special Environmental Revolving Fund, Water System Improvements, Principal Payments of \$24,120 Payable on December 1 Annually, 0% Interest, Due December, 2048	603,009	0	24,120	578,889
Bond Payable, State of Vermont Special Environmental Revolving Fund, Asset Management Plan, Authorized to \$44,200, but Eligible for 100% Subsidy. The Town Recognized \$10,608 of the Subsidy During the Year.	0	10,608	10,608	0
Bond Payable, State of Vermont Special Environmental Revolving Fund, Service Line Inventory, Principal Payment of \$14,355 Due December, 2028, 0% Interest	0	14,355	0	14,355
Bond Payable, U.S. Department of Agriculture, Sewer System Improvements, Principal and Interest Payments of \$36,747 Payable on June 15 and December 15 Semi-Annually, Interest at 2.25%, Due June, 2046	<u>1,269,669</u>	<u>0</u>	<u>45,177</u>	<u>1,224,492</u>
Total Business-type Activities	<u>\$2,391,456</u>	<u>\$24,963</u>	<u>\$123,255</u>	<u>\$2,293,164</u>

TOWN OF WILMINGTON, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

Maturities are as follows:

Year Ending June 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 316,166	\$ 97,104	\$ 115,373	\$ 45,724
2027	317,242	93,580	118,188	42,245
2028	278,240	89,667	135,452	39,298
2029	276,900	86,477	124,103	36,255
2030	275,000	82,970	127,209	33,110
2031-2035	1,375,000	333,418	622,643	115,827
2036-2040	1,375,000	159,848	422,892	65,180
2041-2045	550,000	14,355	458,675	29,397
2046-2050	<u>0</u>	<u>0</u>	<u>168,629</u>	<u>1,221</u>
Total	<u>\$ 4,763,548</u>	<u>\$ 957,419</u>	<u>\$ 2,293,164</u>	<u>\$ 408,257</u>

TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Receipts:			
Tax Collections	\$ 3,522,481	\$ 3,475,440	\$ (47,041)
Interest on Delinquent Taxes	50,000	45,404	(4,596)
Penalties on Delinquent Taxes	70,000	84,786	14,786
Miscellaneous Grants	0	12,405	12,405
Glebe Land	31,000	32,662	1,662
Dog/Liquor Licenses	3,500	3,017	(483)
Zoning Fees	17,000	60,620	43,620
Permit Recording Fees	400	828	428
Land Sales/Redemptions	2,000	201,360	199,360
Miscellaneous Income	3,750	23,932	20,182
Acy 60 Grand List Administrative Income	3,156	3,160	4
PILOT Payment	16,000	16,740	740
State Education Fund	26,000	33,177	7,177
Reappraisal - State/Parcel Payment	26,792	26,860	68
Land Use	45,000	57,398	12,398
Administrative - Sewer	5,450	5,450	0
Administrative - Water	5,450	5,450	0
Town Clerk Fees	50,000	58,243	8,243
CTCL Grant Revenue	0	5,000	5,000
VT 250 Community Grant	0	1,000	1,000
Fees & Fines - Police	45,000	25,722	(19,278)
Miscellaneous Police Income	500	1,458	958
PD Outside Employment	7,500	14,009	6,509
PD Alarm Registration Fees	4,000	3,725	(275)
DUI Enforcement Grant Income	2,000	2,418	418
Governor's Highway Safety Grant Income	5,000	4,641	(359)
GHSP Equipment Grant Income	5,000	11,357	6,357
SRO School Payment	0	3,578	3,578
COPS Grant	0	16,690	16,690
Old Firehouse Rent	6,100	3,600	(2,500)
FD Fees - Town of Searsburg	30,731	30,731	0
Miscellaneous Fire Department Income	0	50	50
Insurance Proceeds	0	5,740	5,740
Transfer Station Fees	112,000	126,074	14,074
Library Repayment	0	5,040	5,040
MHS Fees	600	20	(580)
Memorial Hall Rent	1,500	1,100	(400)
Interest	25,000	93,872	68,872
Total Cash Receipts	4,122,910	4,502,757	379,847
Cash Disbursements:			
Town Officers:			
Moderator, Election Officials, Ballots	1,800	0	1,800
Selectboard	6,300	5,900	400
BCA Stipend/Expenses	1,200	0	1,200
Total Town Officers	9,300	5,900	3,400

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Town Clerk:			
Town Clerk Salary	\$ 62,783	\$ 62,783	\$ 0
Assistant Town Clerk Salary	43,816	44,048	(232)
Supplies & Postage	3,000	2,295	705
Training/Expenses	3,000	2,593	407
Temporary Help	12,000	13,870	(1,870)
Taping Town Meeting	600	600	0
Recording Supplies/Materials	2,200	2,124	76
Copier/Computer/Office Equipment	2,500	3,125	(625)
Election Supplies/Postage	2,000	1,494	506
Animal Rabies Control Supplies	400	127	273
CTCL Grant Expense	0	4,663	(4,663)
Vote Tabulator Programming/Maintenance	2,250	0	2,250
Vermont 250 Grant	0	249	(249)
	<u>134,549</u>	<u>137,971</u>	<u>(3,422)</u>
Total Town Clerk	<u>134,549</u>	<u>137,971</u>	<u>(3,422)</u>
Treasurer - Finance Officer:			
	<u>79,574</u>	<u>79,574</u>	<u>0</u>
Assessor Office:			
Administrative Clerk Salary	43,100	46,074	(2,974)
Appraiser	45,000	54,005	(9,005)
Assessor Office Expenses	2,500	242	2,258
Mapping	5,000	3,595	1,405
Grievance Costs	15,000	2,938	12,062
Appraisal Supplies/Computer	3,500	4,762	(1,262)
	<u>114,100</u>	<u>111,616</u>	<u>2,484</u>
Total Assessor Office	<u>114,100</u>	<u>111,616</u>	<u>2,484</u>
Town Manager:			
Town Manager Salary	121,890	121,890	0
Town Manager Expenses	3,444	2,157	1,287
Postage/Supplies/Equipment	5,000	5,884	(884)
Mileage Reimbursement	0	60	(60)
Administrative Secretary	50,490	51,338	(848)
Zoning Administrator	59,277	58,089	1,188
Receptionist/Administrative Assistant	8,873	6,650	2,223
Ads Non-Zoning	600	1,258	(658)
Computer Support/Equipment	82,150	17,698	64,452
Telephone/Internet	9,000	11,102	(2,102)
Tax Bills Printing	4,500	4,500	0
Administration/Selectboard Training/Expenses	2,500	585	1,915
Copier - Administration	3,000	4,029	(1,029)
	<u>350,724</u>	<u>285,240</u>	<u>65,484</u>
Total Town Manager	<u>350,724</u>	<u>285,240</u>	<u>65,484</u>
Cemetery Expenditures:	<u>61,250</u>	<u>61,250</u>	<u>0</u>

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Zoning, DRB, SBA:			
Training/Expenses/Mileage	\$ 1,500	\$ 3,323	\$ (1,823)
Advertising	1,300	1,054	246
Postage/Materials	800	1,047	(247)
HMGP Grant	<u>1,500</u>	<u>6,652</u>	<u>(5,152)</u>
Total Zoning, DRB, SBA	<u>5,100</u>	<u>12,076</u>	<u>(6,976)</u>
Police Department:			
Chief's Salary	94,077	99,038	(4,961)
Sworn Payroll	368,920	336,288	32,632
Part-time Payroll	31,740	5,878	25,862
Dispatchers	103,043	89,602	13,441
Overtime	35,000	51,382	(16,382)
Outside Employment	18,125	37,081	(18,956)
Employee Wellness	2,500	0	2,500
Cruiser Operation/Maintenance	32,400	35,052	(2,652)
Uniform Purchase	2,000	7,116	(5,116)
Uniform Maintenance	2,000	1,496	504
Firearms Ammunition	1,950	1,896	54
Radar	875	1,430	(555)
Telephone	13,800	14,337	(537)
Postage	800	277	523
Office Supplies	1,500	1,810	(310)
Office Equipment	250	392	(142)
Equipment Maintenance	4,306	3,070	1,236
Computer Hardware & Software	4,000	2,478	1,522
Statewide Record Database	9,350	8,045	1,305
Copier	1,500	1,327	173
Inservice Training	6,500	7,688	(1,188)
Training Aids & Materials	1,250	1,735	(485)
Community Awareness	600	782	(182)
Radio Maintenance	2,750	1,362	1,388
Equipment Replacement	7,500	4,267	3,233
Association Fees	700	505	195
Chief's Expenses	2,000	1,078	922
Safety Compliance	250	175	75
Investigation Costs	16,000	1,351	14,649
Prisoner Transport	1,500	0	1,500
Towing	400	0	400
Applicant Advertising	200	2,816	(2,616)
GHS Equipment Grant Expenses	5,000	11,966	(6,966)
Vest Grant Expenses	<u>1,000</u>	<u>1,324</u>	<u>(324)</u>
Total Police Department	<u>773,786</u>	<u>733,044</u>	<u>40,742</u>

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Public Safety Facility:			
Electricity	\$ 24,000	\$ 30,069	\$ (6,069)
Heat	8,000	5,967	2,033
Fire Alarm	1,000	475	525
Water	2,000	1,823	177
Sewer	1,000	1,000	0
Building Maintenance	38,000	45,616	(7,616)
 Total Public Safety Facility	 74,000	 84,950	 (10,950)
Old Fire House:			
Electricity	1,750	1,278	472
Water	1,000	840	160
Sewer	620	625	(5)
Fire Alarm/Internet	1,180	1,316	(136)
Building Maintenance	3,500	2,257	1,243
Heating Oil	3,500	2,899	601
Janitorial	2,160	3,510	(1,350)
 Total Old Fire House	 13,710	 12,725	 985
Fire Department:			
Chief's Salary	79,593	80,817	(1,224)
Assistant Chief's Salary	3,500	3,500	0
Labor	50,000	48,587	1,413
Officers' Salary	5,000	5,000	0
Emergency Operations Center Personnel	750	0	750
Emergency Operations Center Setup	500	0	500
Telephone	6,133	4,988	1,145
Firefighters' Association	700	662	38
Administrative Costs	8,000	4,686	3,314
Training/Incentives	3,500	2,117	1,383
Radio Maintenance	2,500	886	1,614
Code Compliance	250	0	250
Air Packs	2,500	1,150	1,350
Truck Maintenance	6,300	7,027	(727)
Gas & Oil	4,500	2,058	2,442
Extinguisher - Recharge	275	91	184
Equipment - New & Replacement	6,000	5,861	139
Helmets/Boots/Coats	5,000	4,078	922
Hose	4,100	2,500	1,600
Foam	700	0	700
Fire Prevention Education	750	736	14
Travel Expenses	2,000	751	1,249
Fire Chief Uniform	250	0	250
Dispatch Assessment - Wilmington	51,500	106,447	(54,947)
Dispatch Assessment - Searsburg	6,815	14,103	(7,288)
 Total Fire Department	 251,116	 296,045	 (44,929)

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Green Mountain Beach:			
Mowing	\$ 750	\$ 920	\$ (170)
Maintenance & Improvements	900	289	611
Toilets	800	516	284
Lake Raponda Dam	<u>10,000</u>	<u>16,595</u>	<u>(6,595)</u>
Total Green Mountain Beach	<u>12,450</u>	<u>18,320</u>	<u>(5,870)</u>
Insurance:			
Employment Practices	9,520	10,263	(743)
Liability, Property & Auto	67,910	75,915	(8,005)
Public Officials Liability	2,500	2,139	361
Firemens Disability	1,300	1,347	(47)
Workers Compensation	<u>56,300</u>	<u>57,691</u>	<u>(1,391)</u>
Total Insurance	<u>137,530</u>	<u>147,355</u>	<u>(9,825)</u>
Health & Social Services:			
Health Officer	1,990	1,990	0
Senior Solutions	1,000	1,000	0
Vermont Bar Foundation	600	600	0
Groundworks Collaborative	1,500	1,500	0
Health Care & Rehabilitation	155	155	0
Windham County Youth Service	300	300	0
Womens Freedom Center	850	850	0
Visiting Nurse Alliance	6,000	6,000	0
Gathering Place	3,000	3,000	0
SEVCA	2,000	2,000	0
Deerfield Valley Community Care	2,000	2,000	0
Windham County Humane Society	750	750	0
Wings	15,000	15,000	0
DV Food Pantry	1,500	1,500	0
Kids Country Day Care	7,000	7,000	0
DV Community Partnership	2,500	2,500	0
Senior Meals	2,000	2,000	0
SASH	15,000	15,000	0
WDART	250	250	0
Rescue	30,000	30,000	0
Safe Place	1,000	1,000	0
Grace Cottage	2,500	2,500	0
Beaver Brook Daycare	<u>12,000</u>	<u>12,000</u>	<u>0</u>
Total Health & Social Services	<u>108,895</u>	<u>108,895</u>	<u>0</u>

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Employee Benefits:			
Social Security	\$ 100,442	\$ 107,321	\$ (6,879)
Health Care	440,000	464,651	(24,651)
Disability/Life Insurance	3,500	3,417	83
Retirement	109,000	108,038	962
Employment Security	500	0	500
Child Care Tax	5,500	5,309	191
Total Employee Benefits	<u>658,942</u>	<u>688,736</u>	<u>(29,794)</u>
Groundskeeper:	<u>8,800</u>	<u>2,773</u>	<u>6,027</u>
Transfer Station:			
Operator	24,400	30,439	(6,039)
Management District Assessment	16,200	16,160	40
Electricity/Heat	2,500	1,514	986
Telephone	1,200	702	498
Post-closure Expenses	500	0	500
Metal Recycling	0	4,023	(4,023)
Tire Recycling	1,500	1,865	(365)
Disposal & Containers	108,000	105,974	2,026
Recycling	58,000	43,694	14,306
Maintenance/Improvements/Supplies	2,300	5,190	(2,890)
Miscellaneous/Office Supplies	300	0	300
Total Transfer Station	<u>214,900</u>	<u>209,561</u>	<u>5,339</u>
Legal/Professional/Audit:			
Legal Fees - Tax Sale	5,000	1,502	3,498
Legal - General Matters	28,000	23,896	4,104
Legal - Zoning Enforcement	750	90	660
Legal - Human Resources	200	0	200
Zoning Appeals	100	0	100
Legal - Reappraisal	5,000	1,914	3,086
Audit	24,700	24,783	(83)
Total Legal/Professional/Audit	<u>63,750</u>	<u>52,185</u>	<u>11,565</u>
Library:			
Library	0	1,261	(1,261)
Library Appropriation	161,000	161,000	0
Total Library	<u>161,000</u>	<u>162,261</u>	<u>(1,261)</u>
Memorial Day:	<u>400</u>	<u>0</u>	<u>400</u>

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Memorial Hall:			
Electricity	\$ 2,000	\$ 2,259	\$ (259)
Water	1,600	1,532	68
Sewer	1,350	1,262	88
Maintenance	4,000	2,915	1,085
Grounds	1,200	1,248	(48)
Heat	3,000	4,996	(1,996)
Fire Alarm/Phone/Internet	2,300	1,746	554
Insurance	4,200	4,054	146
Cleaning/Janitorial	5,000	6,980	(1,980)
Total Memorial Hall	24,650	26,992	(2,342)
Planning Commission:			
Municipal Planning Grant	8,650	0	8,650
Windham Regional Dues	6,070	6,014	56
Staff	400	0	400
Public Notices	450	0	450
Postage	100	0	100
Training Expenses	250	230	20
Total Planning Commission	15,920	6,244	9,676
Recreation Commission:			
Elementary Program Director	3,500	3,500	0
Elementary Counselors	4,500	4,500	0
MS Program Directors	4,300	4,230	70
MS Art Director	500	200	300
MS Counselors	4,210	6,896	(2,686)
MS Assistant Director	3,500	2,811	689
Adult Rec Expenses	200	0	200
Elementary Programs	850	850	0
MS Supplies	850	850	0
Rec Projects/Programs	14,000	10,616	3,384
Portable Toilets	1,800	1,794	6
Green Up Day	175	100	75
Beautification Committee	2,000	2,086	(86)
Tennis Courts	6,400	1,183	5,217
Valley Youth Sports	7,000	7,000	0
Total Recreation Commission	53,785	46,616	7,169
Selectpersons Contingency:			
Miscellaneous	2,500	1,185	1,315
Economic Development	85,900	84,370	1,530
Street Lights	15,800	17,066	(1,266)
County Court Taxes	98,000	101,854	(3,854)
Total Selectpersons Contingency	202,200	204,475	(2,275)

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Town Hall:			
Electricity	\$ 6,500	\$ 4,344	\$ 2,156
Heat	7,500	7,675	(175)
Supplies	1,750	701	1,049
Fire Alarm	800	475	325
Water	2,000	1,567	433
Sewer	1,800	1,710	90
Maintenance	6,500	15,137	(8,637)
Building Maintenance	26,500	30,351	(3,851)
Elevator	3,320	10,690	(7,370)
Janitorial and Carting	19,000	20,949	(1,949)
Town Reports	1,100	2,388	(1,288)
Vermont League of Cities and Towns Dues	4,053	4,197	(144)
Web Site/Newsletter	800	800	0
Total Town Hall	81,623	100,984	(19,361)
Capital, One-time and Special:			
Town Hall Capital Fund	20,000	20,000	0
Route 9 Expansion Loans	0	3,240	(3,240)
Memorial Hall Capital Fund	20,000	20,000	0
Reappraisal Fund	26,792	26,860	(68)
Public Lands and Fences Capital Fund	5,000	5,000	0
Police Equipment Capital Fund	50,000	50,000	0
Old Fire House Capital Fund	35,000	35,000	0
Transfer Station Capital Fund	5,000	5,000	0
Library Capital Fund	12,000	12,000	0
Fire Department Equipment Capital Fund	215,000	215,000	0
Public Safety Building Bond	372,064	372,015	49
Total Capital, One-time and Special	760,856	764,115	(3,259)
Total Cash Disbursements	4,372,910	4,359,903	13,007
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	<u>\$ (250,000)</u>	142,854	<u>\$ 392,854</u>

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Actual
Adjustments to Reconcile from the Budgetary Basis of Accounting to the Modified Cash Basis of Accounting:	
Town Trails Reserve Fund Income	\$ 15,983
Animal Control Fund Income	1,366
Animal Control Fund Expenses	(1,387)
Grant Fund Expenses	(39,930)
Green Mountain Beach Timber Fund Income	15
Revenue Sharing Fund Income	4
Fish and Wildlife Fund Income	39
HRA/FSA Fund Income	7,308
Net Change in Fund Balance	126,252
Fund Balance - July 1, 2024	537,672
Fund Balance - June 30, 2025	\$ 663,924

The reconciling items are due to combining seven (7) funds, the Town Trails Reserve Fund, the Animal Control Fund, the Grant Fund, the Green Mountain Beach Timber Fund, the Revenue Sharing Fund, the Fish and Wildlife Fund and the HRA/FSA Fund, with the General Fund in order to comply with GASB Statement No. 54.

TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL
HIGHWAY FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Receipts:			
Tax Collections	\$ 2,005,039	\$ 2,005,039	\$ 0
Permits	100	1,590	1,490
State Aid	146,700	155,651	8,951
Grant Income	30,000	187,170	157,170
Miscellaneous Income	250	372	122
FEMA Reimbursement	0	14,060	14,060
Interest	1,200	3,471	2,271
Total Cash Receipts	2,183,289	2,367,353	184,064
Cash Disbursements:			
Highway Salaries	447,705	454,371	(6,666)
Highway Superintendent	83,803	83,803	0
Unscheduled Overtime	37,000	30,064	6,936
Social Security	43,491	36,234	7,257
Health Insurance	236,000	234,429	1,571
Disability Insurance	2,300	2,838	(538)
Retirement	39,796	39,699	97
Uniforms	4,000	3,745	255
Child Care Tax	2,350	2,234	116
Fire Alarm	250	475	(225)
Workers Compensation	35,945	36,632	(687)
Municipal Parking Maintenance	2,500	1,032	1,468
Culverts	21,000	19,645	1,355
Guardrails	10,000	131	9,869
Chloride	22,000	16,424	5,576
Gravel/Stone/Fabric	130,000	151,763	(21,763)
Resurfacing	360,000	362,095	(2,095)
Salt	65,000	80,467	(15,467)
Sand	95,000	93,227	1,773
Snow Removal	40,000	56,667	(16,667)
Signs	2,200	738	1,462
Crack Sealing	18,000	0	18,000
Stabilization/Fabric/Hay	25,000	11,443	13,557
Maintenance to Equipment	60,700	65,119	(4,419)
Fuel	70,000	82,713	(12,713)
Rental/Contracted	11,000	21,511	(10,511)
Training	100	207	(107)
Electricity	3,500	3,066	434
Tools & Supplies	20,100	12,434	7,666
Personal Protective Equipment	2,500	960	1,540
Telephone	4,000	3,364	636
Advertising	550	489	61
Insurance - Vehicles/Buildings	23,779	24,613	(834)
Computer/Office Supplies	800	320	480
Sewer	920	906	14

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TOWN OF WILMINGTON, VERMONT
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN MODIFIED CASH BASIS FUND BALANCE
BUDGET AND ACTUAL
HIGHWAY FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Disbursements/(Cont'd):			
MRGP Permit	\$ 1,400	\$ 1,350	\$ 50
Building/Maintenance/Improvements	5,600	6,840	(1,240)
Heating	5,000	3,732	1,268
Transfer to Bridge Capital Fund	160,000	160,000	0
Better Back Roads Grant Expenses	0	8,336	(8,336)
Class II Paving Grant Expenses	0	152,141	(152,141)
Grants In Aid Expenses	0	783	(783)
Transfer to Town Road Equipment Capital Fund	200,000	200,000	0
Transfer to Highway Building Capital Fund	20,000	20,000	0
Total Cash Disbursements	2,313,289	2,487,040	(173,751)
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	\$ (130,000)	(119,687)	\$ 10,313
Fund Balance - July 1, 2024		156,550	
Fund Balance - June 30, 2025		\$ 36,863	

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TOWN OF WILMINGTON, VERMONT
 COMBINING SCHEDULE OF MODIFIED CASH BASIS
 ASSETS, LIABILITIES AND FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2025

	Special Revenue Funds	Capital Projects Funds	Permanent Fund Davenport Legacy Fund	Total
<u>ASSETS</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash	\$ 58,417	\$ 132,645	\$ 435	\$ 191,497
Investments	45,821	0	0	45,821
Due from Other Funds	<u>417,543</u>	<u>1,491,590</u>	<u>0</u>	<u>1,909,133</u>
Total Assets	<u>\$ 521,781</u>	<u>\$ 1,624,235</u>	<u>\$ 435</u>	<u>\$ 2,146,451</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
Fund Balances:				
Nonspendable	0	0	425	425
Restricted	151,700	89,404	10	241,114
Committed	369,109	1,484,831	0	1,853,940
Assigned	<u>972</u>	<u>50,000</u>	<u>0</u>	<u>50,972</u>
Total Fund Balances	<u>521,781</u>	<u>1,624,235</u>	<u>435</u>	<u>2,146,451</u>
Total Liabilities and Fund Balances	<u>\$ 521,781</u>	<u>\$ 1,624,235</u>	<u>\$ 435</u>	<u>\$ 2,146,451</u>

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TOWN OF WILMINGTON, VERMONT
 COMBINING SCHEDULE OF CASH RECEIPTS, CASH DISBURSEMENTS
 AND CHANGES IN MODIFIED CASH BASIS FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Special Revenue Funds	Capital Projects Funds	Permanent Fund Davenport Legacy Fund	Total
Cash Receipts:				
Intergovernmental	\$ 26,860	\$ 10,641	\$ 0	\$ 37,501
Charges for Services	2,375	6,563	0	8,938
Permits, Licenses and Fees	18,431	0	0	18,431
Loan Repayments	16,416	0	0	16,416
Investment Income	9,951	36,433	2	46,386
Donations	0	55,422	0	55,422
Other	1,125	6,983	0	8,108
Total Cash Receipts	75,158	116,042	2	191,202
Cash Disbursements:				
General Government	6,154	3,015	0	9,169
Public Safety	317	0	0	317
Culture and Recreation	0	1,250	0	1,250
Cemetery	97,858	0	0	97,858
Capital Outlay:				
General Government	0	20,454	0	20,454
Public Safety	0	227,503	0	227,503
Highways and Streets	0	308,517	0	308,517
Solid Waste	0	4,897	0	4,897
Debt Service:				
Principal	0	36,878	0	36,878
Interest	0	3,232	0	3,232
Total Cash Disbursements	104,329	605,746	0	710,075
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	(29,171)	(489,704)	2	(518,873)
Other Financing Sources:				
Proceeds from Sale of Equipment	0	40,018	0	40,018
Transfers In	61,250	730,000	0	791,250
Total Other Financing Sources	61,250	770,018	0	831,268
Net Change in Fund Balances	32,079	280,314	2	312,395
Fund Balances - July 1, 2024	489,702	1,343,921	433	1,834,056
Fund Balances - June 30, 2025	\$ 521,781	\$ 1,624,235	\$ 435	\$ 2,146,451

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TOWN OF WILMINGTON, VERMONT
 COMBINING SCHEDULE OF MODIFIED CASH BASIS ASSETS, LIABILITIES AND FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	Records Restoration Fund	Reappraisal Fund	Law Enforcement Trust Fund	Beautification Fund	Dry Hydrant Grant Fund	Energy Efficient Reserve Fund	Cemetery Fund	Economic Development Fund	Revolving Loan Fund	Town Gathering Place Fund	Police Department Conflict Fund	Total
ASSETS												
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 58,196	\$ 214	\$ 0	\$ 0	\$ 7	\$ 58,417
Investment	0	0	0	0	0	0	45,821	0	0	0	0	45,821
Due from Other Funds	<u>137,403</u>	<u>171,003</u>	<u>2,585</u>	<u>3,612</u>	<u>6,912</u>	<u>1,188</u>	<u>0</u>	<u>0</u>	<u>93,875</u>	<u>965</u>	<u>0</u>	<u>417,543</u>
Total Assets	<u>\$ 137,403</u>	<u>\$ 171,003</u>	<u>\$ 2,585</u>	<u>\$ 3,612</u>	<u>\$ 6,912</u>	<u>\$ 1,188</u>	<u>\$ 104,017</u>	<u>\$ 214</u>	<u>\$ 93,875</u>	<u>\$ 965</u>	<u>\$ 7</u>	<u>\$ 521,781</u>
LIABILITIES AND FUND BALANCES												
Liabilities:	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fund Balances:												
Restricted	137,403	0	2,585	3,612	6,912	1,188	0	0	0	0	0	151,700
Committed	0	171,003	0	0	0	0	104,017	214	93,875	0	0	369,109
Assigned	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>965</u>	<u>7</u>	<u>972</u>
Total Fund Balances	<u>137,403</u>	<u>171,003</u>	<u>2,585</u>	<u>3,612</u>	<u>6,912</u>	<u>1,188</u>	<u>104,017</u>	<u>214</u>	<u>93,875</u>	<u>965</u>	<u>7</u>	<u>521,781</u>
Total Liabilities and Fund Balances	<u>\$ 137,403</u>	<u>\$ 171,003</u>	<u>\$ 2,585</u>	<u>\$ 3,612</u>	<u>\$ 6,912</u>	<u>\$ 1,188</u>	<u>\$ 104,017</u>	<u>\$ 214</u>	<u>\$ 93,875</u>	<u>\$ 965</u>	<u>\$ 7</u>	<u>\$ 521,781</u>

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TOWN OF WILMINGTON, VERMONT
 COMBINING SCHEDULE OF CASH RECEIPTS, CASH DISBURSEMENTS
 AND CHANGES IN MODIFIED CASH BASIS FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Records Restoration Fund	Reappraisal Fund	Law Enforcement Trust Fund	Beautification Fund	Dry Hydrant Grant Fund	Energy Efficient Reserve Fund	Cemetery Fund	Economic Development Fund	Revolving Loan Fund	Town Gathering Place Fund	Police Department Conflict Fund	Total
Cash Receipts:												
Intergovernmental	\$ 0	\$ 26,860	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 26,860
Charges for Services	0	0	0	0	0	0	2,375	0	0	0	0	2,375
Permits, Licenses and Fees	17,596	0	0	0	0	0	835	0	0	0	0	18,431
Loan Repayments	0	0	0	0	0	0	0	0	16,416	0	0	16,416
Investment Income	3,089	3,581	0	88	165	28	2,999	1	0	0	0	9,951
Other		0	0	0	0	0	1,125	0	0	0	0	1,125
Total Cash Receipts	20,685	30,441	0	88	165	28	7,334	1	16,416	0	0	75,158
Cash Disbursements:												
General Government	5,760	0	0	394	0	0	0	0	0	0	0	6,154
Public Safety	0	0	117	0	200	0	0	0	0	0	0	317
Cemetery	0	0	0	0	0	0	97,858	0	0	0	0	97,858
Total Cash Disbursements	5,760	0	117	394	200	0	97,858	0	0	0	0	104,329
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	14,925	30,441	(117)	(306)	(35)	28	(90,524)	1	16,416	0	0	(29,171)
Other Financing Sources:												
Transfers In	0	0	0	0	0	0	61,250	0	0	0	0	61,250
Total Other Financing Sources	0	0	0	0	0	0	61,250	0	0	0	0	61,250
Net Change in Fund Balances	14,925	30,441	(117)	(306)	(35)	28	(29,274)	1	16,416	0	0	32,079
Fund Balances - July 1, 2024	122,478	140,562	2,702	3,918	6,947	1,160	133,291	213	77,459	965	7	489,702
Fund Balances - June 30, 2025	\$ 137,403	\$ 171,003	\$ 2,585	\$ 3,612	\$ 6,912	\$ 1,188	\$ 104,017	\$ 214	\$ 93,875	\$ 965	\$ 7	\$ 521,781

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TOWN OF WILMINGTON, VERMONT
 COMBINING SCHEDULE OF MODIFIED CASH BASIS ASSETS, LIABILITIES AND FUND BALANCES
 NON-MAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2025

	Town Hall Capital Fund	Memorial Hall Capital Fund	Public Lands and Fences Capital Fund	Fire Department Equipment Capital Fund	Old Fire House Capital Fund	Transfer Station Capital Fund	Police Equipment Capital Fund	Bridge Capital Fund	Town Road Equipment Capital Fund	Highway Building Capital Fund	Planning and Acquisition Capital Fund	Veteran's Memorial Park Fund	Total
ASSETS													
Cash	\$ 0	\$ 0	\$ 31,342	\$ 97,830	\$ 686	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,787	\$ 132,645
Due from Other Funds	<u>24,272</u>	<u>132,317</u>	<u>22,954</u>	<u>380,897</u>	<u>27,248</u>	<u>23,948</u>	<u>102,769</u>	<u>177,497</u>	<u>128,466</u>	<u>36,526</u>	<u>298,079</u>	<u>136,617</u>	<u>1,491,590</u>
Total Assets	<u>\$ 24,272</u>	<u>\$ 132,317</u>	<u>\$ 54,296</u>	<u>\$ 478,727</u>	<u>\$ 27,934</u>	<u>\$ 23,948</u>	<u>\$ 102,769</u>	<u>\$ 177,497</u>	<u>\$ 128,466</u>	<u>\$ 36,526</u>	<u>\$ 298,079</u>	<u>\$ 139,404</u>	<u>\$ 1,624,235</u>
LIABILITIES AND FUND BALANCES													
Liabilities:	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fund Balances:													
Restricted	0	0	0	0	0	0	0	0	0	0	0	89,404	89,404
Committed	24,272	132,317	54,296	478,727	27,934	23,948	102,769	177,497	128,466	36,526	298,079	0	1,484,831
Assigned	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>50,000</u>	<u>50,000</u>
Total Fund Balances	<u>24,272</u>	<u>132,317</u>	<u>54,296</u>	<u>478,727</u>	<u>27,934</u>	<u>23,948</u>	<u>102,769</u>	<u>177,497</u>	<u>128,466</u>	<u>36,526</u>	<u>298,079</u>	<u>139,404</u>	<u>1,624,235</u>
Total Liabilities and Fund Balances	<u>\$ 24,272</u>	<u>\$ 132,317</u>	<u>\$ 54,296</u>	<u>\$ 478,727</u>	<u>\$ 27,934</u>	<u>\$ 23,948</u>	<u>\$ 102,769</u>	<u>\$ 177,497</u>	<u>\$ 128,466</u>	<u>\$ 36,526</u>	<u>\$ 298,079</u>	<u>\$ 139,404</u>	<u>\$ 1,624,235</u>

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TOWN OF WILMINGTON, VERMONT
 COMBINING SCHEDULE OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN MODIFIED CASH BASIS FUND BALANCES
 NON-MAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Town Hall Capital Fund	Memorial Hall Capital Fund	Public Lands and Fences Capital Fund	Fire Department Equipment Capital Fund	Old Fire House Capital Fund	Transfer Station Capital Fund	Police Equipment Capital Fund	Bridge Capital Fund	Town Road Equipment Capital Fund	Highway Building Capital Fund	Planning and Acquisition Capital Fund	Veteran's Memorial Park Fund	Total
Cash Receipts:													
Intergovernmental	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,141	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,500	\$ 10,641
Charges for Services	0	0	0	0	0	6,563	0	0	0	0	0	0	6,563
Investment Income	686	3,035	125	10,744	3	565	2,162	5,468	3,422	733	7,013	2,477	36,433
Donations	0	0	0	0	0	0	0	0	0	0	0	55,422	55,422
Other	0	0	0	6,983	0	0	0	0	0	0	0	0	6,983
Total Cash Receipts	686	3,035	125	17,727	3	7,128	5,303	5,468	3,422	733	7,013	65,399	116,042
Cash Disbursements:													
General Government	0	3,015	0	0	0	0	0	0	0	0	0	0	3,015
Culture and Recreation	0	0	1,250	0	0	0	0	0	0	0	0	0	1,250
Capital Outlay:													
General Government	20,454	0	0	0	0	0	0	0	0	0	0	0	20,454
Public Safety	0	0	0	210,390	7,752	0	9,361	0	0	0	0	0	227,503
Highways and Streets	0	0	0	0	0	0	0	104,724	203,793	0	0	0	308,517
Solid Waste	0	0	0	0	0	4,897	0	0	0	0	0	0	4,897
Debt Service:													
Principal	0	0	0	0	0	0	0	0	36,878	0	0	0	36,878
Interest	0	0	0	0	0	0	0	0	3,232	0	0	0	3,232
Total Cash Disbursements	20,454	3,015	1,250	210,390	7,752	4,897	9,361	104,724	243,903	0	0	0	605,746
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	(19,768)	20	(1,125)	(192,663)	(7,749)	2,231	(4,058)	(99,256)	(240,481)	733	7,013	65,399	(489,704)
Other Financing Sources:													
Proceeds from Sale of Equipment	0	0	0	40,018	0	0	0	0	0	0	0	0	40,018
Transfers In	20,000	20,000	5,000	215,000	35,000	5,000	50,000	160,000	200,000	20,000	0	0	730,000
Total Other Financing Sources	20,000	20,000	5,000	255,018	35,000	5,000	50,000	160,000	200,000	20,000	0	0	770,018
Net Change in Fund Balances	232	20,020	3,875	62,355	27,251	7,231	45,942	60,744	(40,481)	20,733	7,013	65,399	280,314
Fund Balances - July 1, 2024	24,040	112,297	50,421	416,372	683	16,717	56,827	116,753	168,947	15,793	291,066	74,005	1,343,921
Fund Balances - June 30, 2025	\$ 24,272	\$ 132,317	\$ 54,296	\$ 478,727	\$ 27,934	\$ 23,948	\$ 102,769	\$ 177,497	\$ 128,466	\$ 36,526	\$ 298,079	\$ 139,404	\$ 1,624,235

Sullivan, Powers & Co., P.C.

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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with "Government Auditing Standards"

Selectboard
Town of Wilmington, Vermont
2 East Main Street
P.O. Box 217
Wilmington, VT 05363

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards" issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wilmington, Vermont, as of and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the Town of Wilmington, Vermont's basic financial statements and have issued our report thereon dated January 29, 2026. Our opinion on the governmental activities, the General Fund and the aggregate remaining fund information was qualified because of the inadequacies in the Town's controls over transfer station fees receipts and the omission of the Wilmington Library Fund from the governmental activities and the aggregate remaining fund information.

Report on Internal Control Over Financial Reporting

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

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

Members of The American Institute and Vermont Society of Certified Public Accountants

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying Schedule of Findings and Deficiencies in Internal Control as Item 2025-001, that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Wilmington, Vermont's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under "Government Auditing Standards".

Town of Wilmington, Vermont's Response to Finding

"Government Auditing Standards" requires the auditor to perform limited procedures on the Town of Wilmington, Vermont's response to the finding identified in our audit and included with the accompanying Schedule of Findings and Deficiencies in Internal Control. The Town of Wilmington, Vermont's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

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

Sullivan, Powers & Co.

January 29, 2026
Montpelier, Vermont
VT Lic. #92-000180

TOWN OF WILMINGTON, VERMONT
SCHEDULE OF FINDINGS AND DEFICIENCIES IN INTERNAL CONTROL
JUNE 30, 2025

Deficiencies in Internal Control:

Material Weaknesses:

2025-001 Transfer Station Revenues

Criteria:

Internal controls over transfer station revenues should be in place so that no individual can both perpetrate and conceal errors or irregularities.

Condition:

The Town does not have adequate internal controls in place over transfer station revenues. Therefore, the Town cannot be sure that all of the cash collected is being handed over to them by the transfer station employees.

Cause:

Unknown.

Effect:

The collections at the transfer station are subject to misappropriation.

Recommendation:

Our primary recommendation is that the Town consider selling transfer station coupons off-site at the Town Treasurer's office and/or at local businesses. If sales take place at the transfer station, we recommend that the Town implement controls to ensure that all of the cash collected is being handed over to them by the transfer station employees.

Town of

Wilmington

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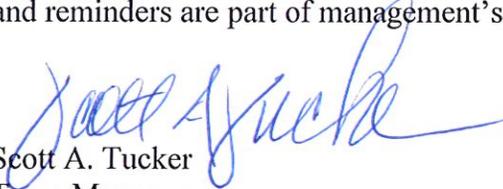
January 16, 2026

Sullivan, Powers & Co., P.C.
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PO Box 947
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RE: Independent Auditor's Report, FY-2025

In reviewing this Independent Auditor's Report, 2025-001 Transfer Station Revenues, Internal Controls, we understand the risk that "collections at the transfer station are subject to misappropriation," since it accepts payment in cash.

To mitigate this risk, management uses a cash system that incorporates the use of a cash register with a tape that records each transaction. It receives Transfer Station monies and tapes weekly by Transfer Station employee(s) or the Highway Superintendent who supervises this area. Every Monday morning, cash receipts are reconciled by the Administrative Assistant to the actual cash collected. In addition, Transfer Station employees issue a cash receipt to each customer. Continual improvement and reminders are part of management's approach in terms of training and follow-up.


Scott A. Tucker
Town Manager

Cc: Christine Richter, Finance Officer
Marshall Dix, Highway Superintendent
Jessica Archambault, Administrative Assistant