Preliminary Official Statement Dated August 25, 2026

New Money Issue: Book-Entry-Only — ***Ratings: S&P Global Ratings: "A+ / SP-1+"***
Fitch Ratings: "A+ / F1+"

In the opinion of Bond Counsel, assuming the accuracy of and continuing compliance by the City with its representations and covenants relating to certain requirements contained in the Internal Revenue Code of 1986, as amended (the "Code"), based on existing law, interest on the Bonds and the Notes is excludable from gross income for federal income tax purposes and is not treated as an item of tax preference for purposes of calculating the federal alternative minimum tax imposed on individuals under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purposes of computing the alternative minimum tax imposed on corporations under the Code. Interest on the Bonds and the Notes may be includable in the calculation of certain taxes under the Code, as described under Appendix B-1 - "Form of Legal Opinion of Bond Counsel and Tax Exemption – The Bonds" and Appendix B-2 - "Form of Legal Opinion of Bond Counsel and Tax Exemption – The Notes" herein. In the opinion of Bond Counsel, under existing statutes, interest on the Bonds and the Notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

City of New Britain, Connecticut
$21,800,000
General Obligation Bonds, Issue of 2026, Series A

Dated: Date of Delivery — ***Due: Serially on September 1, as shown on the inside cover page:***

The $21,800,000 General Obligation Bonds, Issue of 2026, Series A (the "Bonds") will bear interest payable semiannually on March 1 and September 1 in each year until maturity, commencing March 1, 2027.

The Bonds are subject to redemption prior to maturity as herein provided. See "Redemption Provisions" herein.

Electronic bids via PARITY® for the Bonds will be received until 11:30 A.M. (Eastern Time) on Tuesday, September 1, 2026, at City Hall, 27 West Main Street, New Britain, Connecticut 06051, as described in the Notice of Sale for the Bonds (see Appendix D-1 herein).

$95,405,000
General Obligation Bond Anticipation Notes

Dated: September 10, 2026 — ***Due: September 9, 2027***

The $95,405,000 General Obligation Bond Anticipation Notes (the "Notes") will be issued in book-entry-only form and will bear interest at such rate or rates per annum as are specified by the successful purchaser or purchasers in accordance with the Notice of Sale for the Notes, dated August 25, 2026.

The Notes are <u>not</u> subject to redemption prior to maturity.

Electronic bids via PARITY® for the Notes will be received until 11:00 A.M. (Eastern Time) on Tuesday, September 1, 2026, at City Hall, 27 West Main Street, New Britain, Connecticut 06051, as described in the Notice of Sale for the Notes (see Appendix D-2 herein).

The Bonds and the Notes are issuable only as fully-registered bonds and notes, without coupons, and, when issued, will be registered in the name of Cede & Co., as bondowner or noteowner and nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the Bonds and the Notes. Purchases of the Bonds and the Notes will be made in book-entry form, in the denomination of $5,000 or any integral multiple thereof. Purchasers will not receive certificates representing their ownership interest in the Bonds or the Notes. So long as Cede & Co. is the Bondowner and Noteowner, as nominee of DTC, reference herein to the Bondowner or Noteowners shall mean Cede & Co., as aforesaid, and shall not mean the Beneficial Owners (as defined herein) of the Bonds and the Notes. See "Book-Entry-Only Transfer System" herein.

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

U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27th Floor, Hartford, Connecticut 06103 will serve as the Registrar, Transfer Agent, Paying Agent and Certifying Agent for the Bonds and the Notes.

The Bonds and Notes are offered for delivery when, as and if issued, subject to the final approving opinions of Shipman & Goodwin LLP, Bond Counsel, Hartford, Connecticut. It is expected that delivery of the Bonds and Notes in book-entry-only form will be made to DTC in New York, New York on or about September 10, 2026.

PHOENIX ADVISORS

City of New Britain, Connecticut
$21,800,000
General Obligation Bonds, Issue of 2026, Series A

Dated: Date of Delivery — ***Due: Serially on September 1, as shown below:***

Year	Principal	Coupon	Yield	CUSIP [1]	Year	Principal	Coupon	Yield	CUSIP [1]
2027	$ 1,095,000	_.__%	_.__%	642714___	2037	$ 1,090,000	_.__%	_.__%	642714___
2028	1,095,000	_.__%	_.__%	642714___	2038	1,090,000	_.__%	_.__%	642714___
2029	1,095,000	_.__%	_.__%	642714___	2039	1,090,000	_.__%	_.__%	642714___
2030	1,090,000	_.__%	_.__%	642714___	2040	1,090,000	_.__%	_.__%	642714___
2031	1,090,000	_.__%	_.__%	642714___	2041	1,090,000	_.__%	_.__%	642714___
2032	1,090,000	_.__%	_.__%	642714___	2042	1,090,000	_.__%	_.__%	642714___
2033	1,090,000	_.__%	_.__%	642714___	2043	1,090,000	_.__%	_.__%	642714___
2034	1,090,000	_.__%	_.__%	642714___	2044	1,085,000	_.__%	_.__%	642714___
2035	1,090,000	_.__%	_.__%	642714___	2045	1,085,000	_.__%	_.__%	642714___
2036	1,090,000	_.__%	_.__%	642714___	2046	1,085,000	_.__%	_.__%	642714___

$95,405,000
General Obligation Bond Anticipation Notes

Dated:	***September 10, 2026***	***Rate:***	***_.__%***
Due:	***September 9, 2027***	***Yield:***	***_.__%***
CUSIP: [1]	***642714___***		

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

No dealer, broker, salesperson, or other person has been authorized by the City to give any information or to make any representations not contained in this Official Statement or any supplement which may be issued hereto, and if given or made, such other information or representations must not be relied upon as having been authorized. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds and the Notes by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

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

The independent auditors for the City are not passing upon, and do not assume responsibility for, the accuracy or completeness of the financial information presented in this Official Statement (other than matters expressly set forth in their opinion in Appendix A), and they make no representation that they have independently verified the same.

The Bonds and the Notes have not been registered under the Securities Act of 1933, as amended, nor have the Bonds and the Notes been registered under any state securities laws.

The City deems this Official Statement to be "final" for purposes of Securities and Exchange Commission Rule 15c2-12(b)(1), but it is subject to revision or amendment.

The City currently files its official statements for primary offerings with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access ("EMMA") system. In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the City will agree to provide or cause to be provided (i) annual financial information and operating data with respect to the Bonds, (ii) timely notice of the occurrence of certain events not in excess of ten (10) business days from their occurrence with respect to the Bonds and Notes, and (iii) timely notice of a failure by the City to provide the required annual financial information with respect to the Bonds in accordance with the Continuing Disclosure Agreement. The Continuing Disclosure Agreements for the Bonds and the Notes shall be executed in substantially the forms attached as Appendix C-1 and Appendix C-2 to this Official Statement.

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Table of Contents

Bond Issue Summary

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

Date of Sale:	Tuesday, September 1, 2026 at 11:30 A.M. (Eastern Time).
Locations of Sale:	City Hall, 27 West Main Street, New Britain, Connecticut 06051.
Issuer:	City of New Britain, Connecticut (the "City").
Issue:	$21,800,000 General Obligation Bonds, Issue of 2026, Series A (the "Bonds").
Dated Date:	Date of Delivery.
Principal Due:	The Bonds are due serially, September 1, 2027 through September 1, 2046, as detailed in this Official Statement.
Interest Due:	March 1, 2027 and semiannually thereafter on September 1 and March 1, in each year until maturity.
Purpose:	The Bond proceeds will be used to provide funds for various Capital Improvement, School and Sewer Projects.
Redemption:	The Bonds are subject to redemption prior to maturity. See "Redemption Provisions" herein.
Security:	The Bonds will be general obligations of the City and the City will pledge its full faith and credit to the payment of principal of and interest on the Bonds when due.
Credit Rating:	The Bonds have been rated "A+" by S&P Global Ratings and "A+" from Fitch Ratings.
Basis of Award:	Lowest True Interest Cost (TIC), as of the dated date.
Bond Insurance:	The City does not expect to purchase a credit enhancement facility.
Tax Exemption:	See "Appendix B-1 - Form of Legal Opinion of Bond Counsel and Tax Exemption – The Bonds" herein.
Continuing Disclosure:	In accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, the City will agree to provide, or cause to be provided (i) annual financial information and operating data, (ii) timely, but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain events with respect to the Bonds, and (iii) timely notice of a failure by the City to provide the required annual financial information on or before the date as specified in the Continuing Disclosure Agreement for the Bonds, to be executed, by the City substantially in the form attached as Appendix C-1 to this Official Statement.
Bank Qualification:	The Bonds shall NOT be designated by the City as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions of interest expense allocable to the Bonds.
Registrar, Transfer Agent, Certifying Agent, Paying Agent:	U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27th Floor, Hartford, Connecticut 06103.
Legal Opinion:	Shipman & Goodwin LLP, of Hartford, Connecticut will act as Bond Counsel.
Municipal Advisor:	Phoenix Advisors, a division of First Security Municipal Advisors, Inc., of Milford, Connecticut will act as Municipal Advisor. Telephone (203) 878-4945.
Delivery and Payment:	It is expected that delivery of the Bonds in book-entry-only form will be made on or about September 10, 2026, against payment in Federal Funds.
Issuer Official:	Questions concerning the Official Statement should be addressed to Amy Goldsberry, Fiscal Officer / Interim Finance Director, City Hall, 27 West Main Street, New Britain, Connecticut 06051.

Note Issue Summary

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

Date of Sale:	Tuesday, September 1, 2026 at 11:00 A.M. (Eastern Time).
Locations of Sale:	City Hall, 27 West Main Street, New Britain, Connecticut 06051.
Issuer:	City of New Britain, Connecticut (the "City").
Issue:	$95,405,000 General Obligation Bond Anticipation Notes (the "Notes").
Dated Date:	Date of Delivery.
Principal Due:	At maturity: September 9, 2027.
Interest Due:	At maturity: September 9, 2027.
Purpose:	The Note proceeds will be used to provide funds for various school projects.
Redemption:	The Notes are not subject to redemption prior to maturity.
Security:	The Notes will be general obligations of the City and the City will pledge its full faith and credit to the payment of principal of and interest on the Notes when due.
Credit Rating:	The Notes have been rated "SP-1+" by S&P Global Ratings and "F1+" from Fitch Ratings.
Basis of Award:	Lowest Net Interest Cost (NIC), as of the dated date.
Note Insurance:	The City does not expect to purchase a credit enhancement facility.
Tax Exemption:	See "Appendix B-2 - Form of Legal Opinion of Bond Counsel and Tax Exemption – The Notes" herein.
Continuing Disclosure:	In accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, the City will agree to provide, or cause to be provided timely, but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain events with respect to the Notes as specified in the Continuing Disclosure Agreement for the Notes, to be executed, by the City substantially in the form attached as Appendix C-2 to this Official Statement.
Bank Qualification:	The Notes shall NOT be designated by the City as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions of interest expense allocable to the Notes.
Registrar, Transfer Agent, Certifying Agent, Paying Agent:	U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27th Floor, Hartford, Connecticut 06103.
Legal Opinion:	Shipman & Goodwin LLP, of Hartford, Connecticut will act as Bond Counsel.
Municipal Advisor:	Phoenix Advisors, a division of First Security Municipal Advisors, Inc., of Milford, Connecticut will act as Municipal Advisor. Telephone (203) 878-4945.
Delivery and Payment:	It is expected that delivery of the Notes in book-entry-only form will be made on or about September 10, 2026, against payment in Federal Funds.
Issuer Official:	Questions concerning the Official Statement should be addressed to Amy Goldsberry, Fiscal Officer / Interim Finance Director, City Hall, 27 West Main Street, New Britain, Connecticut 06051.

I. Bond and Note Information

Introduction

This Official Statement, (the “Official Statement’) including the cover page, inside cover page and appendices, is provided for the purpose of presenting certain information relating to the City of New Britain, Connecticut (the “City”), in connection with the original issuance and sale of $21,800,000 General Obligation Bonds, Issue of 2026, Series A (the “Bonds”) and $95,405,000 General Obligation Bond Anticipation Notes (the “Notes”) of the City.

This Official Statement is not to be construed as a contract or agreement between the City and the purchasers or holders of any of the Bonds and the Notes. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement, nor any sale made hereunder, shall, under any circumstance, create any implication that there has been no change in the affairs of the City since the date hereof. Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and not as representation of fact. No representation is made that any of such statements will be realized. All quotations from and summaries and explanations of provisions of laws contained in this Official Statement do not purport to be complete and are qualified in their entirety by reference to the official compilations thereof.

U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27th Floor, Hartford, Connecticut 06103 will act as Registrar, Transfer Agent, Paying Agent, and Certifying Agent for the Bonds and the Notes.

Bond Counsel is not passing upon, and does not assume responsibility for, the accuracy or adequacy of the statements made in this Official Statement (other than matters expressly set forth as its opinions attached hereto as Appendices B-1 and B-2) and it makes no representation that it has independently verified the same.

The City deems this Official Statement to be “final” for purposes of Securities and Exchange Commission Rule 15c2-12(b)(1), but is subject to revision or amendment.

Cybersecurity

The City, like many other public and private entities, relies on technology to conduct its operations. The City and its departments periodically face cybersecurity threats, including hacking, viruses, malware, phishing attempts and other attacks targeting computers, digital networks and information systems.

On January 28, 2026, the City experienced a ransomware attack that disrupted certain municipal computer, telephone and network systems. Upon detecting the incident, the City activated its incident-response protocols, engaged cybersecurity professionals and coordinated with state and federal authorities. Certain City departments operated under temporary alternative procedures while affected systems were secured and restored. The City’s public safety operations remained operational throughout the incident.

The City’s investigation determined that the unauthorized activity was more limited in scope than the initial network disruption. Although the City has reported no indication of widespread exposure of resident information, certain files containing personal information may have been accessed. The City has notified potentially affected individuals and offered them credit-monitoring and identity-protection services. The City has also implemented additional cybersecurity measures, including enhanced monitoring services. The City maintains commercially available cybersecurity insurance, which is expected to cover a portion of the costs associated with the incident, subject to the policy’s terms, conditions, deductibles and coverage limits. The City does not currently expect the incident to have a material adverse effect on its operations or financial condition.

To mitigate the potential operational and financial effects of future cybersecurity incidents, the City maintains cybersecurity and operational controls, including a comprehensive policy governing the security of its governmental networks. No assurance can be given, however, that these measures will successfully prevent or mitigate all cybersecurity threats or attacks. A future attack could disrupt the City’s operations, compromise or damage its digital networks and systems, and result in substantial remediation, recovery and other costs.

Climate Change

Numerous scientific studies have documented changing global weather patterns and the potential for more frequent or severe extreme weather events. Like much of Connecticut, the City is vulnerable to inland flooding, including flooding associated with wetlands, small rivers and streams. The City may also face other climate-related risks, including damaging wind events that could become more frequent or severe. To mitigate these risks, the City maintains an active tree inspection and removal program in coordination with its electric utility provider. The City cannot predict the timing, extent or severity of climate change or its potential effects on the City's operations and finances.

Municipal Advisor

Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Milford, Connecticut, has served as Municipal Advisor to the City in connection with the issuance of the Bonds and the Notes (the "Municipal Advisor") and has assisted in matters related to the planning, structuring and terms of the Bonds and the Notes. The Municipal Advisor is not obligated to undertake, and has not undertaken, either to make an independent verification of, or to assume responsibility for the accuracy, completeness, or fairness of the information contained in the Official Statement and the appendices hereto. The Municipal Advisor is an Independent Registered Municipal Advisor pursuant to the Dodd-Frank Act and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

Description of the Bonds

The Bonds will be dated as of the date of delivery, September 10, 2026, and will mature in annual installments on September 1 in each of the years and in the principal amounts set forth on the inside cover page of this Official Statement. Interest on the Bonds will be payable on March 1, 2027 and semiannually thereafter on September 1 and March 1, in each year until maturity. Interest will be calculated on the basis of twelve 30-day months and a 360-day year and will be payable to the registered owner of the Bonds as of the close of business on the fifteenth day of February and August in each year, or the preceding business day if the fifteenth day is not a business day, by check, mailed to the registered owner at the address as shown on the registration books of the City kept for such purpose, or so long as the Bonds are registered in the name of Cede & Co., as nominee of DTC, by such other means as DTC, the Paying Agent and the City shall agree. The Bonds shall NOT be designated by the City as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended. The Bonds are subject to redemption prior to maturity as more fully described under "Redemption Provisions" herein.

Redemption Provisions

The Bonds maturing on or before September 1, 2033 are not subject to redemption prior to maturity. The Bonds maturing on September 1, 2034 and thereafter, are subject to redemption prior to maturity, at the election of the City, on and after September 1, 2033 at any time, in whole or in part and by lot within a maturity, in such amounts and in such order of maturity as the City may determine, at the redemption price (expressed as a percentage of the principal amount of Bonds to be redeemed), set forth in the following table, plus interest accrued and unpaid to the redemption date:

Period During Which Redeemed	***Redemption Price***
September 1, 2033 and thereafter	100%

Notice of redemption shall be given by the City or its agent by mailing a copy of the redemption notice by first-class mail at least twenty (20) days prior to the date fixed for redemption to the registered owner of such Bonds designated for redemption in whole or in part as the same shall last appear on the registration books for the Bonds. Failure to give such notice by mailing to any registered owner, or any defect therein, shall not affect the validity of the redemption of any other Bonds. Upon the giving of such notice, if sufficient funds available solely for redemption are on deposit with the Paying Agent, the Bonds or portions thereof so called for redemption will cease to bear interest after the specified redemption date. So long as Cede & Co., as nominee of the Depository Trust Company ("DTC"), is the registered owner of the Bonds, notice of redemption will be sent only to DTC (or a successor securities depository) or its successor nominee.

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

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

Description of the Notes

The Notes will be dated the date of delivery and will be due and payable as to both principal and interest at maturity, on September 9, 2027 as set forth on the cover page of this Official Statement. A book-entry system will be employed evidencing ownership of the Notes in principal amounts of $5,000 or integral multiples thereof plus any odd amount, with transfers of ownership effected on the records of DTC and its participants pursuant to rules and procedures established by DTC and its participants. See "Book-Entry-Only Transfer System" herein. The Notes shall NOT be designated by the City as qualified tax-exempt obligations under the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions for interest expense allocable to the Notes.

Authorization and Purpose

The Bonds and the Notes are issued pursuant to the Connecticut General Statutes, as amended, the City Charter and various bond resolutions adopted by the City's Common Council, as described herein.

Use of Proceeds

		This Issue:	
Project	***Authorized***	***The Bonds***	***Notes Due: 9/9/2027***
Public Improvements			
Arch Street Improvement (32385-1)……………………………….	$ 1,200,000	$ 740,000	-
2023 Capital Improvements (36075-1)………………………………	5,700,000	5,120,000	-
2025 Capital Improvements (36765-1)………………………………	2,725,000	1,625,000	-
Sewers			
Allen St Sewer (36806-1)……………………………………………	$ 2,000,000	$ 2,000,000	-
Education			
City Schools Improvements (34738-1)…………………………….	$ 57,000,000	$ 2,000,000	-
Holmes School (36074-1)……………………………………………	70,000,000	8,250,000	$ 24,970,000
2025 School Projects (36761-1)…………………………………….	157,500,000	2,065,000	70,435,000
Total ………………………………………………………………	$ 296,125,000	$ 21,800,000	$ 95,405,000

Book-Entry-Only Transfer System

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

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

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

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

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

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

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

Redemption proceeds, distributions, and interest payments on the Bonds and Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the City or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the City, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the City or Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

The information in this section concerning DTC and DTC's book-entry system has been provided by DTC. The City takes no responsibility for the accuracy thereof.

DTC Practices

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

Replacement Bonds and Notes

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

Security and Remedies

The Bonds and the Notes will be general obligations of the City and the City will pledge its full faith and credit to pay the principal of and interest on the Bonds and the Notes when due. Unless paid from other sources, the Bonds and the Notes are payable from ad valorem taxes which may be levied on all taxable property in the City without limit as to rate or amount, except as to certain classified property such as certified forest lands taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts.

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

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

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

Enforcement of a claim for payment of principal of or interest on such bonds or notes would also be subject to the applicable provisions of federal bankruptcy laws and to provisions of other statutes, if any, hereafter enacted by the Congress or the Connecticut General Assembly extending the time for payment or imposing other constraints upon enforcement insofar as the same may be constitutionally applied. Under the Federal Bankruptcy Code, the City may seek relief only, among other requirements, if it is specifically authorized, in its capacity as a municipality or by name, to be a debtor under Chapter 9, Title 11 of the United States Code, or by State law or by a governmental officer or organization empowered by State law to authorized such entity to become a debtor under such Chapter. Section 7-566 of the Connecticut General Statutes, as amended, provides that no Connecticut municipality shall file a petition in bankruptcy without the express prior written consent of the Governor. This prohibition applies to any town, city, borough, metropolitan district or any other political subdivision of the State having the power to levy taxes and issue bonds or other obligations.

Qualification for Financial Institutions

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

Availability of Continuing Disclosure Information

The City prepares, in accordance with State law, annual audited financial statements and files such annual audits with the State of Connecticut, Office of Policy and Management on an annual basis. The City provides, and will continue to provide, to the Municipal Securities Rulemaking Board's ("MSRB") Electronic Municipal Market Access System ongoing disclosure in the form of the Comprehensive Annual Financial Report, recommended and adopted budgets, and other materials relating to its management and financial condition, as may be necessary or requested.

In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, in connection with the issuance of the Bonds and the Notes, the City will agree to provide or cause to be provided (i) annual financial information and operating data with respect to the Bonds, (ii) timely notice of the occurrence of certain events not in excess of ten (10) business days from their occurrence with respect to the Bonds and Notes, and (iii) timely notice of a failure by the City to provide the required annual financial information with respect to the Bonds in accordance with the Continuing Disclosure Agreement. The Continuing Disclosure Agreements for the Bonds and the Notes shall be executed in substantially the forms attached as Appendix C-1 and Appendix C-2 to this Official Statement.

The City has previously undertaken in Continuing Disclosure Agreements entered into for the benefit of holders of certain of its general obligation bonds and notes to provide certain annual financial information and event notices pursuant to Rule 15c2-12(b)(5). For the past five years, the City has not failed to meet any of its undertakings in any material respect under such agreements.

Ratings

The Bonds have been rated "A+" from S&P Global Ratings ("S&P") and "A+" from Fitch Ratings ("Fitch" and collectively, the "Rating Agencies"). The Notes have been rated "SP-1+" from S&P and "F1+" from Fitch. The City furnished to the Rating Agencies certain information and materials, some of which may not have been included in this Official Statement. The rating reflects only the views of the Rating Agencies. No application was made to any other rating agencies for the purpose of obtaining ratings on outstanding securities of the City.

Generally, the rating agencies base their rating upon such information and materials and upon investigations, studies and assumptions by the rating agencies. There can be no assurance that a rating will continue for any given period of time or that it will not be lowered or withdrawn entirely by a rating agency if in its judgment circumstances so warrant. Any such downward change in or withdrawal of a rating may have an adverse effect on the marketability or market price of the City's outstanding bonds and notes, including the Bonds and the Notes.

The City expects to furnish to the Rating Agencies information and materials that it may request. However, the City may issue short-term or other debt for which a rating is not requested. The City's Municipal Advisor recommends that all bonded debt be submitted for a credit rating.

Bond and Note Insurance

The City does not expect to purchase a credit enhancement facility for the Bonds and the Notes.

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II. The Issuer

Description of the Municipality

The City of New Britain is located in central Connecticut, approximately nine miles southwest of Hartford. The United States Census Bureau estimated the City's population at 76,286 as of July 1, 2025, compared with 72,543 reported in the 2020 Census. New Britain is Connecticut's eighth most populous municipality and encompasses approximately 13.3 square miles. New Britain became a separate town from Berlin in 1850, received a city charter in 1871 and became a consolidated city in 1905.

New Britain is served by Interstate 84 and State Routes 9 and 72, with access to Interstate 91 through the Hartford region. The City is a member of the Capitol Region Council of Governments. CTfastrak, the State's bus rapid transit system, operates over a 9.4-mile dedicated roadway between New Britain and Hartford and provides connecting service to communities throughout central Connecticut. CTfastrak began service in 2015. As of March 2025, the Connecticut Department of Transportation reported approximately 14,000 weekday passenger trips and 28.5 million cumulative trips since the system opened.

Robert "Bobby" Sanchez took office, as Mayor, in November 2025. The Sanchez administration has identified infrastructure investment, neighborhood improvements and transportation safety as principal priorities. In July 2026, the City announced that it had been selected to receive a $14.7 million federal BUILD grant for safety and congestion improvements involving the realignment of Route 174 at East Street. The City has also received commitments for $12 million in non-City funding to pay for the remainder of the Allen Street Improvements and Reconstruction Project not being paid for with the funds from this issue. That project is designed to replace undersized and deteriorated stormwater and sanitary sewer lines and a water main, reconstruct portions of Allen Street, and install new curbing and sidewalks. In June 2026, the City and the State also announced a $788,210 Community Connectivity grant for downtown pedestrian-signal improvements.

These awards supplement a multi-year capital program addressing roads, sidewalks, drainage, sewers, parks and pedestrian and bicycle connections. Current projects include Phase 3 of the NB FLUSH sewer and stormwater program, improvements to John Downey Drive, multiple phases of the Beeline Trail, complete streets improvements on Arch and Myrtle Streets, West Main Street access and pedestrian improvements, the Willow Street Park expansion and the City's annual paving and sidewalk programs. Project costs, schedules and funding sources are subject to change as design, permitting and grant requirements are completed. The Capital Improvement Program budget was adopted May 27, 2026. See "Capital Improvement Program Summary" on page 37 for more details.

Central Connecticut State University, located in New Britain, reported enrollment of 11,265 undergraduate and graduate students for the fall 2025 semester. Downtown New Britain is also home to the principal administrative offices of CT State Community College and Charter Oak State College at 185 Main Street. These institutions support the regional workforce and contribute to activity in the downtown area.

The City's principal healthcare institutions include the Hospital of Central Connecticut, part of Hartford HealthCare, and the Hospital for Special Care. The Hospital of Central Connecticut, which operates campuses in New Britain and Southington, reports 446 licensed beds, including bassinets. The Hospital for Special Care reports 236 beds and provides long-term acute care and rehabilitation services. New Britain is also included within Connecticut's Bioscience Enterprise Corridor Zone, under which qualifying businesses in designated areas may apply for State and local incentives.

New Britain's cultural and recreational resources include the New Britain Museum of American Art, whose collection contains approximately 9,000 works of American art; the City's park and open-space network; the 27-hole Stanley Golf Course; and New Britain Stadium. The New Britain Bees play summer collegiate baseball in the Futures Collegiate Baseball League. The Beehive Bridge, completed in 2018, connects downtown with the Little Poland neighborhood and provides pedestrian access across Route 72.

New Britain has a diverse population and contains established commercial and cultural districts, including Little Poland and a Latino section along Arch Street. Current Census data report that approximately 41.8% of City residents identify as Hispanic or Latino, 18.6% are foreign born and 47.2% of residents age five and older speak a language other than English at home. The City adopted a ten-year Plan of Conservation and Development in 2021 organized around five themes: live, grow, play, connect and sustain.

Economic Vitality and Development

New Britain's economy developed around manufacturing, giving rise to its longstanding identity as the "Hardware City." Stanley Black & Decker, founded in New Britain in 1843, continues to maintain its global headquarters in the City. The present industries includes manufacturing and precision production, healthcare, higher education, food production, government, retail, professional services and social services.

The City contains a State-designated Enterprise Zone. Eligibility for benefits under the Enterprise Zone and Bioscience Enterprise Corridor programs is subject to applicable statutory, geographic and project requirements.

Public investment in CTfastrak, streetscape improvements and pedestrian connections has supported transit-oriented residential and mixed-use development in and around downtown. Completed projects include Columbus Commons, an 80-unit development completed in 2020; 222 on Main, a 43-unit mixed-use development completed in 2021; The Brit, a 107-unit mixed-use building completed in 2024; The Highrailer, a 114-unit mixed-use building completed in 2026; and The Study at 189 Chestnut Street, a 30-unit residential development delivered in 2026. These projects collectively added approximately 374 residential units, together with ground-floor commercial space in several buildings.

Additional development remains underway. The Strand, a 100-unit mixed-use development at 157 Main Street, is under construction and is expected to be completed in 2027. Other residential and mixed-use projects have been proposed or undertaken at 102 West Main Street and at sites along Arch Street. In its fiscal year 2025 Annual Comprehensive Financial Report, the City reported that approximately $235 million of private development had been initiated in the downtown area.

Outside downtown, the City continues to support redevelopment of former industrial properties and expansion of its employment base. A 20-megawatt fuel-cell installation at the former Stanley Works site began commercial operation in 2024 and supplies power to the regional electric grid. The City also uses development tools that include tax increment financing, façade and business-development programs, and State and local incentive zones. Eligibility for any particular incentive is subject to the applicable program requirements and approval process.

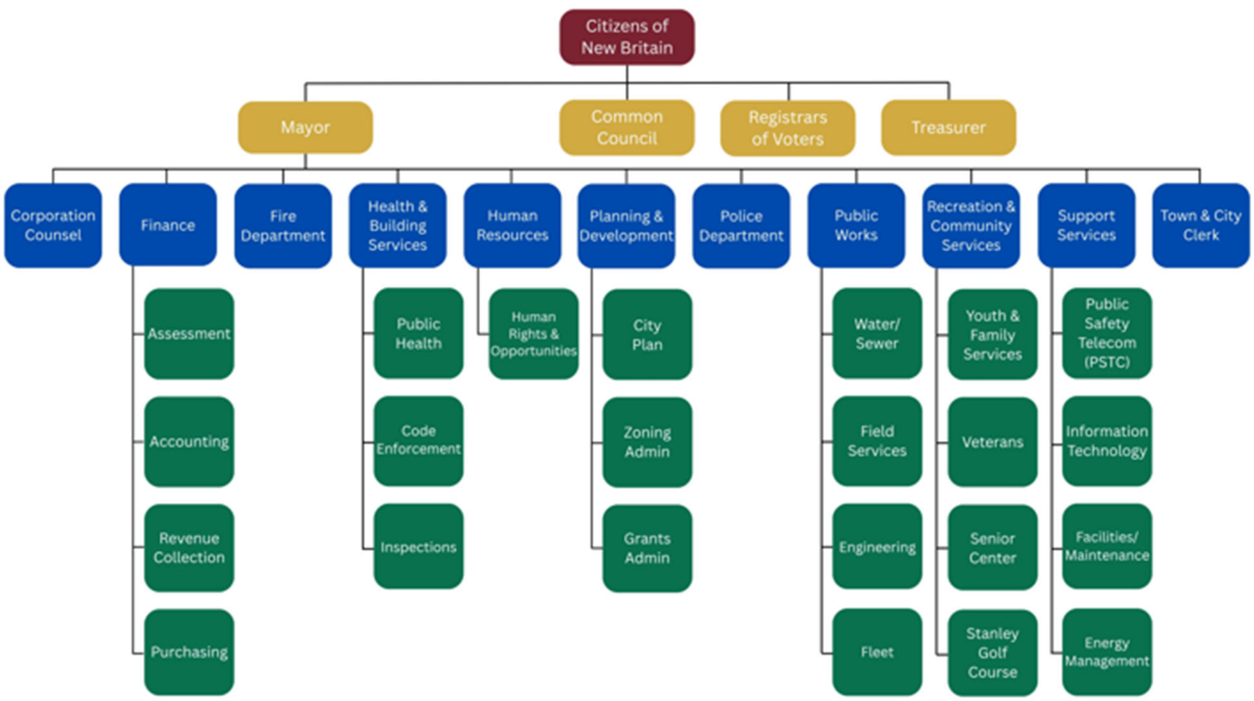
New Britain's central location, highway and transit access, major healthcare and higher-education institutions, manufacturing history and ongoing public and private investment continue to shape the City's economic base. The City's current development strategy emphasizes infrastructure renewal, transportation safety, transit-oriented development, reuse of former industrial and commercial properties, and support for established and emerging employers.

Form of Government

New Britain became a consolidated City and Town in 1905 with a Mayor-Council form of government. The Mayor and Common Council serve concurrent two-year terms and operate under the City's Charter, which was initially adopted in 1961 and has had several subsequent revisions.

The Common Council, the legislative body elected biennially, consists of 15 Aldermen elected on a five district basis (three each with minority representation per district). The other elected officials are the Mayor, the Treasurer, two Registrars of Voters, and three members of the Board of Assessment Appeals.

The Mayor presides at meetings of the Common Council and makes appointments to boards and commissions as provided in the Charter or as authorized by ordinance. The Mayor is an ex-officio member of all bipartisan boards and commissions. All department heads report directly to the Mayor.



Principal Municipal Officials

Office	Name	Term	Commencement Date of Current Term	Years of Service in Current Position
Mayor	Robert C. Sanchez	2 Years	11/12/2025	< 1 year
Treasurer	William J. Yanchak	2 Years	11/12/2025	< 1 year
Interim Town & City Clerk	Veronica DeLandoro	Appointment	11/12/2025	< 1 year
Interim Tax Collector	Chris Anderson	Appointment	6/8/2026	< 1 year
Interim Finance Director	Amy Goldsberry	Appointment	5/27/2026	< 1 year
Assessor	Tim Hutvagner	Appointment	8/10/2026	< 1 year
Superintendent of Schools	Dr. Tony Gasper	Appointment	7/1/2022	4 years

Source: City of New Britain, Finance Department.

Municipal Services

Fire

The New Britain Fire Department is composed of eight paid full-time fire companies operating from six fire stations. Each fire station is strategically located throughout the City to provide the most efficient response possible to any point within New Britain. As an all-hazards emergency response organization, the Department is prepared to respond to and mitigate a wide range of emergencies, including fires, medical emergencies, hazardous materials incidents, technical rescues, water-related emergencies, natural disasters, and other threats to public safety. The Department's mission is to protect life, property, and the environment through professionalism and organizational effectiveness, utilizing highly trained professionals committed to exemplary service, minimizing community risks, and improving the quality of life for all persons within New Britain.

To achieve this mission, the New Britain Fire Department currently utilizes six engine companies (carrying supply and attack fire hoses, water, and emergency response equipment) and two ladder companies (carrying ladders and specialized salvage and overhaul equipment). Department apparatus are also equipped with specialized rescue equipment, including extrication tools, hazardous materials equipment, confined-space rescue equipment, cold-water rescue equipment, and air-monitoring meters. This equipment and training allow Department personnel to provide an all-hazards response capability and effectively mitigate a variety of emergency situations throughout the City.

In addition to fire suppression and specialized rescue services, all firefighting apparatus carry emergency medical equipment, enabling trained firefighters to perform Emergency Medical Response functions and provide critical first-responder medical care within the City. Fire Department personnel routinely respond to medical emergencies alongside other emergency medical service providers, providing initial assessment, stabilization, lifesaving interventions, and other emergency care within the scope of their training.

The Department believes that a proactive approach to risk reduction is the most effective method of making the community safer. The Fire Marshal's Office (Fire Prevention Bureau), within the Fire Department, is responsible for fire investigation, fire code inspections, and enforcement. These activities complement the Department's emergency response capabilities by identifying and reducing hazards before they result in emergencies.

The Fire Department also undertakes public fire and life-safety education and awareness initiatives aimed at school children within the New Britain school system, while also focusing on the City's most vulnerable communities. Such initiatives are supported by a Fire Safety Trailer designed to educate children about kitchen and bedroom fire safety, as well as a robust smoke alarm installation program throughout the City. These prevention and education initiatives support the Department's broader mission of reducing risk and improving community resilience.

The Fire Department is also responsible for emergency management within the City. This responsibility enhances the City's level of preparedness, coordination, and community response to major disasters and other large-scale emergencies. The Emergency Management Office has also developed the City's Community Emergency Response Team (C.E.R.T.). This team is made up of trained community members who assist emergency service providers during major man-made or naturally occurring emergency situations.

Through its combined responsibilities for fire suppression, emergency medical response, hazardous materials mitigation, technical rescue, water rescue, fire prevention, public education, and emergency management, the New Britain Fire Department provides the City with a comprehensive, all-hazards approach to protecting the community and responding to emergencies.

The City was assigned Fire Rating #3 by ISO Commercial Risk Services, Inc. The firm conducts fire ratings of communities and areas for the insurance industry served by public fire protection. The rating is an evaluation of the capability of the existing fire protection available to individual property owners. The purpose of this rating is to gather information needed to determine a fire insurance classification, which may be used in the calculation of property insurance premiums. This classification is based on a rating system scale of 1–9, with one (1) being the highest rating. Factors considered in calculating the rating include receiving and handling fire alarms, water supply, Fire Department structure, and divergence.

Location of Firehouses/Personnel	***Apparatus Located***	***Personnel***
Headquarters - 253 Beaver Street	Engine-1, Ladder-1	30
Station #2 - 146 S. Main Street	Engine-2, Ladder-2	29
Station #4 - 1085 Corbin Avenue	Engine-4	12
Station #5 - 915 Stanley Street	Engine-5	12
Station #7 - 60 Hartford Road	Engine-7	12
Station #8 - 2155 Corbin Avenue	Engine-8	12
Fire Chief - 27 West Main St. Room 306	Car 1	1
Assistant Chief	Car 2	1
Deputy Chiefs/Shift Commander - 253 Beaver St	Car 3	4
Fire Prevention - 27 West Main St. Room 309	FMO 1, 2, 3, 4, 6, 7, 8	7
Maintenance/Mechanics - 655 Alton Brooks Way	Car 20, Car 21, Car 22	3
Deputy Chief of Training - 915 Stanley Street	Car 4	1
Captain of Training and Professional Standards - 915 Stanley Street	Car 40	1
Hazmat/Safety Officer Lieutenant - 253 Beaver Street	Car 7	4
Captain of Planning/Research - 27 West Main Street Room 306	Car 6	1
Administration - 27 West Main Street Room 306	N/A	2
Total		132

Police

The New Britain Police Department has a total of 165 sworn officers and 8 full-time civilian employees. The Department's sworn personnel fulfill their duties from the main headquarters on Chestnut Street and two substations located throughout the City.

The main headquarters is a 50,000-square-foot facility housing Police Administration and the Patrol, Detective and Professional Standards Divisions. The facility also houses the Special Services Unit, Records Unit, Digital Forensic Unit, Nationally recognized Polygraph Unit, Traffic Safety Bureau, Training Unit, Mental Health Unit, Satellite Recruit Academy, Youth Services Bureau, and Property/Evidence Unit. The headquarters features a fully functioning cellblock complex, capable of housing both male and female prisoners, equipped with video and audio monitoring systems, and secure entrances and exits for prisoner transport. Several areas within the building also serve as a Police Museum, preserving photographs, uniforms, artifacts, and other materials documenting the history of the New Britain Police Department.

The Department continues to advance its commitment to professional standards, accountability, and continuous improvement. Through the establishment and work of its Accreditation Division, the New Britain Police Department achieved Tier 3 accreditation within its first year, reflecting the Department's commitment to meeting recognized professional standards and maintaining effective policies, procedures, and operational practices.

Sewers

The City is the largest member of a three-municipality regional sewer authority, the Mattabassett District (the "District"). The District, organized in 1961 by a special act of the Connecticut General Assembly, is a cooperative solution to the pollution control problems of the area. The District provides secondary treatment and biological nitrogen removal on 70% of wastewater flow. A treatment plant and trunk sewer lines were built by the District to tie into the communities including the City to suit their own situations. Each community is assessed for its share of the cost of the project based on its use. It is divided approximately as follows: 75% - City of New Britain; 15% - Town of Berlin; and 10% - Town of Cromwell.

Mandated sewer user charges defray the cost of the yearly operation and maintenance assessment. The sewage system presently serves 99% of the City's population.

The City of New Britain Water Pollution Control Authority has adopted the Water Consumption Method to establish a fair and effective charge for the use of the City's sewer system. Under this format, each user is charged a base fee derived from its volume of wastewater flow into the system. The base fee charged is a proportion of the total annual costs equal to the ratio of the individual user's wastewater flow to the total wastewater flow from the system.

The Board of Public Works serves as the Water Pollution Control Authority (WPCA) and conducts public hearings to set and recommend an annual sewer rate in relation to the annual sewer budget as approved by the Common Council. The New Britain Sewer User Charge for fiscal year 2026-2027, as set by the Board of Public Works, is $4.75 per one hundred cubic feet. Charges for the past three years were:

Fiscal Year 2025-2026	$4.75 per one hundred cubic feet
Fiscal Year 2024-2025	$4.75 per one hundred cubic feet
Fiscal Year 2023-2024	$4.75 per one hundred cubic feet

The owner of record as of the billing date is liable for the payment of sewer user charges. Interest and penalties may be charged as provided by the Connecticut General Statutes. Sewer user charges, together with interest and penalties, shall constitute a lien upon the property, and such lien may be foreclosed and such sewer user charges may be collected in the manner provided by the Connecticut General Statutes. The lien is a combination lien filed for any overdue water charges or sewer use fees. The owner of the property pays for the cost of applying liens against their property.

Sewer user charges are collected in accordance with regulations and procedures as promulgated by the Public Works Commission. Revenues are turned over periodically to the City Treasurer and credited to the Sewer Operating Fund. The Sewer Operating Fund is used for operation, maintenance, administration, and expansion of the treatment works and for payment of principal and interest on bonds of the City issued for construction of sewerage facilities.

Public Works

The Department of Public Works has approximately 70 administrative, professional and field positions. The Department is responsible for 163 miles of public road maintenance including paving, snowplowing, sweeping, patching and cleaning, and for the repair of storm and sanitary sewers. Department personnel also assume responsibility for 227 miles of sidewalks, all traffic signals, pavement markings, and vehicular safety signage. The Department also operates a landfill, and oversees refuse and recycling collection.

Water Department

The Water Department serves approximately 85,000 people in New Britain, Berlin, Newington, Farmington, Bristol and Plainville. The system consists of six reservoirs, three well-fields, pumping stations, treatment facilities and an extensive piping system. The system has a storage capacity of 2.7 billion gallons. In order to reach this capacity, over the years the City has purchased land outside the City. At present, the Department owns 6,541 acres outside the City limits.

While historically the City's total water supply has been adequate with a reserve capacity in excess of 20% above its maximum anticipated demand, a reduction in rainfall decreased the City's water levels in 2016. Due to this decrease, the City entered into an agreement with the Metropolitan District Commission ("MDC") in November of 2016 whereby the City activated the raw water pump station interconnection to draw water from the Nepaug Reservoir (the "MDC Agreement"). The City originally obtained the right to utilize this interconnection in an agreement between the City and MDC in 1958. In the 2016-2017 fiscal year, the City purchased water under the MDC Agreement. The City spent approximately $450,000 in total operation cost, $300,000 of which was for the purchase of raw water. The City has not purchased any water from MDC since the 2016-2017 fiscal year.

City water is filtered and meets all Federal and State requirements regarding safeguards and quality. Water mains installed by the Water Department are assessed (for improvements) on a per-foot-of-frontage basis to benefiting property owners as determined by the Board of Water Commissioners after a public hearing.

Customers are billed quarterly according to water usage. After 30 days, any unpaid water bill is assessed a 10% penalty and interest at the annual rate of 6%. After one year in arrears, the interest rate increases to 18% per annum. After one year, a continuation of lien is placed against the property, and a filing fee, plus the administrative costs to prepare the continuation of lien of $32.00, is charged to the owner of the property. After 30 days, unpaid bills for any other services are assessed interest at the annual rate of 6% from the date of billing.

The water rate structure set forth below is such as to further promote conservation efforts through the compression of rates.

Water Rate Structure FY 2026-2027 Semi-Annual

$3.04 per 100 cubic feet

The water department also has out-of-town retail rates for the City of Bristol, the Town of Plainville, Valley Water Systems, and the Kensington Fire District.

The Board of Water Commissioners also charges customers for private fire protection service. This charge is assessed in accordance with the size of the water main that the customer uses for private fire protection. The current semi-annual charge for this service is as follows:

Under 4" service line	$62.00
4" service line	133.00
5" service line	164.00
6" service line	211.00
8" service line	303.00
10" service line	423.00
Over 10" service line	542.00

The Water Department completed construction in 2004 of a new single drinking water treatment plant in conjunction with a $58,500,000 bond authorization. The project replaced two aged treatment plants. The cost of amortizing project debt, net of state and federal grants, has been incorporated in the water use charges. The department commenced "pre-funding" the project cost in its water use charges as of fiscal year 1998-1999.

Enterprise Funds

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) when the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriated for capital maintenance, public policy, management control, accountability, or other purposes.

Under Section 7-374(b) of the Connecticut General Statutes, water system improvement bonds are treated as a self-supporting debt and are excluded from the City's debt limitation. See "Debt and Financial Information - Statement of Statutory Debt Limitation" herein.

Utilities

Gas is supplied by the Connecticut Natural Gas Company for households and businesses. Electricity is furnished by Eversource for households and businesses.

The City has also made a commitment to expanding its use of renewable energy. The state has awarded Zero Renewable Energy Credits (ZREC) to six major solar power projects brokered between the City and Solar City Corp., including: a 1.2 megawatt array at the New Britain Water Treatment Facility, and fully ballasted arrays on the roofs of five school buildings.

Special Assessment Fund

Underground channels housing high (electric) and low (communication) voltage conduits are located in certain defined areas in the City. The system has been referred to as the "Subway". A separate fund has been established within the City's financial accounting structure for system operation and maintenance, defrayed entirely through assessments levied semi-annually against its users, or annual lease payments made in accordance with the terms of the negotiated lease agreement with AT&T (formerly, SBC). System users are charged semi-annually for all the operating, capital and debt service requirements of the Subway Fund. The two principal users are Eversource (electric) and Frontier (communication). The City sold the high potential conduit system to Eversource in June of 2003 for $6,117,000. A portion of the proceeds have been reserved for system debt retirement. The low potential conduit system continues to be owned by the City. Additionally, the City and Frontier, the primary conduit occupant, have finalized a long-term lease agreement that fixed the annual lease payment and shifted the repair and maintenance of the system to Frontier. Periodically, the City issues taxable bonds for improvements to and expansion of the underground utility system. See "Debt and Financial Information" and "Debt Statement".

Solid Waste

The City is a participant, with 14 other cities and towns, in a joint venture, the Bristol Resource Recovery Facility ("BRRFOC"). The BRRFOC was created pursuant to an intercommunity agreement dated as of August 15, 1985 to exercise certain rights on behalf of contracting municipalities in dealing with the trash to energy plant built by Covanta Bristol, Inc. (successor to Ogden Martin Systems of Bristol, Inc.). The governing board consists of municipal officials appointed by each of the participating municipalities, and assumes all the management decisions.

Effective July 1, 2014, Tunxis Recycling Operating Committee ("TROC"), a sister company of BRRFOC, merged with BRRFOC. On August 18, 2014, the Board of BRRFOC voted to release and transfer all remaining funds to BRRFOC, which will continue its activities under an amended agreement. On December 4, 2014, the Board approved a settlement agreement to be paid to the member communities. The settlement payment made to the City was $933,000.

Employee Relations and Collective Bargaining

Municipal Employees

	2026	***2025***	***2024***	***2023***	***2022***
General Government ……..	576	576	574	555	578
Board of Education ……..	1,516	1,516	1,631	1,471	1,356
Total ……………………	2,092	2,092	2,205	2,026	1,934

Source: City of New Britain, Finance Department.

General Government Employees

Department	***Full-Time Permanent***
Police ………………………………………	165
Fire …………………………………………	128
Administration, Financial & All Other …..	89
Health & Welfare …………………………	19
Recreation/Stanley Golf……………………	25
Public Works, Engineering, Sanitation,	
Garage, Parks & Cemetary ………………	90
Water ………………………………………	60
Total………………………………………	576

Source: City of New Britain, Finance Department.

Employee Bargaining Organizations

	Board of Education Groups	Positions Covered	Current Contract Expiration Date
Education Employees	American Federation of State, County & Municipal Employees – General Government Local 1186……………	190	6/30/2026 [1]
Teacher's Aides	New Britain Federation of Para-Professionals – Teacher's Aides 2407 ………………………………………	186	6/30 2028
Teachers	New Britain Federation of Teachers - Teachers 871 ………………………………………………	824	6/30/2028
School Administrators	American Federation of School Administrators – Administration 51 ……………………………………………	51	6/30/2030
Supervisory Employees	American Federation of State, County Principal Employees - Local 818 ………………………………………	51	6/30/2029
Local-6621EP	Federation of Educational Professionals TAs and Tutors, AFT-CT, AFL-CIO………………………………………	35	6/30/2027
Local-6621EP	Federation of Educational Professionals FSL JC BSA, AFT-CT, AFL-CIO …………………………………………………..	17	6/30/2027
Superintendent	Non-affiliated ……………………………………………………	1	N/A
Administrators	Non-affiliated ……………………………………………………	8	N/A
	Total Board of Education Employees ………………….	1,363	

	General Government Groups	Positions Covered	Current Contract Expiration Date
City Hall Supervisors	American Federation of State, County & Municipal Employees - Supervisors - Local 818 ………	36	12/31/2028
Firefighters	International Association of Fire Fighters, AFL-CIO - Fire 992 ……………………………………………	14	6/30/2027
Police Officers	American Federation of State, County & Municipal Employees - Local 1165 ……………………	26	6/30/2027
City Hall Employees	American Federation of State, County & Municipal Employees - Local 1186 ……………………	97	6/30/2028
Professional Union	American Federation of State, County & Municipal Employees - Local 1303-332 ………………………………	50	6/30/2026 [1]
Emergency Dispatch Employees	Connecticut Independent Labor Union (CILU) 222 ……………	13	6/30/2028
Non-Affiliated Employees	Management (Mgmt) …………………………………………	17	N/A
Elected & Appointed	Non-affiliated ……………………………………………………	4	N/A
	Total General Government Employees ………………	257	

[1] *In negotiation.*

Source: City of New Britain, Finance Department.

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

Educational System

The City's school system consists of fifteen schools for pupils in grades pre-K through 12. The schools are governed by a ten-member Board of Education.

School Facilities

School	Grades	Date Occupied	Additions & Major Renovations	10/1/2025 Enrollment [1]	Capacity
Chamberlain	K-5	1952	1982, 1989, 1993, 2023	451	757
DiLoreto	K-8	1951	1982, 1991, 2011	824	822
Gaffney	K-5	1959	1982, 1990, 2015	520	639
Holmes	K-5	1955	1978, 1991, 1997, 2024	375	697
Jefferson	K-5	1956	1982, 1991, 1997	356	567
Lincoln	K-5	1925	1976, 1982, 1994	579	610
Northend	K-5	1932	1982, 2005	201	330
Smalley	K-5	1971	1982, 1997, 2019	584	816
Smith	K-5	1952	1982, 1993, 2026	476	767
Vance	K-5	1926	1988, 1994, 2005	426	592
Pulaski Middle	6-8	1961	1982, 1992, 1994	891	1,350
Roosevelt School Facility: [2]					792
Roosevelt Early Learning Ctr.	Pre-K	1993	-	299	
Hals	6-8	2006	-	153	
Satellite Careers Academy	9-12	2007	-	156	
Brookside School	9-12	2008	-	49	160
Slade	6-8	1960	1982, 1992, 1994	817	1,190
New Britain High School	9-12	1937	1982, 1992, 1994, 1999, 2007	2,598	2,094
Total				9,755	12,183

[1] *Includes Special Education*

[2] *All three schools are located at the former Roosevelt Middle School Facility. The original school was built in 1928. A new school was constructed on the site of the original school, which was demolished.*

Source: Superintendent's Office, New Britain Board of Education.

School Enrollment and Projections

Historical

School Year	PreK-5	6-8	9-12	Total
2016-2017	5,587	2,046	2,432	10,065
2017-2018	5,479	2,096	2,427	10,002
2018-2019	5,462	2,210	2,461	10,133
2019-2020	5,338	2,271	2,428	10,037
2020-2021	4,878	2,233	2,517	9,628
2021-2022	4,825	2,279	2,576	9,680
2022-2023	4,816	2,233	2,586	9,635
2023-2024	4,995	2,120	2,676	9,791
2024-2025	4,956	2,168	2,807	9,931
2025-2026	4,809	2,170	2,776	9,755

Projected

School Year	Pre K-5	6-8	9-12	Total
2026-2027	4,549	2,079	2,503	9,131
2027-2028	4,427	2,090	2,627	9,144
2028-2029	4,334	2,111	2,652	9,097

Source: Superintendent's Office, New Britain Board of Education

III. Economic and Demographic Information

Population and Density

Year	Actual Population[1]	% Increase	Density[2]
2024[3]	74,223	2.3%	5,580.7
2020	72,543	-0.9%	5,454.4
2010	73,206	2.3%	5,504.2
2000	71,538	-5.2%	5,378.8
1990	75,490	2.2%	5,675.9
1980	73,840	-11.5%	5,551.9

[1] *U.S. Department of Commerce, Bureau of Census.*

[2] *Per square mile: 13.3 square miles.*

[3] *American Community Survey 2020-2024.*

Age Distribution of the Population

	City of New Britain		State of Connecticut	
Age	**Number**	**Percent**	**Number**	**Percent**
Under 5 years ………………	4,677	6.3%	181,691	5.0%
5 to 9 years …………………	4,368	5.9	195,164	5.4
10 to 14 years ………………	4,805	6.5	214,972	5.9
15 to 19 years ………………	5,212	7.0	239,710	6.6
20 to 24 years ………………	6,927	9.3	238,387	6.6
25 to 34 years ………………	11,831	15.9	454,892	12.6
35 to 44 years ………………	9,313	12.5	460,916	12.7
45 to 54 years ………………	8,033	10.8	453,917	12.5
55 to 59 years ………………	4,255	5.7	256,068	7.1
60 to 64 years ………………	3,998	5.4	258,234	7.1
65 to 74 years ………………	6,607	8.9	386,232	10.7
75 to 84 years ………………	3,058	4.1	196,373	5.4
85 years and over …………	1,139	1.5	87,952	2.4
***Total*……………………**	74,223	100.0%	3,624,508	100.0%
Median Age (Years)……….	34.3		41.1	

Source: American Community Survey 2020-2024.

Income Distribution

	City of New Britain		State of Connecticut	
Income	**Families**	**Percent**	**Families**	**Percent**
$ 0 - $ 9,999……………………	993	6.0%	24,004	2.6%
10,000 - 14,999…………………	321	1.9	12,584	1.4
15,000 - 24,999…………………	1,301	7.9	27,285	3.0
25,000 - 34,999…………………	1,255	7.6	33,429	3.6
35,000 - 49,999…………………	1,811	10.9	59,826	6.5
50,000 - 74,999…………………	2,442	14.7	106,611	11.6
75,000 - 99,999…………………	2,889	17.4	106,893	11.6
100,000 - 149,999………………	2,765	16.7	182,785	19.8
150,000 - 199,999………………	1,629	9.8	131,310	14.3
200,000 and over………………	1,163	7.0	236,661	25.7
***Total*…………………………**	16,569	100.0%	921,388	100.0%

Source: American Community Survey 2020-2024.

Income Levels

	City of New Britain	State of Connecticut
Per Capita Income, 2024…………………………..	$ 31,171	$ 55,915
Median Family Income, 2024……………………..	$ 76,628	$ 122,706
Percent Below Poverty (Families), 2024……….	14.40%	6.90%

Source: American Community Survey 2020-2024.

Educational Attainment
(Years of School Completed Age 25 and Over)

	City of New Britain		State of Connecticut	
	Number	Percent	Number	Percent
Less than 9th grade………………………..	3,698	7.7%	101,458	4.0%
9th to 12th grade………………………….	4,268	8.8	114,887	4.5
High School graduate……………………	17,662	36.6	647,192	25.3
Some college, no degree…………………..	9,100	18.9	410,903	16.1
Associate's degree ………………………	4,044	8.4	195,081	7.6
Bachelor's degree………………………..	5,626	11.7	595,631	23.3
Graduate or professional degree………..	3,836	8.0	489,432	19.2
***Total*……………………………………**	48,234	100.0%	2,554,584	100.0%
Total high school graduate or higher (%)…………….		83.5%		91.5%
Total bachelor's degree or higher (%)………………….		19.6%		42.5%

Source: American Community Survey 2020-2024.

Employment Data

	City of New Britain		Percentage Unemployed		
Period	Employed	Unemployed	City of New Britain	Hartford Labor Market	State of Connecticut
June 2026………….	34,638	2,473	6.7	4.9	4.9
Annual Average					
2025…………….	35,488	2,059	5.5	4.0	3.9
2024…………….	34,822	1,825	5.0	3.5	3.5
2023…………….	34,382	1,776	4.9	3.7	3.7
2022…………….	34,429	2,110	5.8	4.1	4.1
2021…………….	33,108	3,543	9.7	6.3	6.6
2020…………….	37,174	4,017	10.8	7.7	7.3
2019…………….	35,083	1,953	5.3	3.8	3.7
2018…………….	36,815	2,059	5.6	4.1	4.1
2017…………….	34,630	2,357	6.4	4.7	4.7
2016…………….	34,402	1,898	5.2	3.7	5.3

Source: State of Connecticut, Department of Labor.

Employment by Industry

Sector	City of New Britain Number	City of New Britain Percent	State of Connecticut Number	State of Connecticut Percent
Agriculture, forestry, fishing and hunting, and mining	66	0.2%	7,132	0.4%
Construction	2,049	5.6	113,006	6.1
Manufacturing	4,534	12.5	198,526	10.7
Wholesale trade	690	1.9	35,592	1.9
Retail trade	4,537	12.5	192,698	10.4
Transportation warehousing, and utilities	2,621	7.2	87,076	4.7
Information	334	0.9	37,488	2.0
Finance, insurance, real estate, and leasing	2,469	6.8	161,226	8.7
Professional, scientific, management, administrative, and waste management	2,895	8.0	228,229	12.3
Education, health and social services	9,355	25.7	496,559	26.8
Arts, entertainment, recreation, accommodation and food services	3,342	9.2	143,851	7.8
Other services (except public admin.)	1,930	5.3	80,617	4.4
Public Administration	1,525	4.2	67,864	3.7
Total Labor Force, Employed	36,347	100%	1,849,864	100.0%

Source: American Community Survey 2020-2024.

Major Employers
As of June 2026

Employer	Type of Business	Number of Employees
Hospital of Central CT	Hospital	2,979
Central CT State University	University	2,850
City of New Britain	Municipality	2,092
Hospital for Special Care	Hospital	1,300
Rich Products	Manufacturing	386
Starling Physicians	Healthcare	329
CMHA	Medical	325
Stanley-Black & Decker	Manufacturing	302
Creed Monarch	Medical	274
Guida’s	Manufacturing	258

Source: City of New Britain, Economic Development.

Building Permits

Fiscal Year	Residential		Commercial / Industrial		Total	
Ending 6/30	Number	Value	Number	Value	Number	Value
2026 [1]	1,868	$ 25,545,752	871	$ 63,084,900	2,739	$ 88,630,652
2025	2,097	27,711,969	1,002	90,273,956	3,099	117,985,925
2024	2,089	25,847,091	1,001	149,910,707	3,090	175,757,798
2023	1,933	23,421,248	831	65,720,977	2,764	89,142,225
2022	1,796	17,995,550	797	73,476,706	2,593	91,472,256
2021	1,833	20,409,253	345	45,269,368	2,178	65,678,621
2020	1,062	50,918,979	26	3,377,014	1,088	54,295,993
2019	1,086	38,192,568	6	405,370	1,092	38,597,938
2018	1,159	24,400,229	17	1,922,200	1,176	26,322,429
2017	953	16,205,113	8	37,690,575	961	53,895,688

[1] *As of March 31, 2026.*

Source: City of New Britain, Building Department.

Housing Unit Inventory

	City of New Britain		State of Connecticut	
Housing Units	**Units**	**Percent**	**Units**	**Percent**
1-unit, detached…………………..	10,343	32.3%	902,771	58.6%
1-unit, attached……………………	1,595	5.0	99,493	6.5
2 units……………………………	5,311	16.6	115,211	7.5
3 or 4 units………………………	5,980	18.6	125,486	8.1
5 to 9 units………………………	2,884	9.0	76,014	4.9
10 to 19 units……………………	1,640	5.1	54,675	3.5
20 or more units………………..	4,166	13.0	156,730	10.2
Mobile home……………………	58	0.2	10,890	0.7
Boat, RV, van, etc………………	88	0.3	552	0.0
Total Inventory………………	32,065	100.0%	1,541,822	100.0%

Source: American Community Survey 2020-2024.

Owner Occupied Housing Values

	City of New Britain		State of Connecticut	
Specified Owner-Occupied Units	**Number**	**Percent**	**Number**	**Percent**
Less than $50,000………………………	514	3.9%	23,262	2.4%
$50,000 to $99,000………………………	543	4.2	14,209	1.5
$100,000 to $149,999……………………	996	7.6	31,134	3.3
$150,000 to $199,000……………………	2,976	22.8	65,851	6.9
$200,000 to $299,999……………………	5,404	41.4	205,349	21.5
$300,000 to $499,999……………………	2,467	18.9	350,277	36.8
$500,000 to $999,999……………………	138	1.1	197,853	20.8
$1,000,000 or more……………………	16	0.1	65,054	6.8
Total…………………………………	13,054	100.0%	952,989	100.0%
Median Value…………………………	$223,600		$366,900	

Source: American Community Survey 2020-2024.

Age Distribution of Housing

	City of New Britain		State of Connecticut	
Year Built	**Units**	**Percent**	**Units**	**Percent**
1939 or earlier…………………………	9,533	29.7%	311,584	20.2%
1940 to 1969…………………………	13,450	41.9	514,365	33.4
1970 to 1979…………………………	3,597	11.2	210,797	13.7
1980 to 1989…………………………	3,128	9.8	199,083	12.9
1990 to 1999…………………………	911	2.8	115,803	7.5
2000 or 2009…………………………	590	1.8	109,783	7.1
2010 or later…………………………	856	2.7	80,407	5.2
Total Housing Units………………	32,065	100.0%	1,541,822	100.0%

Source: American Community Survey 2020-2024.

Housing Vacancy Rates

	City of New Britain		State of Connecticut	
Housing Units	**Units**	**Percent**	**Units**	**Percent**
Occupied Housing Units …………	28,974	90.4%	1,434,007	93.0%
Vacant Housing Units …………….	3,091	9.6%	107,815	7.0%
Total Units ………………………	32,065	100.0%	1,541,822	100.0%

Homeowner Vacancy Rate ……………………….	0.8	0.8
Rental Vacancy Rate ………………………………	6.9	4.3

Source: American Community Survey 2020-2024.

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IV. Tax Base Data

Property Tax Assessment

Section 12-62 et. seq. of the Connecticut General Statutes governs real property assessments and establish the revaluation cycle for Connecticut municipalities of a revaluation every five years and, generally, a full inspection, including measuring or verifying the exterior dimensions of a building and entering and examining the interior of the building, once every ten years. Section 12-62 also imposes a penalty on municipalities that fail to effect revaluations as required, with certain exceptions. Municipalities may choose to phase-in real property assessment increases resulting from a revaluation over a period of up to five years. The maintenance of an equitable tax base by locating and appraising all real and personal property within the City for inclusion on the Grand List is the responsibility of the Assessor's Office. The Grand List represents the total assessed values for all taxable and tax exempt real estate, taxable personal property, and motor vehicles located within the City as of October 1. Assessments for real and personal property are computed at seventy percent (70%) of the market value at the time of last revaluation, and assessments for motor vehicles are computed at 70% of the annual approval of Motor Vehicles by the Office of Policy and Management. Grand List information is used by municipalities to set the mill rate which in turn becomes the basis for the City's annual tax levy. Any property owner may seek to appeal its assessment by filing a written appeal to a City's Board of Assessment Appeals. The Board of Assessment Appeals elects to hear such appeals and determines whether adjustments to the Assessor's list relating to assessments under appeal are warranted. Under Connecticut law, taxpayers who are dissatisfied with a decision by a City's Board of Assessment Appeals may appeal the decision to the Connecticut Superior Court. The City's last revaluation was completed October 1, 2022 (commencing tax fiscal year 2023-2024). The City next revaluation is scheduled for October 1, 2027. See "Net Taxable Grand List" herein.

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

All personal property (furniture, fixtures, equipment, and machinery) is revalued annually. An Assessor's check and audit is completed periodically.

Motor vehicle lists are furnished to the City by the State of Connecticut, and appraisals of motor vehicles are taken from the National Automobile Dealers Association pricing schedules as of October 1 of each year. This list is promulgated by the Committee of Connecticut Assessors and approved by the State Commissioner of the Department of Revenue Services. Section 12-71b of the Connecticut General Statutes provides that motor vehicles which are registered with the Commissioner of Motor Vehicles after the October 1 assessment date but before the next August 1 are subject to a property tax as if the motor vehicle had been included on the October grand list. The tax is not due until January 1, a year and three months after the grand list date.

Motor Vehicle Property Tax Cap: Connecticut General Statutes Section 12-71e creates a cap on the local property tax mill rate for motor vehicles. For the assessment year October 1, 2021 (the fiscal year ending June 30, 2023), and each assessment year thereafter, the mill rate for motor vehicles shall not exceed 32.46 mills. No district or borough may set a motor vehicle mill rate that if combined with the motor vehicle mill rate of the town or city in which such district or borough is located would result in a combined motor vehicle mill rate in excess of these mill rate caps. The City's mill rate for motor vehicles for the fiscal year ending June 30, 2027 is 32.46 mills.

For the fiscal year ending June 30, 2025, and each fiscal year thereafter, motor vehicle property tax grants to municipalities that impose mill rates on real property and personal property other than motor vehicles greater than 32.46 mills or that, when combined with the mill rate of any district located within the municipality, impose mill rates greater than 32.46 mills, shall be made in an amount equal to the difference between the amount of property taxes levied by the municipality and any district located within the municipality on motor vehicles for the assessment year October 1, 2021, and the amount such levy would have been if the mill rate on motor vehicles for that assessment year was 32.46 mills.

Property Tax Levy and Collection

Property taxes are levied on all taxable assessed property on the Grand List of October 1 prior to the beginning of each fiscal year. Real and personal property taxes are generally payable in two installments on July 1 and January 1, except that real and personal property taxes under $200 are payable in one installment on July 1. Motor vehicle tax bills are payable in July and motor vehicle supplemental bills are payable in January. A margin against delinquencies, legal reductions, and Grand List adjustments, such as Assessor errors, is provided by adjusting the Grand List downward when computing anticipated property tax revenue from the current levy. An estimate for delinquent taxes and outstanding interest and lien fees anticipated to be collected during the fiscal year is normally included as a revenue item in the budget. Delinquent taxes are billed at least four times a year with interest charged at the rate of one and one-half percent per month with a minimum charge of $2. In accordance with State law, the oldest outstanding tax is collected first. Outstanding real estate tax accounts are automatically liened each year prior to June 30 with legal demands and alias tax warrants used in the collection of personal property and motor vehicle tax bills. Delinquent motor vehicle and personal property tax accounts are transferred to a suspense account when collection appears unlikely at which time they cease to be carried as receivables by the City, although they remain collectible. Tax accounts unpaid fifteen years after the due date are not collectible in accordance with State statutes.

Property Tax Collections

(In Thousands)

					Uncollected	
Fiscal Year Ended 6/30	Net Taxable Grand List	Tax Rate (Mills)	Adjusted Tax Levy	Percent Annual Levy Collected at End of Fiscal Year	Percent Annual Levy Uncollected at End of Fiscal Year	Percent of Annual Levy Uncollected As of 6/30/25
2026 [1]	$ 3,925,065	39.18	$ 150,281		*In Collection*	
2025	3,937,567	39.59	153,617	96.33%	3.67%	3.67%
2024	3,962,159	38.28	149,465	96.46	3.54	1.87
2023	2,820,128	49.50	133,500	96.43	3.57	1.27
2022	2,715,771	49.50	134,716	95.88	4.12	0.93
2021	2,684,802	50.50	135,125	96.39	3.61	0.77
2020	2,685,165	50.50	134,451	96.37	3.63	0.69
2019	2,654,079	50.50	133,608	96.46	3.54	0.67
2018	2,505,183	50.50	123,675	96.62	3.38	0.63
2017	2,481,436	50.50	122,530	97.24	2.76	0.57

[1] *Subject to audit.*

Source: City of New Britain, Tax Collector's Office and City's Audit Reports.

Exempt Property

Public	As of 10/1/25 [1]
City of New Britain	$ 644,039,270
State of Connecticut	130,307,030
State of Connecticut (Education)	697,665,360
Federal	4,022,480
City of Hartford	440,440
New Britain Housing Authority	33,800,410
Total Publicly Owned	$ 1,510,274,990
Total Privately Owned	$ 750,619,343
Total Exempt Property	$ 2,260,894,333
Percent Net Taxable Grand List	56.18%

[1] *Based on Net Taxable Grand List of October 1, 2025 of $4,024,281,000.*

Source: City of New Britain, Assessor's Office.

Principal Taxpayers

Name of Taxpayer	Nature of Business	Taxable Valuation	Percent of Net Taxable Grand List[1]
Connecticut Light & Power…………..	Utility	$ 101,906,910	2.53%
Pebblebrook Apartments, LLC……….	Apartments	34,132,070	0.85%
Conn Natural Gas Corp………………..	Utility	21,387,250	0.53%
Corwest Plaza Power LLC…………….	Retail	17,357,550	0.43%
Jubilee Equities, LLC………………….	Apartments	15,730,280	0.39%
Costco Wholesale Corporation………	Retail	15,485,780	0.38%
Ellis Street Mill LLC………………….	Apartments	14,713,650	0.37%
Corbin Pinnacle LLC………………….	Apartments	14,598,320	0.36%
Paramount Plaza at New Brite LLC…..	Retail	12,950,000	0.32%
MTP-1 Celebration Foods LLC……….	Industrial	12,499,350	0.31%
Total ………………………………………………………………		$ 260,761,160	6.47%

[1] *Based on Net Taxable Grand List of October 1, 2025 of $4,024,281,000.*

Source: City of New Britain, Assessor's Office.

Comparative Assessed Valuations of Taxable Property

(In Thousands)

Grand List as of 10/1	Residential Real Property (%)	Commercial & Industrial Real Property (%)	Other Real Property (%)	Motor Vehicles (%)	Personal Property (%)	Gross Taxable Grand List	Exemptions Veterans Relief and Elderly	Net Taxable Grand List
2025	55.6	22.3	0.5	10.7	10.9	$ 4,290,567	$ 266,286	$ 4,024,281
2024	56.9	22.6	0.5	9.4	10.7	4,185,976	260,911	3,925,065
2023	56.8	22.3	0.5	10.6	9.8	4,175,774	238,207	3,937,567
2022 [1]	57.2	22.5	0.5	11.2	8.6	4,145,507	183,348	3,962,159
2021	51.4	22.3	0.4	14.1	11.8	3,001,985	181,857	2,820,128
2020	53.1	23.0	0.4	11.4	12.1	2,895,384	179,613	2,715,771
2019	53.7	23.1	0.5	10.9	11.8	2,853,742	168,940	2,684,802
2018	53.5	23.4	0.4	10.5	12.1	2,851,416	166,251	2,685,165
2017 [1]	54.2	23.9	0.4	10.6	10.9	2,813,175	159,096	2,654,079
2016	54.8	23.0	0.5	11.1	10.7	2,647,301	142,118	2,505,183

[1] *Revaluation.*

Source: City of New Britain, Assessor's Office.

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V. Debt Summary

Long-Term Bonded Debt [1]
As of September 10, 2026
(Pro Forma)

Date	Purpose	Interest Rate %	Outstanding [2]	Final Maturity
4/1/2008	2008A Series……………………	4.75	$ 1,060,000	4/1/2028
4/1/2008	2008B Series……………………	4.75	2,860,000	4/1/2034
3/26/2015	2015 Series A…………………	3.625 – 5.000	5,665,000	3/1/2035
3/15/2017	2017 Series C…………………	5.00	41,740,000	3/1/2037
5/31/2018	2018 Series……………………	4.032 – 4.350	91,495,000	3/1/2039
12/20/2018	2018 Series B…………………	3.250 – 5.250	11,150,000	9/1/2038
12/20/2018	2018 Series C…………………	3.750 – 5.250	1,915,000	9/1/2038
12/19/2019	2019 Series……………………	2.500 – 5.00	6,705,000	9/1/2044
8/27/2020	Series 2020A…………………	3.00	21,315,000	9/1/2044
8/27/2020	Series 2020B…………………	0.891 – 3.250	33,900,000	9/1/2042
6/15/2022	Series 2022A…………………	5.00	29,560,000	3/1/2047
6/15/2022	Series 2022B…………………	4.00	7,495,000	3/1/2047
6/15/2022	Series 2022C…………………	5.33	28,725,000	3/1/2047
	Sub-Total …………………………………………		$ 283,585,000	
The Bonds (This Issue)				
09/10/26	Public Improvements …………	*tbd*	$ 7,485,000	9/1/2046
09/10/26	Schools ………………………	*tbd*	12,315,000	9/1/2046
09/10/26	Sewers ………………………	*tbd*	2,000,000	9/1/2046
	Total This Issue …………………………………		$ 21,800,000	
	Grand Total ……………………………………		$ 305,385,000	

[1] *This chart does not include other indebtedness of the City. See "Overlapping/Underlying Debt" and "Clean Water Fund Program" herein.*

[2] *Outstanding Debt Service shown is as of June 30, 2026.*

Short Term Debt
As of September 10, 2026
(Pro-Forma)

Project	Authorized	Maturing Notes Due: 9/10/2026	This Issue: Notes Due: 9/9/2027
Public Improvements			
2025 Capital Improvements (36765-1)………………………………	$ 2,725,000	$ 1,625,000	-
Education			
City Schools Improvements (34738-1)………………………………	$ 57,000,000	$ 4,355,000	-
Holmes School (36074-1)……………………………………………	70,000,000	33,220,000	$ 24,970,000
2025 School Projects (36761-1)……………………………………	157,500,000	9,800,000	70,435,000
Total …………………………………………………………………	$ 287,225,000	$ 49,000,000	$ 95,405,000

Annual Bonded Debt Maturity Schedule [1]
As of September 10, 2026
(Pro Forma)

Fiscal Year	Existing Debt [2] Principal	Existing Debt [2] Interest	Existing Debt [2] Total	Pro-forma This Issue: School	Pro-forma This Issue: Gen. Purp.	Pro-forma This Issue: Sewer	Pro-forma This Issue: Total	Total Principal	Cumulative Principal Retired (%)
2027	$ 12,400,000	$ 12,355,089	$ 24,755,089	$ -	$ -	$ -	$ -	$ 12,400,000	4.1
2028	12,565,000	11,848,502	24,413,502	620,000	375,000	100,000	1,095,000	13,660,000	8.5
2029	12,795,000	11,262,926	24,057,926	620,000	375,000	100,000	1,095,000	13,890,000	13.1
2030	13,075,000	10,645,510	23,720,510	620,000	375,000	100,000	1,095,000	14,170,000	17.7
2031	13,250,000	10,027,704	23,277,704	615,000	375,000	100,000	1,090,000	14,340,000	22.4
2032	13,395,000	9,444,988	22,839,988	615,000	375,000	100,000	1,090,000	14,485,000	27.2
2033	13,570,000	8,831,981	22,401,981	615,000	375,000	100,000	1,090,000	14,660,000	32.0
2034	13,750,000	8,204,432	21,954,432	615,000	375,000	100,000	1,090,000	14,840,000	36.8
2035	14,050,000	7,527,284	21,577,284	615,000	375,000	100,000	1,090,000	15,140,000	41.8
2036	14,210,000	6,906,219	21,116,219	615,000	375,000	100,000	1,090,000	15,300,000	46.8
2037	14,400,000	6,249,636	20,649,636	615,000	375,000	100,000	1,090,000	15,490,000	51.9
2038	14,260,000	5,522,554	19,782,554	615,000	375,000	100,000	1,090,000	15,350,000	56.9
2039	13,875,000	4,898,792	18,773,792	615,000	375,000	100,000	1,090,000	14,965,000	61.8
2040	13,960,000	4,184,420	18,144,420	615,000	375,000	100,000	1,090,000	15,050,000	66.7
2041	13,835,000	3,679,108	17,514,108	615,000	375,000	100,000	1,090,000	14,925,000	71.6
2042	13,705,000	3,170,919	16,875,919	615,000	375,000	100,000	1,090,000	14,795,000	76.4
2043	13,575,000	2,667,264	16,242,264	615,000	375,000	100,000	1,090,000	14,665,000	81.2
2044	13,435,000	2,170,482	15,605,482	615,000	375,000	100,000	1,090,000	14,525,000	86.0
2045	13,300,000	1,672,307	14,972,307	615,000	370,000	100,000	1,085,000	14,385,000	90.7
2046	13,060,000	1,281,714	14,341,714	615,000	370,000	100,000	1,085,000	14,145,000	95.3
2047	13,120,000	592,403	13,712,403	615,000	370,000	100,000	1,085,000	14,205,000	100.0
Total	$ 283,585,000	$ 133,144,232	$ 416,729,232	$ 12,315,000	$ 7,485,000	$ 2,000,000	$ 21,800,000	$ 305,385,000	

[1] *This chart does not include other indebtedness of the City. See "Overlapping/Underlying Debt" and "Clean Water Fund Program" herein.*

[2] *Outstanding Debt Service shown is as of June 30, 2026.*

Overlapping/Underlying Debt

The City, along with the Towns of Berlin, Cromwell and Middletown, is a member of the Mattabassett District (the "District"), a regional sewer authority, which was organized under a special act of the 1961 session of the Connecticut General Assembly. The four constituent municipalities approved the District's charter dated October, 1968. The function of the District is to operate and maintain a water pollution control system. The District is governed by a District Board composed of twelve members appointed by the constituent municipalities.

The Mattabassett District has outstanding $83.428 million Interim Funding Obligation ("IFO") issued under the State of Connecticut's Clean Water Revolving Fund Program in connection with the design and construction of a Waste Water Pollution Control Facility Nitrogen Upgrade Project. As a member of the Mattabassett District, the City is assessed a pro-rata share of 34.09% of the District's debt, which is reflected as overlapping debt. As of June 30, 2025, $36.615 million has been drawn upon and $12.482 million represents the City's share of the IFO as of that date.

THE CITY HAS NEVER DEFAULTED IN THE PAYMENT OF PRINCIPAL OR INTEREST ON ITS BONDS OR NOTES.

Debt Statement
As of September 10, 2026
(Pro Forma)

Long-Term Debt Outstanding: [1,2]		
Public Improvement (Includes the Bonds)	$	234,657,559
Schools (Includes the Bonds)		67,142,364
Sewer (Includes the Bonds)		2,000,000
Water		1,585,077
Total Long-Term Debt		305,385,000
Short-Term Debt *(The Notes - This Issue)*		95,405,000
Total Direct Debt		400,790,000
Overlapping / Underlying Debt (Mattabassett District as of 6/30/2025)		12,482,000
Total Overall Debt		413,272,000
Total Overall Net Debt	$	413,272,000

[1] *This chart does not include other indebtedness of the City. See "Clean Water Fund Program" herein.*

[2] *Outstanding Debt Service shown is as of June 30, 2026.*

Current Debt Ratios
As of September 10, 2026
(Pro Forma)

Population [3]	74,223
Net Taxable Grand List (10/1/25)	$4,024,281,000
Estimated Full Value (70%)	$5,748,972,857
Equalized Net Taxable Grand List (10/1/23) [2]	$7,381,187,294
Income per Capita (2020) [3]	$24,702
Income per Capita (2024) [1]	$31,171

	Total Overall Debt $413,272,000	***Total Overall Net Debt $413,272,000***
Per Capita	$5,567.98	$5,567.98
Ratio to Net Taxable Grand List	10.27%	10.27%
Ratio to Estimated Full Value	7.19%	7.19%
Ratio to Equalized Grand List	5.60%	5.60%
Debt per Capita to Income per Capita 2020	22.54%	22.54%
Debt per Capita to Income per Capita 2024	17.86%	17.86%

[1] *U.S. Census Bureau, American Community Survey, 2020-2024.*

[2] *Office of Policy and Management, State of Connecticut.*

[3] *U.S. Department of Commerce Bureau of the Census.*

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Clean Water Fund Program

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

The CWF Program includes a drinking water component. Eligible drinking water projects receive State loans from the Drinking Water State Revolving Fund ("DWSRF") established pursuant to the CWF, which bear interest at no more than one-half of the average net interest cost incurred by the State's previous similar bond issue. State water grant funding is not generally available; however the State administers federal grant funding such as the Long Island Sound Restoration Act ("LISRA") and American Recovery and Reinvestment Act ("ARRA") through the DWSRF.

CWF and DWSRF loans are made pursuant to Project Grant and Project Loan Agreements ("Loan Agreements"). Construction costs are funded with temporary draw down loans called Interim Funding Obligations ("IFO"), which enables municipalities to borrow only what is required for project costs. The IFO is permanently financed through the issuance of a Project Loan Obligation ("PLO") at the conclusion of the project. IFOs and PLOs are secured by either the full faith and credit of the municipality and/or a dedicated source of revenue.

The City issued PLOs to the State of Connecticut. Below are the amounts outstanding as of July 31, 2026:

Project	*Issuance of PLO*	*Amount*
DWSRF 2015-7038……….	April, 2017	$ 1,473,317
DWSRF 2018-7066……….	May, 2020	578,544
DWSRF 2022-7099……….	May, 2023	519,598
DWSRF 2022-7100……….	October, 2023	1,448,202
DWSRF 2022-7108……….	May, 2024	1,150,334
DWSRF 2024-5003……….	July, 2026	558,670
***Total*……………………………………………**		$ 5,728,665

Amortization of each loan is required to begin one year from the earlier of the scheduled completion date specified in the Loan Agreement or the actual project completion date. The final maturity of each PLO is twenty years from the scheduled completion date. Principal and interest payments are made (1) in equal monthly installments commencing one month after the scheduled completion date, or (2) in single annual installments representing 1/20 of the total principal and accrued interest thereon not later than one year from the scheduled completion date specified in the Loan Agreement and repayable thereafter in monthly installments. Borrowers may elect to make level debt service payments or level principal payments.

Temporary Financing

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

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

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

Authority to Incur Debt

The City is authorized to issue bonds or notes as provided in Article XII of the City Charter and the Connecticut General Statutes. The Mayor recommends bond authorizations to the Standing Bonding Subcommittee of the Committee on Administration, Finance and Law and Public Services (the "Bonding Committee"). The Bonding Committee consists of nine Common Council Members and two Board of Finance and Taxation members. Once approved by the Bonding Committee, the recommended bond authorization is presented to the Common Council at a Special Meeting. A two-thirds vote of the members of the Common Council (present and absent) is required to approve bonding authorizations. The Mayor must then approve the bonds. If the Mayor disapproves, then two-thirds of the Common Council must again pass the resolution. If the Mayor fails to approve it in ten days, then the resolution is approved, as if the Mayor had approved it.

Statement of Statutory Debt Limitation
As of September 10, 2026
(Pro Forma)

Total Tax Collections (including interest and lien fees) for the year ended June 30, 2025 ………………………	$ 216,111,199
Reimbursement for Revenue Loss On:	
Tax relief for elderly freeze**……………………………………………………………………………**	-
Base for Debt Limitation Computation**……………………………………………………………………**	$ 216,111,199

Debt Limitation:	***General Purposes***	***Schools***	***Sewers***	***Urban Renewal***	***Past Pension***
2 1/4 times base …………………………………	$ 486,250,198	-	-	-	-
4 1/2 times base …………………………………	-	$ 972,500,396	-	-	-
3 3/4 times base …………………………………	-	-	$ 810,416,996	-	-
3 1/4 times base …………………………………	-	-	-	$ 702,361,397	-
3 times base ……………………………………	-	-	-	-	$ 648,333,597
Total Debt Limitation ……………………	486,250,198	972,500,396	810,416,996	702,361,397	648,333,597
Less Indebtedness: [1, 2, 3]					
Outstanding Bonds ……………………………	227,172,559	54,827,364	-	-	-
Bonds: *This Issue* ……………………………	7,485,000	12,315,000	2,000,000	-	-
Notes: *This Issue* ……………………………	-	95,405,000	-	-	-
Authorized But Unissued Debt ………………	66,240,872	105,015,558	4,459,354	-	-
Total Indebtedness ……………………	300,898,431	267,562,922	6,459,354	-	-
Less: School Grants Receivable ……………	-	-	-	-	-
Net Debt for Calculation of Debt Limitation…	300,898,431	267,562,922	6,459,354	-	-
Debt Limitation in Excess of Outstanding And Authorized Debt ………	$ 185,351,767	$ 704,937,474	$ 803,957,642	$ 702,361,397	$ 648,333,597

[1] *Outstanding Debt Service shown is as of June 30, 2026.*

[2] *Water assessment debt is excludable from the calculation of debt limitation as allowed by Connecticut General Statutes. Excluded from above is $1,585,077 of outstanding water bonds.*

[3] *This chart does not include other indebtedness of the City. See "Overlapping/Underlying Debt" and "Clean Water Fund Program" herein.*

Note: In no case shall total indebtedness exceed seven times the annual receipts from taxation or $1,512,778,393.

Authorized but Unissued Debt
As of September 10, 2026
(Pro Forma)

Project	Amount Authorized	Previously Bonded, Paid-down, or Funded by Other Sources	Maturing Notes Due: 9/10/2026	This Issue: The Bonds	This Issue: Notes Due: 9/9/2027	Authorized But Unissued Debt
Public Improvements						
Arch Street Improvement (32385-1)……………………………….	$ 1,200,000	$ 345,000	$ -	$ 740,000	$ -	$ 115,000
Elam Street Water Project (32576-1)………………………………	5,395,000	3,222,355	-	-	-	2,172,645
Water Treatment Facility (33392-1)………………………………	1,283,000	1,031,349	-	-	-	251,651
Water Treatment Facility (35119-1)………………………………	25,800,000	4,852,627	-	-	-	20,947,373
2023 Capital Improvements (36075-1)……………………………	5,700,000	-	-	5,120,000	-	580,000
Lead Service Line Inventory Replacement Program (36466-1)…	2,500,000	2,325,797	-	-	-	174,203
White Bridge Waterworks Facility (36763-1)……………………	40,900,000	-	-	-	-	40,900,000
2025 Capital Improvements (36765-1)……………………………	2,725,000	-	1,625,000	1,625,000	-	1,100,000
Sewers						
Sewer I&I (26189-5)…………………………………………………	$ 17,775,000	$ 13,315,646	$ -	$ -	$ -	$ 4,459,354
Allen St Sewer (36806-1)……………………………………………	2,000,000	-	-	2,000,000	-	-
Education						
Gaffney Elementary School (32372-3)……………………………	$ 30,000,000	$ 27,500,766	$ -	$ -	$ -	$ 2,499,234
Smalley Academy (33528-3)…………………………………………	48,000,000	40,015,262	-	-	-	7,984,738
City Schools Improvements (34738-1)……………………………	57,000,000	48,625,005	4,355,000	2,000,000	-	6,374,995
Holmes School (36074-1)……………………………………………	70,000,000	32,079,819	33,220,000	8,250,000	24,970,000	4,700,181
2025 School Projects (36761-1)……………………………………	157,500,000	1,543,590	9,800,000	2,065,000	70,435,000	83,456,410
Total ………………………………………………………………	$ 467,778,000	$ 174,857,216	$ 49,000,000	$ 21,800,000	$ 95,405,000	$ 175,715,784

Ratio of Net Long-Term Debt to Valuation, Population, and Income

Fiscal Year Ended 6/30	Grand List 10/1	Net Assessed Value (000's Omitted)	Estimated Full Value (000's Omitted)	Net Long-Term Debt [1]	Ratio of Net Long-Term Debt to Assessed Value (%)	Ratio of Net Long-Term Debt to Estimated Acutal Value (%)	Population [2]	Net Long-Term Debt Per Capita	Ratio of Net Long-Term Debt Per Capita to Per Capita Income (%) [3]
2026 [4]	2024	$ 3,925,065	$ 5,607,236	$ 282,000,000	7.18	5.03	74,223	3,799	12.19
2025	2023	3,937,567	5,625,096	294,185,000	7.47	5.23	74,223	3,964	12.72
2024	2022	3,962,159	5,660,227	306,050,000	7.72	5.41	74,223	4,123	13.23
2023	2021	2,820,128	4,028,754	314,555,000	11.15	7.81	74,223	4,238	13.60
2022	2020	2,715,771	3,879,673	323,490,000	11.91	8.34	74,223	4,358	13.98

[1] *Long-Term debt less school building construction grants receivable.*

[2] *U.S. Census Bureau, American Community Survey, 2020-2024.*

[3] *U.S. Census Bureau, American Community Survey, 2020-2024: Income Per Capita $31,171.*

[4] *Subject to audit.*

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Ratio of Annual Debt Service to Total General Fund Expenditures

Fiscal Year Ended 6/30	*Total Debt Service*	*Total General Fund Expenditures* [1]	*Ratio of Total Debt Service Expenditures To Total General Fund Expenditures*
2026 [2]	$ 26,053,783	$ 301,025,952	8.65%
2025	25,217,000	299,183,000	8.43%
2024	22,201,000	299,307,000	7.42%
2023	21,973,000	282,033,000	7.79%
2022	17,666,000	266,047,000	6.64%
2021	16,352,000	259,317,000	6.31%

[1] *Includes transfers out.*

[2] *Subject to audit.*

Source: City of New Britain, Finance Office.

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VI. Financial Information

The General Fund revenues, expenditures, and changes in fund balance for the fiscal years ending June 30, 2022 through 2025 have been derived from audited financial statements. The adopted budget for Fiscal Year 2026 and the adopted budget for Fiscal Year 2027 is provided by the City. The financial information presented herein is the responsibility of the City of New Britain's management.

General Fund Revenues, Expenditures and Changes in Fund Balance

Revenues:	Adopted Budget 2026-27 [1,2]	Adopted Budget 2025-26 [1,2]	Actual 2024-25	Actual 2023-24	Actual 2022-23	Actual 2021-22
Property Taxes	$ 157,920,768	$ 153,570,396	$ 155,379,000	$ 151,243,000	$ 135,167,000	$ 135,977,000
Intergovernmental	115,087,604	97,173,795	128,617,000	131,065,000	125,219,000	114,578,000
Charges for Services	11,269,700	10,662,119	11,839,000	13,261,000	11,033,000	11,561,000
Investment Income	2,000,000	2,500,000	5,868,000	5,912,000	2,524,000	227,000
Miscellaneous	100,000	100,000	411,000	2,113,000	469,000	1,564,000
Transfers from Other Funds	-	-	-	-	-	-
Total Revenues	286,378,072	264,006,310	302,114,000	303,594,000	274,412,000	263,907,000
Expenditures:						
General Government	33,336,725	28,696,215	11,483,000	11,197,000	9,906,000	8,905,000
Public Safety	60,924,846	61,338,881	69,645,000	68,004,000	64,681,000	59,968,000
Public Works	16,434,062	15,981,083	18,120,000	16,685,000	15,982,000	15,162,000
Health & Welfare	2,721,457	2,597,372	3,650,000	3,611,000	3,148,000	2,903,000
Education	142,912,020	131,251,665	160,893,000	163,081,000	156,843,000	150,169,000
Parks and Recreation	7,263,558	7,102,249	9,730,000	9,201,000	8,832,000	8,040,000
Debt & Sundry	24,667,343	26,053,783	25,217,000	22,201,000	21,973,000	17,666,000
Capital Outlay	564,443	-	-	958,000	-	-
Total Expenditures	288,824,454	273,021,248	298,738,000	294,938,000	281,365,000	262,813,000
Revenues over (under) expenditures	(2,446,382)	(9,014,938)	3,376,000	8,656,000	(6,953,000)	1,094,000
Other Financing Sources Uses:						
Capital Lease	-	-	-	-	-	-
Subscription Issuance	-	-	-	-	-	-
Operating Transfers In	2,786,724	2,636,920	2,698,000	5,561,000	8,372,000	2,344,000
Operating Transfers (Out)	(340,342)	(472,704)	(445,000)	(4,369,000)	(668,000)	(3,234,000)
Total other Financing Sources (uses)	2,446,382	2,164,216	2,253,000	1,192,000	7,704,000	(890,000)
Revenues and other financing sources over (under) expenditures and other financing uses	n/a	n/a	5,629,000	9,848,000	751,000	204,000
Fund Balance, *beginning*	n/a	40,564,000	34,935,000	25,087,000	24,336,000	24,132,000
Fund Balance, *ending*	n/a	n/a	$ 40,564,000	$ 34,935,000	$ 25,087,000	$ 24,336,000

[1] *Budgetary basis.*

[2] *Subject to audit.*

Analysis of General Fund Equity

	Adopted Budget 2026-27 [1,2]	Estimated Actual 2025-26 [1,2]	Actual 2024-25	Actual 2023-24	Actual 2022-23	Actual 2021-22
Nonspendable	N/A	$ -	$ -	$ -	$ -	$ -
Restricted	N/A	-	-	-	-	-
Committed	N/A	-	-	-	-	-
Assigned	N/A	12,782,118	13,998,000	9,901,000	7,144,000	4,711,000
Unassigned	N/A	27,781,882	26,566,000	25,034,000	17,943,000	19,625,000
Total Fund Balance	N/A	$ 40,564,000	$ 40,564,000	$ 34,935,000	$ 25,087,000	$ 24,336,000

[1] *Budgetary basis.*

[2] *Subject to audit.*

Fiscal Year

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

Significant Financial Policies

Financial Reporting: On a monthly basis, financial operating statements are prepared and distributed to the Mayor, the Common Council and the Board of Finance and Taxation for review and comment. Departmental reporting of the current status of budgeting operations occurs on a weekly basis.

Investment Funds: The City invests its available cash from various activities on a competitive basis with local institutions strictly in accordance with the General Statutes of Connecticut. The City participates in the State of Connecticut Short-Term Investment Fund ("STIF") and other funds, in order to diversify the City's investment portfolio. Deposits are protected against loss under the Public Deposits Protection Act only when deposits are with a qualified public depository in the State of Connecticut. Investments are stated at cost.

Personnel Compensation: Accrued compensated absences are recognized in the City's Long-Term Debt Account. The nature of the benefit costs falls into two categories: vacation and sick days. City policies and/or applicable labor contracts stipulate the manner in which compensated absences are accrued and paid. Funds for payment of absences are budgeted in yearly department appropriations as they occur.

Basis of Accounting: The accounts of the City Funds and Expendable Trust Funds are maintained on the modified accrual basis. Proprietary Fund and Pension Trust Funds are accounted for using the accrual basis of accounting.

Litigation Liabilities: The City has established a special reserve fund in which funds are contributed from appropriate sources and maintained to meet liabilities in excess of budgeted funds. The City is self-insured for various claims.

Encumbrances: Encumbrance accounting, under which purchase orders, contracts and other commitments are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgeting interaction in the Governmental Funds.

Budgetary Procedures

City departments submit estimates of expenditures to the Board of Finance and Taxation and the Mayor no later than the second Friday in January. The Board of Finance and Taxation estimates in detail the amounts required by the departments of the City for the ensuing year. These estimated expenditures, accompanied by an estimate of the income necessary to meet such expenditures, are submitted to the Mayor not later than 75 days following the receipt of the department estimates as the "Proposed Budget". No later than 90 days following the receipt of the department estimates, the Mayor submits a budget to the Common Council (the "Mayor's Proposed Budget"). The Common Council may increase or decrease the Mayor's recommended appropriations or revenues, and set the rate of taxation for the ensuing year. The Mayor may then veto all or any part of the budget approved by the Common Council. The Common Council may then override the Mayor's veto by a two-thirds vote. If the veto is not overridden and 60 days has passed since the Mayor submitted the Mayor's Proposed Budget, the Mayor's Proposed Budget shall be the approved budget.

Municipal Budget Expenditures Cap

Connecticut General Statutes Section 4-66l creates a cap on adopted general budget expenditures for municipalities in Connecticut in order for municipalities to be eligible to receive the full amount of the State's municipal revenue sharing grant. Beginning in fiscal year ending June 30, 2018, and in each fiscal year thereafter, the Office of Policy and Management ("OPM") must reduce the municipal revenue sharing grant amount for those municipalities whose adopted general budget expenditures (with certain exceptions including but not limited to debt service, special education, implementation of court orders or arbitration awards, budgeting for an audited deficit, nonrecurring grants, capital expenditures of $100,000 or more, or payments on unfunded pension liabilities, and certain major disaster or emergency expenditures) exceeds the spending limits specified in the statute. For each applicable fiscal year, OPM must determine the municipality's percentage growth in general budget expenditures over the prior fiscal year and reduce the grant if the growth rate is equal to or greater than 2.5% or the inflation rate, whichever is greater, each of those amounts adjusted by an amount proportionate to any increase in the municipality's population from the previous fiscal year. The reduction is generally equal to 50 cents for every dollar the municipality spends over this cap. Each municipality must annually certify to the Secretary of the OPM whether such municipality has exceeded the cap set forth in the statute and if so the amount by which the cap was exceeded. For fiscal year ending June 30, 2026, the City received approximately $2,176,332 in supplemental municipal revenue sharing grant. In accordance with Senate Bill 1, the Municipal Budget Expenditure Cap has been suspended for fiscal year 2026-27.

Annual Audit

The City, pursuant to local ordinance and the Municipal Auditing Act (Chapter 111 of the Connecticut General Statutes), is obligated to undergo an annual examination by an independent certified public accountant. The audit must be conducted under the guidelines issued by the State of Connecticut Office of Policy and Management ("OPM"), and a copy of said audit report must be filed with OPM. The City is in compliance with said provisions.

For the fiscal year ended June 30, 2025, the financial statements of the various funds of the City were audited by CliftonLarsonAllen LLP, Certified Public Accountants, West Hartford, Connecticut. The auditors have not been asked nor have they given permission to print the financial statements in this Official Statement.

Auditor's Disclaimer

CliftonLarsonAllen LLP, Certified Public Accountants, West Hartford, Connecticut, the City's independent auditors, are not passing upon and do not assume responsibility for the sufficiency, accuracy or completeness of the financial information presented in this Official Statement (other than matters expressly set forth in Appendix A, "Financial Statements" herein), and make no representation that they have independently verified the same. The auditors have not been engaged nor performed audit procedures regarding the post audit period. The auditors have not been asked to nor have they provided their written consent to include their Independent Auditors' Report in this Official Statement.

Capital Improvement Program Summary

The City's Capital Improvement Program ("CIP") is prepared pursuant to Article XI, Section 11 of the City of New Britain Charter, as amended, no later than the second Friday in January of each year, and is submitted simultaneously to the Mayor or his or her designee and the Board of Finance and Taxation. The Mayor and the Board of Finance and Taxation shall prepare an annual five (5) fiscal year Capital Projects budget for the City.

The Capital Improvement Program is a recommended schedule of public, physical improvements for the City of New Britain for the next five fiscal years. The first year of the program represents the proposed Capital Budget for that fiscal year.

The schedule is based on a priority analysis that examines the need, desirability and importance of such improvements, their relations to other improvements and plans, and the City's current and anticipated financial capacity. The Capital Improvement Program is updated annually, and the schedule of projects is reevaluated each year.

In adopting a Capital Improvement Program, the City balances needed or desired physical improvements with available financing, thereby maximizing benefits from the available public revenue. In addition, the CIP is a valuable planning tool that accomplishes the following objectives:

1. Coordinates various City improvements and informs each City department of all City improvements so that rational decisions are made and, where appropriate, joint programs initiated;
2. Informs private businesses and citizens about proposed public improvements so that they may make more sound judgments concerning their own construction programs; and
3. Enables the City to take better advantage of federal and state grant-in-aid programs; and leads to balanced development throughout the City.

The Fiscal Year 2027 through-Fiscal Year 2031 Capital Improvement Program budget is outlined below.

Development of the Capital Improvement Program has been administratively modified in respect to selecting and defining projects recommended for funding as follows:

1. Elimination of projects previously included in the plan yet deemed not sufficiently necessary and unlikely to receive funding, regardless of source;
2. Eligibility for State of Connecticut Grant Funding (LOCIP);
3. Inclusion of projects defined as highly desirable and funded with appropriated monies or bond authorization; and
4. Exclusion of Board of Education Capital Improvement Projects, referred to as the 2020 plan, from the CIP.

	Fiscal Year					
Uses	***2026-27***	***2027-28***	***2028-29***	***2029-30***	***2030-31***	***Total***
Public Works…………………	$ 49,004,100	$ 54,610,444	$ 44,726,773	$ 17,993,500	$ 20,753,500	$ 187,088,317
Parks, Recreation						
and Community Services….	1,286,000	13,110,000	2,025,000	6,670,000	3,050,000	26,141,000
Support Services…………….	3,360,000	3,320,000	4,560,000	2,995,000	1,260,000	15,495,000
Fire Department………………	560,000	137,600	2,250,000	-	-	2,947,600
Emergency Medical Services..	1,099,479	-	-	-	-	1,099,479
Board of Education………….	161,797,798	18,899,485	77,590,454	12,276,800	-	270,564,537
Total…………………………	$ 217,107,377	$ 90,077,529	$ 131,152,227	$ 39,935,300	$ 25,063,500	$ 503,335,933

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Investment Policy

Eligible investments for Connecticut municipalities are governed by the Connecticut General Statutes, Sections 7- 400 and 7-402. Refer to "APPENDIX A – "Auditor's Report" under "Notes to the General Purpose Financial Statements", Note 3, regarding the City's cash and cash equivalent investments and investment policies. The City's investments do not include derivative products. The investment practices of the City are in compliance with the Connecticut General Statutes.

Pension Programs

Substantially all City employees, except for the certified employees of the Board of Education and certain members of the Police and Fire Departments, are covered under a contributory pension plan administered by the Connecticut Municipal Employees' Retirement Fund ("MERF"), a State of Connecticut multiple employer public employee retirement system. Regular members of the Police Department hired prior to January 1, 2000 and members of the Fire Department hired prior to July 1, 1995 participate in contributory pension plans known as the Police Benefit Fund and the Firemen's Pension Plan. The certified faculty and administrative personnel of the Board of Education participate in the contributory defined benefit plan established under Chapter 167a of the Connecticut General Statutes that is administered by the Connecticut State Teachers Retirement Board.

Municipal Employees' Retirement Fund Overview

MERF is the administrator of a cost-sharing multiple-employer public employee retirement system established by the State of Connecticut and administered by the State Retirement Commission to provide retirement and disability benefits, annual cost-of-living adjustments and death benefits to the employees and beneficiaries of participating municipalities. Chapter 113 Part II of the General Statutes of Connecticut, which can be amended by legislative action, establishes the Public Employee Retirement System ("PERS") benefits, member contribution rates and other plan provisions. MERF is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 165 Capitol Avenue, Hartford, Connecticut 06106 or by calling (860) 702-3480.

Plan provisions are set by State statute. MERF provides retirement benefits, as well as death and disability benefits. Annual cost of living increases of 2.5% to a maximum of 6% are paid to members prior to age 65 after which cost of living increases will remain at a minimum of 3% to a maximum of 5%. All benefits are vested after five years of continuous service. Members who retire after age 55 with five years of service or after 25 years of service, irrespective of age, are entitled to an annual retirement benefit, payable monthly for life, in an amount for each year of service equal to:

- If not covered by Social Security: 2% of the average of earnings for the three highest paid years of service.
- If covered by Social Security: 1-1/6% of the average of earnings not in excess of the taxable wage base for the ten highest paid years, plus 2% of the average of earnings for the three highest paid years of service which is in excess of the average of earnings not in excess of the taxable wage base for the ten highest paid years.

	2026 [1]	2025	2024	2023	2022
Actuarially Determined Contribution………	$ 20,063,567	$ 19,348,000	$ 19,832,000	$ 19,070,000	$ 15,912,000
Contributions in Relation to the Actuarially Determined Contribution…………………	20,063,567	19,348,000	19,832,000	19,070,000	15,912,000
Contribution Deficiency (Excess)……………	$ -	$ -	$ -	$ -	$ -
Contributions as a Percentage of ADC……..	100.00%	100.00%	100.00%	100.00%	100.00%
Covered Payroll……………………………….	N/A	$ 84,064,000	$ 85,594,000	$ 84,276,000	$ 82,609,000
Contributions as a Percentage of Covered Payroll…………………………	N/A	23.02%	23.17%	22.63%	19.26%

[1] *Subject to audit.*

Funding Policy

Employee contribution rates for members not covered by Social Security is 7.00%. The current rate is 27.07% of covered payroll for police and fire and 21.93% for city employees.

Teachers' Retirement System

Teachers within the City participate in the State of Connecticut Teachers' Retirement System under Section 10-183b through 10-183rr of the Connecticut General Statutes. A teacher is eligible to receive a normal retirement benefit if he or she has: (1) attained age 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or (2) attained any age and has accumulated 35 years of credited service, at least 25 years of which is service in the public schools of Connecticut.

The Board of Education withholds a percentage of all teachers' annual salaries and transmits the funds to the State Teachers' Retirement Board. For half of the year that percentage is 7.25% and for the other half it is 8.25%. For the year ended June 30, 2025, the certified employees of the City contributed $7,449,336 to this plan, and the total payroll for certified employees covered by this plan for the year was $90,142,230.

The retirement system for teachers is funded by the State based upon the recommendation of the State Teachers' Retirement Board. Such contribution includes amortization of the actuarially computed unfunded liability. The City does not have any liability for teacher pensions. For the year ended June 30, 2025, the City has recorded, in the General Fund, intergovernmental revenue and education expenditures in the amount of $27,532,000 as payments made by the State of Connecticut on behalf of the City.

The State of Connecticut Teacher Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 165 Capital Avenue, Hartford, Connecticut 06106.

Employee Retirement System

The City is the administrator of a single-employer public employee retirement system ("PERS") established and administered by the City to provide pension benefits for certain of its Police and Fire Department employees. Benefits and contributions under this retirement system are established by the City and may be amended only by the Common Council and union negotiation. The PERS is considered to be part of the City's financial reporting entity and is included in the City's financial reports as pension trust funds.

The City issued General Obligation Pension Obligation Bonds (POB) on February 1, 1998 in an amount equivalent to the then actuarial unfunded liability of the pension plans, $106,000,000, as determined by the City's actuary, Hooker & Holcombe, as of December 1, 1997. The net proceeds of the Pension Obligation Bond issue were deposited into a retiree benefits reserve fund to be invested in accordance with Connecticut Special Act No. 96-6 and the Connecticut General Statutes.

Under the plans, all City police employees hired on or before July 1, 2000 are eligible; those hired after this date shall be enrolled in the Connecticut Municipal Employees' Retirement Fund B. All Fire Department employees hired on, or before, July 1, 1995 are eligible; those hired after July 1, 1995 shall be enrolled in the Connecticut Municipal Employees' Retirement Fund B. Consequently these are "closed plans." Police Department and Fire Department employees are 100% vested after ten years of service. If an employee leaves covered employment or dies before he or she is vested, accumulated employee contributions are refunded without interest. The retirement benefit is calculated at 50% (2-1/2% per year for the first 20 years) of the compensation being paid to an active member of the same grade as that at which the member retired except that firemen may contribute at the level of a lieutenant's pay and retire at that grade and police officers may contribute at the level of a sergeant's pay and retire at that grade. An additional 1/2% of pay is added for each of the next five years of allowable service plus 1% for each year of allowable service over 25 years to a maximum of 80%.

Schedule of Contributions

Police

	2026 [1]	2025	2024	2023	2022
Actuarially Determined Contribution……….	$ 3,945,546	$ 3,683,000	$ 3,683,000	$ 3,410,000	$ 3,410,000
Contributions in Relation to the Actuarially Determined Contribution…………………	3,945,546	3,957,000	3,410,000	2,725,000	2,475,000
Contribution Deficiency (Excess)……………	$ -	$ (274,000)	$ 273,000	$ 685,000	$ 935,000
Contributions as a Percentage of ADC……..	100.00%	107.44%	92.59%	79.91%	72.58%
Covered Payroll………………………………	N/A	$ 601,000	$ 947,000	$ 1,393,000	$ 2,722,000
Contributions as a Percentage of Covered Payroll…………………………	N/A	658.40%	360.08%	195.62%	90.93%

[1] *Subject to audit.*

Fire

	2026 [1]	2025	2024	2023	2022
Actuarially Determined Contribution……….	$ 3,810,190	$ 3,528,000	$ 3,528,000	$ 3,125,000	$ 3,125,000
Contributions in Relation to the Actuarially Determined Contribution…………………	3,810,190	3,931,000	3,125,000	2,725,000	2,475,000
Contribution Deficiency (Excess)……………	$ -	$ (403,000)	$ 403,000	$ 400,000	$ 650,000
Contributions as a Percentage of ADC……..	100.00%	111.42%	88.58%	87.20%	79.20%
Covered Payroll………………………………	N/A	$ 1,669,000	$ 2,117,000	$ 2,705,000	$ 2,960,000
Contributions as a Percentage of Covered Payroll…………………………	N/A	235.53%	147.61%	100.74%	83.61%

[1] *Subject to audit.*

Funding Status

	Police	Fire
Total Pension Liability ………………	$ 98,746,000	$ 119,611,000
Plan Fiduciary Net Position ……….	60,850,000	86,565,000
Total Net Pension Liability …………	$ 37,896,000	$ 33,046,000
Plan Fiduciary Net Position as a % of the Total Pension Liability….	61.62%	72.37%

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

The following presents the net pension liability of the City, calculated using the discount rate of 6.75% for fire and police plans, respectively, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability - Police ….	$ 47,536,000	$ 37,896,000	$ 29,723,000
Net Pension Liability - Fire …….	44,834,000	33,046,000	22,998,000

In addition to the above PERS, the City is currently paying benefits to three groups of retirees by means of annual appropriations. This program covers those individuals whose pension payments commenced prior to November 1972 and retired elected officials with over 20 years of service. Since no active employees are included, their benefits are not advance funded but paid as they come due from General Fund appropriations, i.e., on a "pay-as-you-go" basis. The unfunded liability for this plan is decreasing rapidly since the average age of such covered members is 93.8 years. There are 7 retirees and no active employees covered by this plan.

OPEB Funding Policy

The City provides other post-employment benefits ("OPEB") of retired employees and covered dependents. The City's OPEB benefits plan covers City, Board of Education, Police and Fire employees. Eligibility and premium sharing information is detailed in various collective bargaining agreements. The City received from its actuarial firm, Milliman, an actuarial valuation dated July 1, 2024 with respect to the plan. The City has an estimated net OPEB liability of $45,964,000 with respect to the plan. The actuarial assumption includes a 6.5% rate of return.

	2026 [1]	2025	2024	2023	2022
Acturially Determined Contribution …….	$ 7,755,736	$ 6,794,000	$ 6,844,000	$ 5,805,000	$ 5,678,000
Contributions in relation to the Actuarially Determined Contribution …	7,755,736	6,816,000	7,298,000	5,271,000	5,380,000
Contribution Deficiency (Excess) ……….	$ -	$ (22,000)	$ (454,000)	$ 534,000	$ 298,000
Covered Employee Payroll ………………..	N/A	$ 153,840,000	$ 145,478,000	$ 145,478,000	$ 124,327,000
Contributions as a Percentage of Covered Employee Payroll …………	N/A	4.43%	5.02%	3.62%	4.33%

[1] *Subject to audit.*

Funding Status

Total OPEB Liability …………………………….	$ 62,110,000
Plan Fiduciary Net Position …………………….	16,146,000
Total Net OPEB Liability ………………………..	$ 45,964,000
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability …….	26.00%

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net OPEB Liability……………………	$ 50,539,000	$ 45,964,000	$ 41,863,000

	1% Decrease	Healthcare Cost Current Trend Rates	1% Increase
Net OPEB Liability……………………	$ 41,086,000	$ 45,964,000	$ 51,524,000

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VII. Legal and Other Information

Litigation

The City, its officers, employees, boards and commissions are named defendants in a number of lawsuits, tax appeals, administrative proceedings and other miscellaneous claims. It is the City's Corporation Counsel's opinion that such pending litigation will not be finally determined, individually or in the aggregate, so as to result in final judgments against the City which would have a material adverse effect on the City's financial position. The City is also seeking to recover investigation costs and damages related to alleged financial malfeasance by the former Mayor. However, the inability to recover any of these costs and damages will not have a material adverse effect on the City or its financial position.

Transcript and Closing Documents

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

1. Signature and No Litigation Certificate stating that at the time of delivery no litigation is pending or threatened affecting the validity of the Bonds and Notes or the levy or collection of taxes to pay the principal of and interest on the Bonds and the Notes;

2. A certificate on behalf of the City, signed by the Mayor and Treasurer which will be dated the date of delivery and attached to a conformed copy of the Official Statement, and which will certify, to the best of said officials' knowledge and belief, that at the time the bids were accepted on the Bonds and Notes, the description and statements in the Official Statement relating to the City and its finances were true and correct in all material respects and did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in the financial condition of the City from that set forth in or contemplated by the Official Statement;

3. Receipts for the purchase price of the Bonds and Notes;

4. The approving opinions for the Bonds and the Notes of Shipman & Goodwin, LLP, Bond Counsel, of Hartford, Connecticut; in substantially the forms attached here to as Appendices B-1 and B-2, respectively;

5. Executed continuing disclosure agreements for the Bonds and Notes in substantially the forms attached hereto as Appendices C-1 and C-2, respectively; and

6. The City will make available to the winning purchaser(s) of the Bonds and Notes a reasonable number of copies of the Official Statement, prepared for this Bond and Note issue at the City's expense and delivered not later than seven business days after the bid opening. Additional copies may be obtained by the winning bidder at its own expense by arrangement with the printer.

A transcript of the proceedings taken by the City in authorizing the Bonds and Notes will be kept on file at the office of U.S. Bank Trust Company, National Association, Hartford, Connecticut and will be available for examination upon reasonable request.

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Concluding Statement

The following officials, in their capacity as officers of the City, and in the name and on behalf of the City, do hereby certify in connection with this issue that they have examined this Official Statement, and to the best of their knowledge and belief, the description and statements relating to the City and its finances were true and correct in all material respects and do not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading.

CITY OF NEW BRITAIN, CONNECTICUT

____

Robert C. Sanchez, *Mayor*

____

William J. Yanchak, *Treasurer*

Dated: September __, 2026

Appendix A

2025 General Purpose Financial Statements

The following includes the Basic Financial Statements of the City for the fiscal year ended June 30, 2025. The supplemental data, which was a part of that report, has not been reproduced herein. A copy of the complete report is available upon request from Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., 53 River Street, Suite 1, Milford, Connecticut 06460. Telephone (203) 878-4945.

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the
Common Council
City of New Britain, Connecticut

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of New Britain, Connecticut, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City of New Britain, Connecticut's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of New Britain, Connecticut as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 14, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences,* in accordance with generally accepted accounting principles. As a result of the implementation, the Town restated the July 1, 2024 balance in governmental activities. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of New Britain, Connecticut's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of New Britain, Connecticut's ability to continue as a going concern for a reasonable period of time.

Honorable Mayor and Members of the
Common Council
City of New Britain, Connecticut

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of New Britain, Connecticut's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

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

Honorable Mayor and Members of the
Common Council
City of New Britain, Connecticut

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2025, on our consideration of the City of New Britain, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of New Britain, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of New Britain, Connecticut's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

West Hartford, Connecticut
December 26, 2025

This discussion and analysis of the City of New Britain, Connecticut's (the City) financial performance is provided by management to provide an overview of the City's financial activities for the fiscal year ended June 30, 2025. Please read this MD&A in conjunction with the transmittal letter and the City's financial statements, Exhibits I to IX.

Financial Highlights

- The net position of the governmental activities increased by $21.2million.
- In its governmental activities, the City had revenues of $475.2 million with transfers and expenditures of $436.44million.
- The net position of the business-type activities decreased by $811 thousands.
- In the City's business-type activities, revenues were $14.2 million while expenses were
- $13.2 million.
- The General Fund reported a fund balance of $40.564 million ($14m assigned and $26.5m unassigned).
- The tax collection rate for the current levy was 96.33%.

Overview of the Financial Statements

This annual report consists of a series of financial statements. The statement of net position and the statement of activities (Exhibits I and II, respectively) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements are presented in Exhibit III to IX. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The analysis of the City as a whole begins on Exhibits I and II. The statement of net position and the statement of activities report information about the City as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes in them. The City's net position, the difference between assets and liabilities, is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other nonfinancial factors, however, such as changes in the City's property tax base and the condition of the City's capital assets, to assess the overall health of the City.

In the statement of net position and the statement of activities, we divide the City into two types of activities:

- *Governmental activities* – Most of the City's basic services are reported here, including education, public safety, public works, health and welfare, parks, recreation and libraries, and general administration. Property taxes, charges for services, and state and federal grants finance most of these activities.
- *Business-type activities* – The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's Water Department is reported here.

Fund Financial Statements

The fund financial statements begin with Exhibit III and provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by Charter. However, the City Council establishes many other funds to help control and manage financial activities for particular purposes (such as the Sewer Fund) or to show that it is meeting legal responsibilities for using grants and other money (such as grants received from the state and federal governments for education). The City's funds are divided into three categories: governmental, proprietary, and fiduciary.

- Governmental funds (Exhibits III and IV) – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is described in a reconciliation included with the fund financial statements.

- Proprietary funds (Exhibits V, VI, and VII) – When the City charges customers for the services it provides, whether to outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net position and the statement of activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements, but provide more detail and additional information, such as cash flows, for proprietary funds. Internal service funds (the other component of proprietary funds) are used to report activities that provide supplies and services for the City's other programs and activities - such as the City's Self-Insurance Internal Service Fund.

- Fiduciary funds (Exhibits VIII and IX) – The City is the trustee, or fiduciary, for its employees' pension plans. It is also responsible for other assets that, because of a trust arrangement, can be used only for the trust beneficiaries. All of the City's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. These activities are excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Government-Wide Financial Analysis

The analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the City's governmental and business-type activities.

TABLE 1
SUMMARY STATEMENT OF NET POSITION

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Assets:						
Current Assets	$ 239,432	$ 251,558	$ 10,616	$ 10,864	$ 250,048	$ 262,422
Noncurrent Assets						
Capital Assets:						
Capital Assets not Being Depreciated	53,544	94,346	7,330	7,003	60,874	101,349
Capital Assets Being Depreciated, Net	415,619	341,483	43,470	45,413	459,089	386,896
Total Assets	708,595	687,387	61,416	63,280	770,011	750,667
Deferred Outflows of Resources	72,475	110,155	538	589	73,013	110,744
Liabilities:						
Long-Term Debt Outstanding	626,374	685,944	7,397	7,753	633,771	693,697
Other Liabilities	97,542	90,801	447	1,195	97,989	91,996
Total Liabilities	723,916	776,745	7,844	8,948	731,760	785,693
Deferred Inflows of Resources	48,014	32,866	-	-	48,014	32,866
Net Position:						
Net Investment in Capital Assets	141,284	109,295	44,172	45,460	185,456	154,755
Restricted	36,534	41,324	-	-	36,534	41,324
Unrestricted (Deficit)	(168,678)	(162,688)	9,938	9,461	(158,740)	(153,227)
Total Net Position	$ 9,140	$ (12,069)	$ 54,110	$ 54,921	$ 63,250	$ 42,852

The City's combined net positions in primary government increased by $20.4 million from the last fiscal year. This represents a $30.7 million increase in Investment in Capital Assets offset by a decrease of $5.5 million in restricted and $4.8 million of unrestricted net position.

The primary government share of net positions in the net investment in capital increased by $30.7 million, while the restricted and unrestricted net position decreased by $5.5 million and $4.8 million, respectively. By far, the largest portion of the City of New Britain's net position $185.5 million, reflects its Investment in Capital assets (e.g., land, buildings, vehicles, and equipment, water systems, and infrastructure) less related outstanding debt used to acquire those assets. The changes in governmental net position resulted primarily from capital investments in the City's infrastructure. The long-term assets, or deferred outflows, decreased by $37.7 million and represent a full economic impact of pension and other postemployment benefits (OPEB) obligations and contributions recognized over time. The long-term liabilities, or deferred inflows, increased by $15.2 million and represent changes in pension, OPEB liabilities, and in accounting principles.

The City's governmental share of net positions $21.2 million in total. The net investment in Capital increased by $32 while the restricted and unrestricted net position decreased by $5.5 million and $5.3 million, respectively. By far, the largest portion of the City of New Britain's net position $141.2 million, reflects its Investment in Capital assets (e.g., land, buildings, vehicles, and equipment, water systems, and infrastructure) less related outstanding debt used to acquire those assets. The changes in governmental net position resulted primarily from capital investments in the City's infrastructure. The long-term assets, or deferred outflows, decreased by $37.7 million and represent a full economic impact of pension and other postemployment benefits (OPEB) obligations and contributions recognized over time. The long-term liabilities, or deferred inflows, increased by $15.2 million and represent changes in pension, OPEB liabilities, and in accounting principles.

The City's business-type (Water activities) portion of net positions decreased by $0.5 million from the last fiscal year. This represents a $1.2 million decrease in Net Investment in Capital Assets offset by increases of $.5 million in unrestricted net position. The changes in business-type net position resulted primarily from a decrease in capital infrastructure and its timing and effect of deferred outflows and inflows is immaterial.

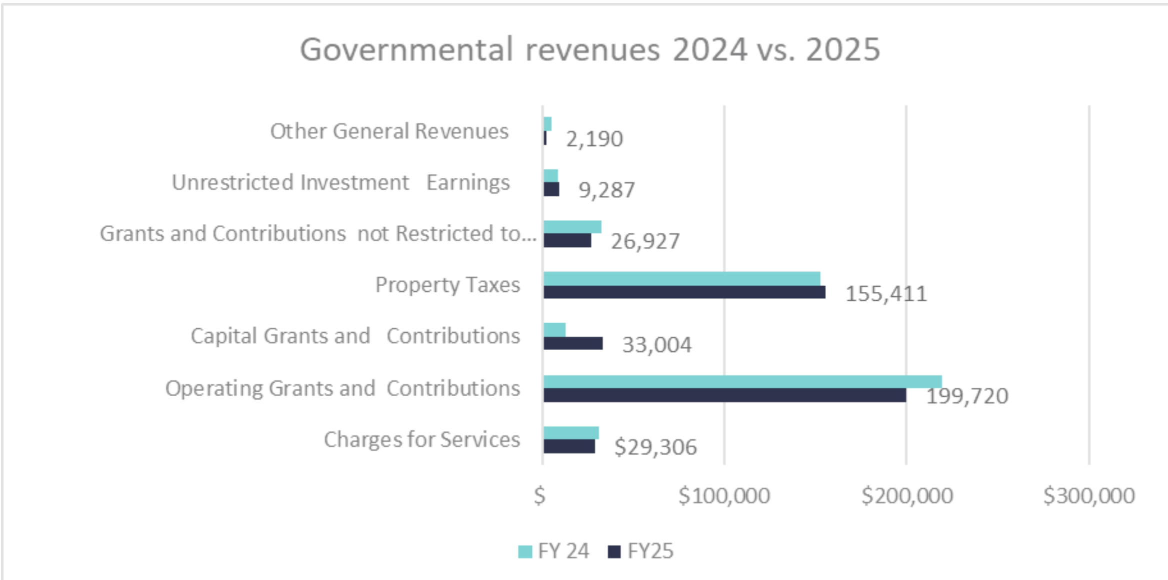
TABLE 2
SUMMARY STATEMENT OF ACTIVITIES

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program Revenues:						
Charges for Services	$ 29,306	$ 31,043	$ 14,148	$ 14,843	$ 43,454	$ 45,886
Operating Grants and Contributions	203,122	219,480	-	-	203,122	219,480
Capital Grants and Contributions	33,005	13,138	-	979	33,005	14,117
General Revenues:						
Property Taxes	155,411	152,563	-	-	155,411	152,563
Grants and Contributions not Restricted to Specific Programs	26,927	32,260	-	-	26,927	32,260
Unrestricted Investment Earnings	9,287	8,900	5	3	9,292	8,903
Other General Revenues	2,189	4,937		-	2,189	4,937
Total Revenues	459,247	462,321	14,153	15,825	473,400	478,146
Program Expenses:						
General Government	25,861	21,765	-	-	25,861	21,765
Public Safety	73,265	61,975	-	-	73,265	61,975
Public Works	40,588	57,123	-	-	40,588	57,123
Health and Welfare	13,350	9,352		-	13,350	9,352
Parks, Recreation, and Libraries	14,345	11,738	-	-	14,345	11,738
Education	256,555	275,019	-	-	256,555	275,019
Interest on Long-Term Debt	15,882	15,094	-	-	15,882	15,094
Water	-	-	13,156	13,125	13,156	13,125
Total Program Expenses	439,846	452,066	13,156	13,125	453,002	465,191
Increase (Decrease) in Net Position Before Transfers	19,401	10,255	997	2,700	20,398	12,955
Transfers	1,808	1,858	(1,808)	(1,858)	-	-
Change in Net Position	21,209	12,113	(811)	842	20,398	12,955
					-	
Net Position - Beginning of Year	(12,069)	(7,604)	54,921	54,079	42,852	46,475
Restatement		(16,578)				(16,578)
Net Position - End of Year	$ 9,140	$ (12,069)	$ 54,110	$ 54,921	$ 63,250	$ 42,852

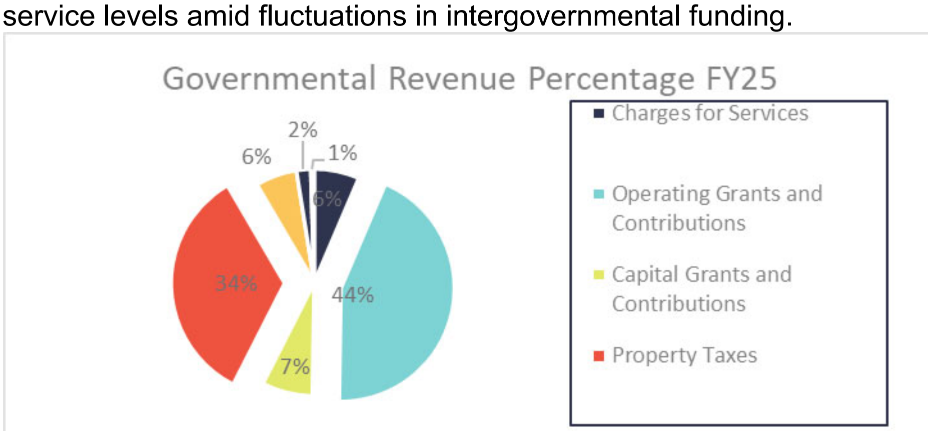
The City’s total revenues for the fiscal year amounted to $470.0 million, while the total cost of all programs and services was $449.6 million.

Our analysis below separately considers the operations of governmental and business-type activities.

Governmental Activities



Revenues for governmental activities totaled $455.8 million for the fiscal year. The largest revenue sources were operating grants (44.0%), property taxes (34.0%), and grants and contributions not restricted to specific programs (7.0%). Property tax revenues increased by approximately $2.8 million, or 2.0%, compared to the prior year, primarily due to a net tax rate increase implemented to maintain service levels amid fluctuations in intergovernmental funding.



Intergovernmental Revenue

Operating and non-specific program grants decreased by a combined $19.8 million compared to the prior year, primarily due to the timing of eligible expenditures and the conclusion of certain grant programs. This reduction was partially offset by an increase of $19.8 million in capital grants, reflecting continued investment in capital projects and related reimbursement activity.

Tax Base and Grand List Trends

The October 1 Grand List decreased by 0.62% overall. The Net Real Estate Grand List declined by 0.15%, consistent with trends typically observed in the year following a revaluation. This decline was largely attributable to reduced assessed values resulting from assessment appeals. In addition, several assessment modification agreements related to the October 1, 2022 Grand List resulted in properties transitioning from taxable to exempt status. The Net Motor Vehicle Grand List decreased by 5.6%, reflecting depreciation in used vehicle values following the normalization of the automotive market. Elevated interest rates also influenced consumer behavior, resulting in longer vehicle ownership periods and reduced transaction activity. In contrast, the Net Personal Property Grand List increased by 2.37%, driven in part by business growth within the community. New businesses added approximately $4.2 million in assessments during the year.

Expenses for governmental activities totaled $436.4 million, representing a decrease of $15.6 million from the prior year. As a result, governmental activities reported a modest operating surplus for the year. Property tax revenues funded approximately 34.0% of total expenses, with the remaining costs supported primarily by operating and capital grants and charges for services. Governmental activities expenses were concentrated in education, which accounted for 58.8% of total expenditures, reflecting the Town's continued commitment to educational services. Public safety comprised 16.8%, public works accounted for 9.3 %, and general government and others represented 15% of total governmental activities expenses. The remaining expenditures were allocated among other governmental functions.
Expenses for governmental activities of $444.3 million, which was 7.7 million lower than the prior year. Tax revenue supported 34 % of expenses; the remaining balance was supported by the grants and charges for services. Expenses by function include education (58%), public safety (16%), public works (11%), and general government (7%).

Table 3 presents the cost of each of the City's four largest programs – education, public safety, public works, and general government – as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the final burden that was placed on the City's taxpayers by each of these functions.

TABLE 3
GOVERNMENTAL ACTIVITIES

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
Education	$ 256,555	$ 275,019	$ 68,250	$ 67,915
Public Safety	73,265	61,975	66,662	44,871
Public Works	40,588	57,123	(498)	29,112
General Government	25,861	21,765	7,875	19,313
All Others	43,577	36,184	32,124	27,194
Totals	$ 439,846	$ 452,066	$ 174,413	$ 188,405

Business-Type Activities

Revenues from the City's business activities amounted to $14.2 million. However, expenses of $13.2 million and transfers out of $1.8 million resulted in a decline of the net position by $0.8 million.

City Funds Financial Analysis

Governmental Funds

At the end of the fiscal year, the City's governmental funds (as presented in the Balance Sheet – Exhibit III) reported a combined fund balance of $70.5 million, a decrease of $18.8 million from the prior year's total of $89.2 million. The primary focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in evaluating the City's short-term financing needs. In particular, the unassigned fund balance serves as an important indicator of the resources available for spending at the end of the fiscal year.

The General Fund is the City of New Britain's primary operating fund. As of the end of the current fiscal year, the General Fund reported a total fund balance of $40.6 million, of which $14.0 million was classified as assigned and $26.6 million as unassigned. Consistent with the City's strategic plan to enhance its overall financial condition, the General Fund balance increased during the fiscal year, with $4.1 million added to assigned fund balance and $1.5 million added to unassigned fund balance. The resulting $5.6 million budgeted surplus was primarily attributable to increased revenues, including $4.1 million in property tax revenues and $2.5 million in licenses and permits. These increases were partially offset by decreases of $2.4 million in intergovernmental revenues and $1.5 million in other revenues.

The Capital Projects Funds reported a decrease in fund balance of $15.7 million during the fiscal year. This decrease was primarily the result of timing differences between the receipt of intergovernmental revenues and the incurrence of related capital expenditures. In addition, following the June 2022 bond issuance, the City has utilized short-term financing to fund capital project activity, which contributed to the temporary reduction in fund balance. Management anticipates that fund balances in the Capital Projects Funds will fluctuate as project expenditures continue and corresponding financing and grant revenues are received.

The BOE State and Federal Grants Funds experienced a significant decrease in fund balance of $1.8 million during the fiscal year. This decrease was primarily attributable to timing differences between the incurrence of grant-funded expenditures and the receipt of related reimbursement revenues.
There was no change in the fund balance of the ARPA Funds during the fiscal year. As a federal grant program, ARPA funding is expended as received and is not intended to generate or accumulate a fund balance surplus.

Proprietary Funds

The City's proprietary funds include the Water Enterprise Fund, which accounts for business-type activities, as well as internal service funds that provide services, such as insurance, to other City departments.

The Water Fund provides services to residents and businesses and is financed primarily through user charges and fees, supplemented by capital grant contributions. As of the end of the fiscal year, the Water Enterprise Fund reported a net position of $9.9 million. Capital grant contributions decreased by approximately $1.0 million compared to the prior fiscal year, reflecting reduced grant-funded capital activity.

The Internal Service Funds reported a total net position of $11.7 million at fiscal year-end, representing a decrease of $3.4 million from the prior year. The decline in net position was primarily attributable to higher-than-anticipated claims incurred by the Board of Education and the City across the internal service funds.

General Fund Budgetary Highlights

- The mill rate increased from 38.28 to 39.59 and resulted in additional revenue, while tax collections remained steady at the collection rate of 96.33%.
- The interest income exceeded the budget by $4 million.
- $2.9 million reimbursements of old closed State projects brought additional revenues, which resulted in a positive budgetary outcome of intergovernmental revenues.
- $1.4 million increase in police special duty revenue of old outstanding bills that were delinquent but received in FY 2025, with the police special duty revenue billing brought current.

Schedules RSI-1 and RSI-2 present the City's budgetary results on a non-GAAP, budgetary basis, providing a comparison of actual revenues and expenditures to the legally adopted budget.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2025, the City had $520 million invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and water and sewer lines – Table 4. This amount represents an increase (including additions and deductions) of $31.7 million or 6% over last year.

TABLE 4
CAPITAL ASSETS

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 13,430	$ 13,417	$ 1,977	$ 1,977	$ 15,407	$ 15,394
Construction in Progress	40,114	80,929	5,353	5,026	45,467	85,955
Buildings and Improvements	287,478	234,850	-	-	287,478	234,850
Equipment	15,725	12,631	-	-	15,725	12,631
Vehicles	7,853	6,702	-	-	7,853	6,702
Infrastructure	104,563	87,300	-	-	104,563	87,300
Water Filtration Assets	-	-	43,470	45,413	43,470	45,413
Totals	$ 469,163	$ 435,829	$ 50,800	$ 52,416	$ 519,963	$ 488,245

For governmental-type funds, this year's major additions included construction in progress of Holmes School, John Downey Drive Corridor Improvements, New Modernization at Blogoslawski Garage, Beeline Trail Project, and continued reconstruction of Stanley Quarter Pond, Sewer Compliance Project, Overlook Ave/McKinley Drive drainage project, Allen Street design, and West Main Street Community Connectivity Project More detailed information about the City's capital assets is presented in Note 5 to the financial statements.

Long-Term Debt

On June 30, 2025, the City had $295.7 M in bonds and notes outstanding versus $307.6 M last year- as shown in Table 5.

TABLE 5
OUTSTANDING DEBT

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General Obligation Bonds (Backed by the City)	$ 294,185	$ 306,050	$ 1,585	$ 1,585	$ 295,770	$ 307,635

The City's general obligation bonds are rated A by Standard & Poor's and A by Fitch, two nationally recognized rating agencies. State statutes limit the amount of general obligation debt that municipalities may issue, based on the type of debt and the City's tax base. The City's outstanding general obligation debt remains well below the $1,060.8 million limit established under state law.

Other obligations include accrued vacation pay, sick leave, net OPEB, and pension liabilities. More detailed information about the City's long-term liabilities is presented in Note 7 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The City's elected and appointed officials considered many factors when setting the Fiscal Year 2026 budget and tax rates, including local and statewide economic conditions. As of August 2025, New Britain's unemployment rate was approximately 6.0%. During the same period, Connecticut's statewide unemployment rate was lower, at about 3.8%. New Britain's higher unemployment rate compared to the state average is typical for a larger urban municipality.

These indicators were considered in the adoption of the FY 2025–2026 General Fund budget. The total adopted budget of $273,493,952 represents an increase of $3.9 million, or 1.47%, over the prior year. The mill rate decreased by 0.41 mills due to a slight increase in property values and the use of $6.7 million in tax stabilization funding. The 1.47% budget increase is well below the twelve-month average Consumer Price Index (CPI) of 2.8%.

The 2024 Net Real Estate Grand List increased by 16,152,460 or 0.49%.

2024 Real Estate Grand List Totals vs 2023 Real Estate Grand List Totals:

	2024	2023	Difference	% of Change
Gross:	3,344,854,344	3,324,609,409	20,244,935	0.61%
Exempt:	26,505,351	22,412,876	4,092,475	18.26%
Net:	3,318,348,993	3,302,196,533	16,152,460	0.49%

Contacting the City's Financial Management

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, City of New Britain, 27 West Main Street, New Britain, Connecticut, 06051.

BASIC FINANCIAL STATEMENTS

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2025
(IN THOUSANDS)

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 138,742	$ 4,130	$ 142,872
Restricted Cash	7,451	-	7,451
Investments	32,504	-	32,504
Receivables, Net	58,218	6,062	64,280
Due from Fiduciary Fund	2,374	-	2,374
Inventory	143	424	567
Capital Assets:			
Capital Assets not Being Depreciated	53,544	7,330	60,874
Capital Assets Being Depreciated, Net	415,619	43,470	459,089
Total Assets	708,595	61,416	770,011
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	2,373	538	2,911
Changes Related to Pensions	52,562	-	52,562
Changes Related to OPEB	17,540	-	17,540
Total Deferred Outflows of Resources	72,475	538	73,013
LIABILITIES			
Accounts and Other Payables	44,855	447	45,302
Loans Payable	32,927	-	32,927
Unearned Revenue	19,760	-	19,760
Noncurrent Liabilities:			
Due Within One Year	33,861	515	34,376
Due in More than One Year	592,513	6,882	599,395
Total Liabilities	723,916	7,844	731,760
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts on Refunding	681	-	681
Charges Related to OPEB	24,152	-	24,152
Charges Related to Pensions	22,719	-	22,719
Advanced Property Tax Collections	462	-	462
Total Deferred Inflows of Resources	48,014	-	48,014
NET POSITION			
Net Investment in Capital Assets	141,284	44,172	185,456
Restricted for:			
Grants	14,455	-	14,455
Capital Improvements	12,323	-	12,323
Housing Loans	5,986	-	5,986
Trust Purposes:			
Nonexpendable	3,770	-	3,770
Unrestricted	(168,678)	9,938	(158,740)
Total Net Position	$ 9,140	$ 54,110	$ 63,250

See accompanying Notes to Basic Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions/Programs	Expenses	Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
GOVERNMENTAL ACTIVITIES							
General Government	$ 25,861	$ 2,541	$ 1,573	$ 13,872	$ (7,875)	$ -	$ (7,875)
Public Safety	73,265	5,600	1,003	-	(66,662)	-	(66,662)
Public Works	40,588	15,826	6,127	19,133	498	-	498
Health and Welfare	13,350	694	6,828	-	(5,828)	-	(5,828)
Parks, Recreation, and Libraries	14,345	3,399	532	-	(10,414)	-	(10,414)
Education	256,555	1,246	187,059	-	(68,250)	-	(68,250)
Interest on Long-Term Debt	15,882	-	-	-	(15,882)	-	(15,882)
Total Governmental Activities	439,846	29,306	203,122	33,005	(174,413)	-	(174,413)
Business-Type Activities:							
Water	13,156	14,148	-	-	-	992	992
Total Governmental Activities	$ 453,002	$ 43,454	$ 203,122	$ 33,005	(174,413)	992	(173,421)
GENERAL REVENUES							
Property Taxes					155,411	-	155,411
Grants and Contributions not Restricted to Specific Programs					26,927	-	26,927
Unrestricted Investment Income					9,287	5	9,292
Miscellaneous					2,189	-	2,189
Total General Revenues					193,814	5	193,819
Transfers					1,808	(1,808)	-
CHANGE IN NET POSITION					21,209	(811)	20,398
Net Position - Beginning of Year, as restated					(12,069)	54,921	42,852
NET POSITION - END OF YEAR					$ 9,140	$ 54,110	$ 63,250

See accompanying Notes to Basic Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025
(IN THOUSANDS)

	General	Capital Projects Fund	BOE State and Federal Grants	ARPA Funds	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	$ 56,023	$ 30,598	$ 5,430	$ 12,817	$ 23,190	$ 128,058
Restricted Cash	-	7,451	-	-	-	7,451
Investments	-	4,567	-	-	5,638	10,205
Accounts and Loans Receivables, Net	29,564	3,425	3,162	-	22,051	58,202
Due from Other Funds	2,374	-	-	-	-	2,374
Inventories	-	-	-	-	143	143
Total Assets	$ 87,961	$ 46,041	$ 8,592	$ 12,817	$ 51,022	$ 206,433
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable	$ 20,178	$ 5,041	$ 8,770	$ 639	$ 4,144	$ 38,772
Due to Other Funds	-	-	-	-	-	-
Unearned Revenue	-	-	162	12,178	7,420	19,760
Clean Water Loan Payable	-	12	-	-	-	12
Bond Anticipation Notes Payable	-	32,915	-	-	-	32,915
Total Liabilities	20,178	37,968	8,932	12,817	11,564	91,459
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Property Taxes	26,757	-	-	-	-	26,757
Unavailable Revenue - Sewer Use Fees	-	-	-	-	8,261	8,261
Unavailable Revenue - Loans Receivable	-	-	-	-	5,986	5,986
Unavailable Revenue - Grant Receivable	-	-	-	-	2,995	2,995
Advanced Property Tax Collections	462	-	-	-	-	462
Total Deferred Inflows of Resources	27,219	-	-	-	17,242	44,461
FUND BALANCES						
Nonspendable	-	-	-	-	3,913	3,913
Restricted	-	14,866	-	-	11,460	26,326
Committed	-	10,892	-	-	9,838	20,730
Assigned	13,998	-	-	-	-	13,998
Unassigned	26,566	(17,685)	(340)	-	(2,995)	5,546
Total Fund Balances	40,564	8,073	(340)	-	22,216	70,513
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 87,961	$ 46,041	$ 8,592	$ 12,817	$ 51,022	$ 206,433

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025
(IN THOUSANDS)

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total Fund Balances - Governmental Funds (Exhibit III)	$ 70,513
Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because of the following:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Governmental Capital Assets	837,520
Less: Accumulated Depreciation	(368,357)
Net Capital Assets	469,163
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recorded in the funds:	
Property Tax Receivables Greater than 60 Days	13,544
Interest Receivable on Property Taxes	13,213
Housing Loans Receivable	5,986
Other Grant Receivables	2,995
Sewer Receivable	8,261
Deferred Outflows Related to Pensions	52,562
Deferred Outflows Related to OPEB	17,540
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.	11,775
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds and Notes Payable	(294,185)
Clean Water Notes Payable	(362)
Interest Payable on Bonds and Notes	(4,306)
Compensated Absences	(19,378)
Net Pension Liability	(240,582)
Net OPEB Liability	(45,964)
Deferred Amounts on Refunding	1,692
Deferred Discounts on Refundings	681
Unamortized Bond Premium	(7,137)
Deferred Inflows Related to OPEB	(24,152)
Deferred Inflows Related to Pensions	(22,719)
Net Position of Governmental Activities (Exhibit I)	$ 9,140

See accompanying Notes to Financial Statements.

EXHIBIT IV

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	General	Capital Projects Fund	BOE State and Federal Grants	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	$ 155,379	$ -	$ -	$ -	$ -	$ 155,379
Intergovernmental	128,617	17,770	71,797	13,872	27,695	259,751
Licenses, Fees, and Charges for Goods and Services	11,839	-	-	-	16,503	28,342
Investment Earnings	5,868	410	-	-	93	6,371
Investment Losses	-	-	-	-	660	660
Miscellaneous	411	67	-	-	1,394	1,872
Total Revenues	302,114	18,247	71,797	13,872	46,345	452,375
EXPENDITURES						
Current:						
General Government	11,483	-	-	13,872	19	25,374
Public Safety	69,645	-	-	-	997	70,642
Public Works	18,120	-	-	-	23,467	41,587
Health and Welfare	3,650	-	-	-	11,360	15,010
Education	160,893	-	73,593	-	11,383	245,869
Parks and Recreation	9,730	-	-	-	5,560	15,290
Capital Outlay	-	33,855	-	-	-	33,855
Debt Service	25,217	95	-	-	-	25,312
Total Expenditures	298,738	33,950	73,593	13,872	52,786	472,939
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,376	(15,703)	(1,796)	-	(6,441)	(20,564)
OTHER FINANCING SOURCES (USES)						
Transfers In	2,698	-	-	-	445	3,143
Transfers Out	(445)	-	-	-	(890)	(1,335)
Total Other Financing Sources (Uses)	2,253	-	-	-	(445)	1,808
NET CHANGE IN FUND BALANCES	5,629	(15,703)	(1,796)	-	(6,886)	(18,756)
Fund Balances - Beginning of Year	34,935	23,776	1,456	-	29,102	89,269
FUND BALANCES - END OF YEAR	$ 40,564	$ 8,073	$ (340)	$ -	$ 22,216	$ 70,513

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net Change in Fund Balances - Governmental Funds (Exhibit IV)	$	(18,756)
Amounts reported for governmental activities in the statement of activities (Exhibit II) are different because:		
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:		
Capital Outlay and Other Expenditures		49,163
Depreciation Expense		(15,780)
The statement of activities reports losses arising from the trade-in of existing capital assets to acquire new capital assets. Conversely, governmental funds do not report any gain or loss on a trade-in of capital assets.		(49)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, and revenues recognized in the funds are not reported in the statement of activities:		
Property Tax Receivable - Accrual Basis Change		775
Property Tax Interest and Lien Revenue - Accrual Basis Change		(741)
Housing Loans Receivable		943
Other Grant Receivables		756
Sewer Receivables		365
Change in Deferred Inflows Related to OPEB		(4,559)
Change in Deferred Inflows Related to Pensions		(10,527)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized and deferred in the statement of activities. The details of these differences in the treatment of long-term debt and related items are as follows:		
Bond Principal Payments		11,865
Payments on Clean Water Fund Notes		98
Some expenses reported in the statement of activities do not require the use of current resources and, therefore, are not reported as expenditures in the governmental funds:		
Compensated Absences		2,211
Accrued Interest		(84)
Amortization of Deferred Charge on Refunding		(1,610)
Amortization of Bond Premium		846
Amortization of Bond Discounts		(59)
Net OPEB Expense		11,730
Net Pension Expense		34,051
Change in Deferred Outflows Related to Pensions		(30,206)
Change in Deferred Outflows Related to OPEB		(5,805)
Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities.		(3,418)
Change in Net Position of Governmental Activities (Exhibit II)	$	21,209

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025
(IN THOUSANDS)

	Business-Type Activities	Governmental Activities
	Water Enterprise Fund	Internal Service Funds
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 4,130	$ 10,684
Investments	-	22,299
Receivables:		
Other, Net of Allowance for Uncollectible	6,062	16
Inventory	424	-
Total Current Assets	10,616	32,999
Noncurrent Assets:		
Capital Assets, Net	50,800	-
Total Assets	61,416	32,999
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charge on Refunding	538	-
LIABILITIES		
Current Liabilities:		
Accounts Payable and Accrued Expenses	447	1,777
Compensated Absences	136	-
Current Portion of Bonds and Notes Payable	379	-
Total Current Liabilities	962	1,777
Noncurrent Liabilities:		
Bonds and Notes Payable	6,787	-
Compensated Absences	95	-
Claims Liabilities	-	19,447
Total Noncurrent Liabilities	6,882	19,447
Total Liabilities	7,844	21,224
NET POSITION		
Net Investment in Capital Assets	44,172	-
Unrestricted	9,938	11,775
Total Net Position	$ 54,110	$ 11,775

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	Business-Type Activities	Governmental Activities
	Water Enterprise Fund	Internal Service Funds
OPERATING REVENUES		
Charges for Services and Goods	$ 14,148	$ -
Charges to Other Funds	-	43,106
Other	-	2,693
Total Operating Revenues	14,148	45,799
OPERATING EXPENSES		
Cost of Sales, Services, and Administration	11,030	-
Administration and General Expense	-	1,450
Depreciation Expense	2,016	-
Claims Incurred	-	49,946
Total Operating Expenses	13,046	51,396
OPERATING INCOME (LOSS)	1,102	(5,597)
NONOPERATING REVENUES (EXPENSES)		
Income on Investments	5	2,179
Interest Expense	(110)	-
Net Nonoperating Revenues (Expenses)	(105)	2,179
CHANGE IN NET POSITION BEFORE TRANSFERS	997	(3,418)
TRANSFERS		
Transfers Out	(1,808)	-
CHANGE IN NET POSITION	(811)	(3,418)
Net Position - Beginning of Year	54,921	15,193
NET POSITION - END OF YEAR	$ 54,110	$ 11,775

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	Business-Type Activities	Governmental Activities
	Water Enterprise Fund	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Charges to Other Funds	$ -	$ 43,106
Cash Received from Customers	14,014	-
Cash Received from Other Operating Activities	-	2,692
Cash Paid for Premiums and Other Operating Expenses	(11,767)	(1,450)
Cash Payments for Claims Made	-	(49,057)
Net Cash Provided (Used) by Operating Activities	2,247	(4,709)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash Received from Other Funds	-	18,820
Cash Paid to Other Funds	(1,808)	(18,820)
Net Cash Provided (Used) by Noncapital Financing Activities	(1,808)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of Capital Assets	(399)	-
Payment of Loan Obligation	(379)	-
Interest Paid on Capital Debt	(110)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(888)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Income on Investments	5	2,179
Purchase of Investments	-	(292)
Sale of Investments	12	1,305
Net Cash Provided by Investing Activities	17	3,192
NET CHANGE IN CASH AND CASH EQUIVALENTS	(432)	(1,517)
Cash and Cash Equivalents - Beginning of Year	4,562	12,201
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 4,130	$ 10,684
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ 1,102	$ (5,597)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	2,016	-
Change in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	(185)	(1)
(Increase) Decrease in Other Deferred Asset	51	-
(Increase) Decrease in Inventory	(11)	-
Increase (Decrease) in Accounts Payable and Accrued Expenses	(726)	(283)
Increase (Decrease) in Claims Liability	-	1,172
Total Adjustments	1,145	888
Net Cash Provided (Used) by Operating Activities	$ 2,247	$ (4,709)

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025
(IN THOUSANDS)

	Pension and Other Employee Benefit Trust Funds	Custodial Fund Downtown District
ASSETS		
Cash and Cash Equivalents	$ 1,810	$ -
Investments, at Fair Value:		
Mutual Funds - Equities	111,970	-
Mutual Funds - Bonds	52,156	-
Accounts Receivable	284	-
Total Assets	166,220	-
LIABILITIES		
Accounts Payable	285	187
Due to Other Funds	2,374	-
Total Liabilities	2,659	187
NET POSITION		
Restricted for Pension	147,415	-
Restricted for Other Post Retirement Benefits	16,146	-
Unrestricted for Other Governments	-	(187)
Total Net Position	$ 163,561	$ (187)

See accompanying Notes to Financial Statements.

CITY OF NEW BRITAIN, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	Pension and Other Employee Benefit Trust Funds	Custodial Fund Downtown District
ADDITIONS:		
Contributions:		
Employer	$ 14,704	$ -
Employee	87	-
Total Contributions	14,791	-
Investment Income:		
Net Change in Fair Value of Investments	15,953	-
Interest and Dividends	2,931	-
Total Investment Income	18,884	-
Less: Investment Expense	(194)	-
Net Investment Income	18,690	-
Payments of Property Tax for Other Governments	-	224
Total Additions	33,481	224
DEDUCTIONS:		
Benefits	22,558	-
Administration	52	-
Payments to Other Entities	-	314
Total Deductions	22,610	314
CHANGE IN NET POSITION	10,871	(90)
Net Position - Beginning of Year	152,690	(97)
NET POSITION - END OF YEAR	$ 163,561	$ (187)

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of New Britain (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant policies of the City are described below.

A. Reporting Entity

Primary Government

The City of New Britain, Connecticut (the City) became a consolidated City in 1905 with a Mayor-Council form of government. The Mayor and Council serve concurrent two-year terms and operate under a Charter adopted in 1961, with the latest revision in 2022. The Common Council, the legislative body, is elected biennially and consists of fifteen (15) Aldermen with three (3) members elected from each of the City's five (5) wards (incorporating minority party representation requirements). The other elected officials are City Treasurer, ten (10) Members of the Board of Education, Registrars of Voters and three (3) members of the Board of Assessment Appeals.

The municipal budget is prepared by the Finance Department from Department requests then proceeds to the Board of Finance and Taxation. Mayor submits proposals to the Common Council for adoption.

All department heads report directly to the Mayor.

The City has the power to incur indebtedness by issuing bonds or notes as provided by Charter and Connecticut General Statutes.

The City operates and maintains a public water supply system, known as the City of New Britain Water Department.

The City provides the following services as authorized by its Charter: Education, Water, Sewer, Refuse, Public Works, Public Safety, Parks, Recreation, Libraries, and Health and Human Services.

Joint Ventures

The City is a participant in one joint venture as described below.

<u>Bristol Resource Recovery Facility Operating Committee</u>

The City is a participant with 14 other cities and towns in a joint venture, the Bristol Resource Recovery Facility (BRRFOC). BRRFOC was created pursuant to an Inter-Community Agreement to exercise certain rights on behalf of the Contracting Municipalities in dealing with the trash-to-energy plant built by Ogden Martin Systems of Bristol, Inc., now known as Covanta Bristol, Inc. (Covanta). The governing board consists of City officials appointed by each of the participating municipalities and assumes all the management decisions.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Joint Ventures (Continued)

Bristol Resource Recovery Facility Operating Committee (Continued)

A complete set of financial statements for BRRFOC can be obtained from the administrative office at 43 Enterprise Drive, Bristol, Connecticut 06010.

Jointly Governed Organizations

The Mattabassett District

The Mattabassett District is a quasi-municipal district established in accordance with state statutes to provide sewer treatment services for the Towns of Berlin, Cromwell, Newington, Rocky Hill, and the Cities of New Britain and Middletown. A 16-person Board of Directors is appointed by the four member towns of Berlin, Cromwell, New Britain, and Middletown appointing five members, Berlin appoints three members, and Cromwell appoints three members. The Board of Directors is responsible for hiring, firing, purchasing, administration, budget adoption, and fiscal operations. The District may issue bonds in its own name. The Mattabassett District levies its annual assessment, which the City is obligated to pay.

Accounting principles generally accepted in the United State of America require that the reporting entity include 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 exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A government is financially accountable for a legally separate organization if it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the government. These criteria have been considered and have resulted in the inclusion of the fiduciary component units as detailed below.

Fiduciary Component Units

The Town has established two single-employer Public Retirement Systems (PERS) and one postretirement health care benefits (OPEB) plan to provide retirement benefits and postretirement health care benefits primary to employees and their beneficiaries. The Town performs the duties of a governing board for the Pension and OPEB plans and is required to make contributions to the pension and OPEB plans.

The financial statements of the fiduciary component units are reported as Pension and OPEB Trust fund in the fiduciary fund financial statements. Separate financial statements have not been prepared for the fiduciary component units.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between certain City's functions because the elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, including fiduciary component units, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 120 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to lease liabilities, compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, charges for services, license and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

The City reports the following major governmental funds:

General Fund

The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund. The major sources of revenue for this fund are property taxes and governmental grants.

Capital Projects Fund

The Capital projects Fund is used to account for the financial resources for the acquisition or construction of major capital facilities, other than those financed by proprietary funds. The major sources of revenue for this fund are bond proceeds and governmental grants.

BOE State and Federal Grants Fund

The BOE State and Federal Grants Fund accounts for educational grant programs funded by the federal and state governmental and other local agencies. The major source of revenue for this fund is governmental grants.

ARPA Fund

The ARPA Fund accounts for expenditures under the American Rescue Plan Act. The major source of revenue for this fund is from the federal government passed through the state of Connecticut.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The City reports the following major proprietary fund:

Water Enterprise Fund

The Water Enterprise Fund accounts for all activities related to the transmission and distribution of drinking water.

Additionally, the City reports the following fund types:

Internal Service Funds

The Internal Service Funds account for the risk management activities for the City.

Pension and OPEB Trust Fund

The Pension and OPEB Trust Fund accounts for the activities of the New Britain police and fire retirement system, which accumulates resources for pension benefit payments to qualified City employees and also the activities of the City and Board of Education for other postemployment benefits payments to qualified retired employees.

Custodial Fund

The Custodial Fund accounts for fiduciary activities related to the collection of taxes for the Downtown District.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Water Enterprise Fund, and of the City’s Internal Service Funds, are charges to customers for sales and services. Operating expenses for enterprise funds and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned, then unassigned.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Deposits and Investments

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

State statutes authorize the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and certain other investments as described in Note 3.

Investments for the City are reported at fair value.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." All trade and property tax receivables are shown net of an allowance for uncollectibles.

The City's property taxes are levied each June on 70% of the assessed value listed on the prior October 1 Grand List for all taxable property located in the City. Although taxes are levied in June, the legal right to attach property does not exist until July 1 and, as such, taxes are due and payable in two installments on July 1 and January 1 following the date of the Grand List. Taxes are overdue on August 1, and interest is levied at 1-1/2% per month. The City files liens against property if taxes, which are due July 1, remain unpaid on the following June 30.

The City has established a reserve in the amount of $4,930 for property taxes receivable and interest receivable that are deemed to be uncollectible.

F. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the government as assets with an initial, individual cost of more than $7,500 (amount not rounded) and an estimated useful life in excess of five years.

Infrastructure is capitalized on the amounts spent for the construction or acquisition of the related infrastructure assets are capitalized and reported in the government-wide financial statements for amounts over $7,500.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the government chose to include all such items regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtracking (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the government values these capital assets at the estimated acquisition value at the date of its donation.

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

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

Property, plant, and equipment of the primary government is depreciated using the straight-line method over the following estimated useful lives:

Buildings	25 to 30 Years
Building Improvements	20 Years
Machinery and Equipment	5 to 20 Years
Vehicles	5 Years
Infrastructure	10 to 65 Years

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports a deferred charge on refunding and deferred outflows related to pensions and OPEB in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pensions and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The City reports advance property tax collections in the government-wide statement of net position and in the governmental funds balance sheet and deferred inflows related to pensions and OPEB in the government-wide statement of net position. Advance property tax collections represent taxes and fees inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. A deferred inflow of resources related to pensions and OPEB result from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees). For governmental funds, the City reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes, sewer fees, and long-term loans. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

I. Compensated Absences

Under the terms of its various union contracts, City and Board of Education employees are permitted to accumulate earned but unused sick pay benefits and, with approval, vacation benefits. The liability for compensated absences reported in the government-wide statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Net Pension Liability

The net pension liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total pension liability), net of the pension plan's fiduciary net position. The pension plan's fiduciary net position is determined using the same valuation methods that are used by the pension plan for purposes of preparing its statement of fiduciary net position. The net pension liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

K. Net OPEB Liability

The net OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position. The OPEB plan's fiduciary net position is determined using the same valuation methods that are used by the OPEB plan for purposes of preparing its statement of fiduciary net position. The net OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of any significant applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources..

Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Balance

Equity in the government-wide financial statements is defined as “net position” and is classified in the following categories:

Net Investment in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position – Net position is restricted because it is externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position – This component consists of net position that does not meet the definition of “restricted” or “invested in capital assets.”

Nonspendable Fund Balance – This represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts).

Equity of the fund financial statements is defined as “fund balance: and is classified in the following categories:

Restricted Fund Balance – This represents amounts constrained for a specific purpose by external parties, such as grantors, creditors, contributors, or laws and regulations of their governments.

Committed Fund Balance – This represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (City of New Britain Common Council). A resolution approved by the Common Council of the City of New Britain is required to modify or rescind a fund balance commitment.

Assigned Fund Balance – This balance represents amounts constrained for the intent to be used for a specific purpose by a governing board or official that has been delegated authority to assign amounts by the City Charter. A resolution approved by the Common Council of the City of New Britain is required to modify or rescind a fund balance assignment.

Unassigned Fund Balance – This represents fund balance in the General Fund in excess of nonspendable, restricted, committed, and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Accounting Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

O. Adoption of New Accounting Standards

Effective July 1, 2024, the Town implemented GASB Statement No. 101, *Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. See Note 14 for the effect on beginning net position.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The City uses the following procedures in establishing the budgetary data included in the financial statements for the General Fund, the City's only budgeted fund.

City department heads are required to submit to the Mayor estimates in detail of the amounts of money required by their department for the ensuing fiscal year. For these submissions, the Mayor and the Board of Finance and Taxation shall prepare an annual budget of the City. The proposed budget shall include the rate of taxation, a statement of bonds to mature and interest payable, as well as the capital budget. The final vote of the Common Council to approve the Mayor's proposed budget for the ensuing fiscal year shall be by majority vote. If the Mayor shall disapprove, he shall issue a veto message and a two-thirds vote of the Common Council shall be required to override the veto.

Advisory budgets for Special Revenue Funds which are utilized to account for specific grant programs are established in accordance with the requirements of the grantor agencies. In some instances, such budgets comprehend more than one fiscal year and are comprehending a fiscal period that does not coincide with the City's fiscal year.

Legal authorization for Capital Projects Fund spending is provided by the related bond ordinances and/or intergovernmental grant agreements.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgetary Information (Continued)

Special appropriations requiring an increase in estimated income and expenditures in any fund shall be approved by two-thirds vote of the Common Council. A transfer of monies external to a departmental budget shall be authorized by a majority vote of the Common Council. The Mayor shall be authorized to transfer monies within a department budget upon written request. The limit for any individual line item transfer shall depend on its classification, which is spelled out in the ordinance. Additional appropriations for the fiscal year were $762.

The City's budgeting system requires accounting for certain transactions be on a basis other than generally accepted accounting principles (GAAP basis). A major difference between the budget and GAAP basis is that encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order is issued, and, accordingly, encumbrances outstanding at year-end are recorded in budgetary reports as expenditures in the current year, whereas, on a GAAP basis, encumbrances are recorded as reservations of fund balance.

Unencumbered appropriations lapse at year-end with the exception of the Capital Projects Fund.

Also, in accordance with the provision of GASB Statement No. 24, the City has reported "on-behalf" payments made by the state of Connecticut into the teachers' retirement system in the governmental funds.

Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued, and accordingly, encumbrances outstanding at year-end are reported in budgetary reports as expenditures in the current year. Generally, all unencumbered appropriations lapse at year-end. There were no open encumbrances at the end of the year.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Deficit Fund Balance

The following funds have a deficit fund balance/fund net position at June 30, 2025:

Major:		
BOE State and Federal Grants Fund	$	340
Nonmajor:		
Special Revenue Funds:		
Cemetery		1,550
Local Capital Improvement		385
Police Explorers		3
21st Century After School Grant		77
Exercise the Right Choice II		4
Federal Omnibus Appropriation		23
STD Control Program		16
Highway Safety Grant		389
Brownfield Program		51
Business Outreach Center		52
Emergency Shelter Grant		54
HOME Project		231
Lead Grant		8
Brownfield Pilot		5
EFSP Program		13
Neighborhood Stabilization Program		53
Opioid Fund		79
American the Beautiful Forestry		2
Internal Service Funds:		
Workers' Compensation		4,876

The special revenue funds deficit balances will be eliminated by program income. Internal Service funds deficit balances will be eliminated from future contributions from the General Fund.

C. Expenditures Over Appropriations

The following individual lines within the General Fund budget indicated expenditures that exceeded their appropriations:

Department	Final Budget	Actual	Variance
Waste Disposal	$ 5,210	$ 5,211	$ (1)
Contingency	931	1,219	(288)

NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS

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

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 1) obligations of the United States and its agencies, 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof, and 3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the Statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF) and the State Tax Exempt Proceeds Fund (TEPF). These investment pools are under the control of the State Treasurer, with oversight provided by the Treasurer's Cash Management Advisory Board and are regulated under the state Statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the fair value of the position in the pool is the same as the value of the pool shares.

A. Deposits

<u>Deposit Custodial Credit Risk</u>

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposit will not be returned. The City does not have a deposit policy for custodial credit risk. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the state of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository's risk-based capital ratio.

(AMOUNTS EXPRESSED IN THOUSANDS)

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

A. Deposits (Continued)

Deposit Custodial Credit Risk (Continued)

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, $123,477, of the City's bank balance of $126,234 was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	$ 110,854
Uninsured and Collateral Held by the Pledging Bank's Trust Department, not in the City's Name	12,623
Total Amount Subject to Custodial Credit Risk	$ 123,477

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2025, the City's cash equivalents amounted to $37,275.

Credit Risk – Cash Equivalents

Credit risk is the risk that an issuer of an investments will not fulfill its obligation to the holder. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following chart summarizes year-end ratings for City of New Britain, Connecticut, as rated by Standard & Poor's:

	Standard & Poor's
State Short-Term Investment Fund (STIF)	AA
Bank of America	Not Rated
Charles Schwab	Not Rated
Principal Investment	Not Rated
Raymond James	Not Rated
Essex Financial Services	Not Rated

(AMOUNTS EXPRESSED IN THOUSANDS)

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

B. Investments

As of June 30, 2025, the City had the following investments:

		Investment Maturities (Years)		
Investment Type	Fair Value	Less Than 1	1 - 10	More Than 10
Interest-Bearing Investments:				
Corporate Bonds	$ -	$ -	$ -	$ -
Total	-	$	$	$ -
Other Investments:				
Mutual Funds - Equities	140,294			
Mutual Funds - Bonds	56,336			
Total Investments	$ 196,630			

Average Rating	Corporate Bonds	U.S. Government Securities	U.S. Government Agencies	Bond Mutual Funds
Unrated	-	-	-	$ 56,336
Total	$	$ -	$ -	$ 56,336

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements).

The City has the following recurring fair value measurements as of June 30, 2025:

	June 30,	Fair Value Measurements Using		
	2025	Level 1	Level 2	Level 3
Investments by Fair Value Level:				
Mutual Funds	$ 196,630	$ 179,915	$ 16,715	$ -
Total Investments by Fair Value Level	$ 196,630	$ 179,915	$ 16,715	$ -

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The City has no Level 3 investments.

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

B. Investments (Continued)

Interest Rate Risk

The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fail value losses arising from increasing interest rates.

Credit Risk – Investments

As indicated above, state Statutes limit the investment options of cities and towns. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

The City has no policy limiting an investment in any one issuer that is in excess of 5% of the City's total investments.

Custodial Credit Risk

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the City or that sells investments to or buys them for the City), the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City does not have a policy for custodial credit risk. At June 30, 2025, the City had no uninsured and unregistered securities held by the counterparty, or by its trust department or agent that were not in the City's name.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 4 RECEIVABLES

Receivables as of year-end for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Capital Projects	BOE State and Federal Grants	Nonmajor and Other Funds	Business Activities Water Enterprise	Total
Receivables:						
Interest	$ 14,248	$ -	$ -	$ -	$ -	$ 14,248
Taxes	19,033	-	-	-	-	19,033
Water Use	-	-	-	-	6,464	6,464
Sewer Use	-	-	-	9,240	-	9,240
Other	1,213	-	-	447	-	1,660
Intergovernmental	-	3,425	3,162	6,879	-	13,466
Housing Loans	-	-	-	5,785	-	5,785
Gross Receivables	34,494	3,425	3,162	22,351	6,464	69,896
Less: Allowance for Uncollectibles	(4,930)	-	-	-	(402)	(5,332)
Net Total Receivables	$ 29,564	$ 3,425	$ 3,162	$ 22,351	$ 6,062	$ 64,564

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 4 RECEIVABLES (CONTINUED)

Revenues are reported net of uncollectible amounts. Total uncollectible amounts related to revenues of the current period are as follows:

Uncollectibles Related to:	
Property Taxes	$ 4,930
Water Receivables	402
Total	$ 5,332

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	$ 13,417	$ 13,000	$ -	$ 13,430
Construction in Progress	80,929	34,848	75,663	40,114
Total Capital Assets not Being Depreciated	94,346	34,861	75,663	53,544
Capital Assets Being Depreciated:				
Land Improvements	46,754	11,808	-	58,562
Buildings	406,580	50,143	-	456,723
Machinery and Equipment	32,854	5,039	2,853	35,040
Vehicles	32,143	2,894	690	34,347
Infrastructure	179,223	20,081	-	199,304
Total Capital Assets Being Depreciated	697,554	89,965	3,543	783,976
Less: Accumulated Depreciation for:				
Land Improvements	27,091	2,032	-	29,123
Buildings	191,393	7,291	-	198,684
Machinery and Equipment	20,223	1,917	2,825	19,315
Vehicles	25,441	1,722	669	26,494
Infrastructure	91,923	2,818	-	94,741
Total Accumulated Depreciation	356,071	15,780	3,494	368,357
Total Capital Assets Being Depreciated, Net	341,483	74,185	49	415,619
Governmental Activities Capital Assets, Net	$ 435,829	$ 109,046	$ 75,712	$ 469,163

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 5 CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets not Being Depreciated:				
Land	$ 1,977	$ -	$ -	$ 1,977
Construction in Progress	5,027	326	-	5,353
Total Capital Assets not Being Depreciated	7,004	326	-	7,330
Capital Assets Being Depreciated:				
Source of Supply	6,011	-	-	6,011
Pumping Plant	2,826	-	-	2,826
Water Treatment Plant	3,161	-	-	3,161
Filter Plant	57,307	-	-	57,307
Machinery and Equipment	3,933	-	-	3,933
Transmission and Distribution	15,504	73	31	15,546
General Plant and Administrative Equipment	621	-	-	621
Total Capital Assets Being Depreciated	89,363	73	31	89,405
Less: Accumulated Depreciation for:				
Source of Supply	3,399	65	-	3,464
Pumping Plant	2,212	37	-	2,249
Water Treatment Plant	1,165	129	-	1,294
Filter Plant	22,665	1,147	-	23,812
Machinery and Equipment	2,873	182	-	3,055
Transmission and Distribution	11,419	435	31	11,823
General Plant and Administrative	217	21	-	238
Total Accumulated Depreciation	43,950	2,016	31	45,935
Total Capital Assets Being Depreciated, Net	45,413	(1,943)	-	43,470
Business-Type Activities Capital Assets, Net	$ 52,417	$ (1,617)	$ -	$ 50,800

Depreciation expense was charged to functions/programs as follows:

Governmental Activities:	
General Government	$ 1,333
Public Safety	2,278
Public Works	4,643
Health and Social Services	4
Parks and Recreation	1,541
Education	5,981
Total Depreciation Expense - Governmental Activities	$ 15,780
Business-Type Activities:	
Enterprise Fund - Water Depreciation Expense	$ 2,016

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 5 CAPITAL ASSETS (CONTINUED)

Construction Commitments

The City has active construction projects as of June 30, 2025. The following is a summary of capital projects as of June 30, 2025:

Project	Project Authorization	Cumulative Expenditures	Remaining Commitment
Public Buildings	$ 40,027	$ 39,566	$ 461
Schools	242,104	181,583	60,521
Infrastructure	97,082	88,606	8,476
Parks and Recreation			
Other	442,927	328,039	114,888

NOTE 6 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

All interfund receivables and payables are the result of regularly recurring transactions and represent temporary balances. A summary of interfund balances as of June 30, 2025, is presented below:

Receivable Fund	Payable Fund	Amount
General Fund	Pension Trust Funds	2,374
Total		$ 2,374

The Pension Trust Funds will reimburse the General Fund in fiscal year 2026 from employee contributions and investment earnings.

Interfund transfers:
The composition of interfund transfers for the year ended June 30, 2025, is as follows:

	General Fund	Nonmajor Governmental Funds	Total Transfers Out
General Fund	$ -	$ 445	$ 445
Nonmajor Funds	890	-	890
Water Fund	1,808	-	1,808
Total Transfers In	$ 2,698	$ 445	$ 3,143

During the year, transfers are used to (1) move General Fund resources to provide contributions to the Centralized and Distribution Services and Fire Grant Fund, and (2) to transfer Water Fund annual contribution to the General fund.

Further, during the year ended June 30, 2025, the City made the following transfer. A transfer of $890 to move funds from nonmajor funs of Cemetery Fund and Sewer Use Fund to the General Fund to provide government services.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 7 LONG-TERM DEBT

A schedule of bond indebtedness as of June 30, 2025, is as follows:

	Interest Rate %	Original Issue	Date of Issue	Date of Maturity	Balance Outstanding
Consolidated School District:					
2008 Series A	2.8 - 5.0	$ 1,750	4/1/2008	4/1/2028	$ 143
2015 Series A	3.0 - 5.0	9,935	3/19/2015	3/1/2035	1,941
2017 Series C	5.0	9,108	3/15/2017	3/15/2037	7,642
2018 Series Refunding	4.032-4.402	16,615	5/15/2018	3/1/2039	16,588
2019 Series	5.0	11,360	12/10/2019	9/1/2044	7,050
2020 Series A	3.0	141	8/19/2020	9/1/2044	141
2020 Series B	0.891-3.250	9,428	8/19/2020	9/1/2042	8,187
2022 Series A	5.0	6,000	6/15/2022	3/1/2047	5,527
2022 Series B	4.0	1,094	6/15/2022	3/1/2047	1,094
2022 Series C	5.331	7,491	6/15/2022	3/1/2047	7,491
Subtotal		72,922			55,804
Public Improvement:					
2008 Series A	2.8 - 5.0	11,215	4/1/2008	4/1/2028	917
2008 Series B (2005 Water Refund)	2.8 - 5.0	14,170	4/1/2008	4/1/2035	2,359
2015 Series A	0.82 - 5.0	19,065	1/28/2016	3/1/2035	3,724
2017 Series C	5.0	44,037	3/15/2017	3/15/2037	36,943
2018 Series Refunding	4.032-4.402	75,030	5/15/2018	3/1/2039	74,907
2018 Series B	3.75-5.25	23,320	12/19/2018	9/1/2038	12,160
2018 Series C	3.75-5.25	5,650	12/19/2018	9/1/2038	2,160
2020 Series A	3.0	21,174	08/19/20	09/01/44	21,174
2020 Series B	0.891 - 3.250	29,612	08/19/20	09/01/42	25,713
2022 Series A	5.0	26,950	6/15/2022	3/1/2047	24,824
2022 Series B	4.0	6,401	6/15/2022	3/1/2047	6,401
2022 Series C	5.331	20,604	6/15/2022	3/1/2047	20,604
Subtotal		297,228			231,886
General Obligation Pension Bonds:					
2015 Series A	1.901 - 4.034	56,000	4/15/2015	2/1/2026	6,495
Total Governmental Activities		$ 426,150			$ 294,185

General Long-Term Bonded Debt

The City uses all of the above general long-term bonded debt for the acquisition and construction of capital assets except for the General Obligation Pension Bonds of 2015.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 7 LONG-TERM DEBT (CONTINUED)

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2025, was as follows:

	Balance As Restated	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	$ 306,050	$ -	$ 11,865	$ 294,185	$ 12,185
Bond Premiums	7,983	-	846	7,137	-
Bond Discounts	(740)	-	(59)	(681)	-
Total General Obligation Bonds	313,293	-	12,652	300,641	12,185
Notes Payable:					
Clean Water Notes	460	-	98	362	98
Other Liabilities:					
Net OPEB Liability	57,694	-	11,730	45,964	-
Compensated Absences	21,589	-	2,211	19,378	1,938
Net/Total Pension Liability	274,633	-	34,051	240,582	193
Risk Management	18,275	1,172	-	19,447	19,447
Governmental Activities Long-Term Liabilities	$ 685,944	$ 1,172	$ 60,742	$ 626,374	$ 33,861
Business-Type Activities:					
Bonds Payable	$ 1,585	$ -	$ -	$ 1,585	$ -
Notes Payable:					
Clean Water Notes	5,960	-	379	5,581	379
Compensated Absences	208	23	-	231	136
Business-Type Activities Long-Term Liabilities	$ 7,753	$ 23	$ 379	$ 7,397	$ 515

Beginning balance was restated for GASB 101. See Note 14.

The change in the compensated absence liability is presented as a net change.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 7 LONG-TERM DEBT (CONTINUED)

Debt Limit

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

Category	Debt Limit	Net Indebtedness	Balance
General Purpose	$ 340,979	$ 312,253	$ 28,726
Schools	681,957	382,035	299,922
Sewers	568,298	19,303	548,995
Urban Renewal	492,525	-	492,525
Pension Deficit	454,638	-	454,638

The total overall statutory debt limitation for the City is equal to seven times annual receipts from taxation ($1,060,822).

The indebtedness above includes $378,142 of authorized bonds that were unissued as of June 30, 2025, for various projects.

The Water Department Enterprise Fund is used to account for the operations of the City of New Britain Water Department in a manner similar to private business enterprises. Under Section 7-374B of the General Statutes of Connecticut, water bonds are treated as self-liquidating debt and are excluded in determining the net bonded debt.

Subway bonds represent debt related to constructing and maintaining underground conduits for electric light and telephone wires and cables. The bonds are general obligations of the City, which are financed by assessments levied against the utility companies which use the system. Under Section 7-374B of the General Statutes, the bonds are treated as self-liquidating and are excluded in determining the net bonded debt.

Overlapping Debt

As explained in Note 1, the Mattabassett District has been empowered by the state of Connecticut to issue bonds in its own name. The Mattabassett District has an outstanding of $83,428 debt issued under the state of Connecticut's Clean Water Revolving Fund Program in connection with the design and construction of a Waste Water Pollution Facility Nitrogen Upgrade Project. As a member of the Mattabassett District, the City is assessed a pro-rate share of 34.09% of the District debt, which is reflected as overlapping debt. As of June 30, 2025, $36,615 has been drawn upon and $12,482 represents the City's share of the debt as of that date.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 7 LONG-TERM DEBT (CONTINUED)

The maturities relating to all bonds and serial notes of the governmental activities of the City as of June 30, 2025, are as follows:

Year Ending June 30,	Principal General Obligation	Principal Clean Water Notes	Interest General Obligation	Interest Clean Water Notes	Total
2026	$ 12,185	$ 98	$ 12,880	$ 6	$ 25,169
2027	12,400	72	12,322	5	24,799
2028	12,565	35	11,815	4	24,419
2029	12,795	35	11,229	3	24,062
2030	13,075	35	10,612	2	23,724
2031	13,250	35	9,994	1	23,280
2032	12,974	35	9,411	1	22,421
2033	13,035	17	8,798	-	21,850
2034	13,750	-	8,171	-	21,921
2035	14,050	-	7,494	-	21,544
2036	14,210	-	6,873	-	21,083
2037	14,400	-	6,216	-	20,616
2038	14,260	-	5,489	-	19,749
2039	13,872	-	4,865	-	18,737
2040	13,925	-	4,151	-	18,076
2041	13,793	-	3,648	-	17,441
2042	13,657	-	3,142	-	16,799
2043	13,520	-	2,641	-	16,161
2044	13,373	-	2,147	-	15,520
2045	13,231	-	1,652	-	14,883
2046	12,820	-	1,265	-	14,085
2047	13,045	-	588	-	13,633
Total	$ 294,185	$ 362	$ 145,403	$ 22	$ 439,972

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 7 LONG-TERM DEBT (CONTINUED)

The maturities relating to all bonds and serial notes of the business-type activities of the City as of June 30, 2025, are as follows:

Year Ending June 30,	Principal Clean Water Notes	Revenue and Refunding Bonds	Interest Clean Water Notes	Interest Revenue and Refunding Bonds	Total
2026	$ 379	$ -	$ 108	$ 117	$ 604
2027	379	-	101	107	587
2028	379	-	93	98	570
2029	379	-	85	89	553
2030	379	-	78	79	536
2031	379	-	70	70	519
2032	379	421	63	61	924
2033	379	535	55	84	1,053
2034	379	-	47	59	485
2035	379	-	40	34	453
2036	354	-	32	33	419
2037	228	-	27	33	288
2038	228	-	22	33	283
2039	228	3	17	33	281
2040	203	35	13	33	284
2041	185	42	9	32	268
2042	185	48	6	29	268
2043	152	55	2	27	236
2044	28	62	-	24	114
2045	-	69	-	21	90
2046	-	240	-	17	257
2047	-	75	-	4	79
Total	$ 5,581	$ 1,585	$ 868	$ 1,117	$ 9,151

As of June 30, 2025, the amount of defeased debt outstanding from all refunding issues totaled $52,480. These amounts are removed from the governmental activities and business type activities columns of the statement of net position.

Clean Water Notes

The City's outstanding clean water notes contain an provision that, in event of default, the State may declare, by notice to the City, that the principal of and interest accrued on any outstanding amounts are immediately due and payable in full, automatically, without further notices or demand of any kind.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 7 LONG-TERM DEBT (CONTINUED)

Bond Anticipation Notes and Interim Financing

The following short-term obligations were outstanding at June 30, 2025, in the capital projects fund:

Description	Fund	Rate	Maturity Date	Beginning Balance	Additions	Reductions	Ending Balance
Bond Anticipation Notes	Capital Projects Fund	5.19%	9/17/2024	$ 31,200	$ -	$ 31,200	$ -
Bond Anticipation Notes	Capital Projects Fund	3.81%	9/12/2025	-	32,915	-	32,915
DWSRF 2024-5003*	Capital Projects Fund	2.00%	TBD	-	12	-	12

*Proceeds from the state of Connecticut under the clean water financing agreement are treated as short-term obligation until such time that a final debt agreement is permanently financed.

As of June 30, 2025, the City has received $12 of clean water loans which have not been converted to long-term loan. The loan is considered short-term until the project is completed and a permanent loan is put in place.

NOTE 8 RISK MANAGEMENT

Insurance coverages are purchased by the City for the following exposures:

- Property damage
- Auto liability
- Boiler and machinery exposures

A. Property Damage

Purchased insurance covers physical loss or damage to City property (other than vehicles). Generally, the deductible is $25; different deductibles apply to certain classes of property and types of loss. The City maintains a blanket building and contents policy on a 90% co-insurance coverage basis.

B. Auto Liability

The insured limit of coverage is $3,000 with no deductible; uninsured/underinsured motorists' coverage is $40, no deductible. The policy provides liability coverage for both vehicles and mobile equipment.

C. Boiler and Machinery Exposures

Insurance coverage includes direct damage limit per accident of $40; the deductible is $25. This policy provides coverage for damage resulting from sudden and accidental breakdown of boilers, refrigeration and air conditioning equipment, pressure vessels, piping, and accessory equipment.

NOTE 8 RISK MANAGEMENT (CONTINUED)

D. Self-Insurance Plans

The City is self-insured, or maintains large risk retentions, with regard to the following types of coverage:

- Medical Health Insurance
- General Liability
- Workers' Compensation (including Policemen and Firemen Hypertension)
- Employee Fiduciary Bonds (except for the Tax Collector, Treasurer, and selected Treasury/Finance personnel)

The City has opted to manage certain of its risks internally and set aside assets for claim settlement in its Internal Service Funds. The Internal Service Funds are used to account for the City's medical, workers' compensation and general accident, casualty, and liability risks.

The City's medical self-insurance program is administered by Blue Cross/Blue Shield. Under the medical plan, the City self-insures individual coverage up to a maximum of $200 for major medical, and for hospitalization for the contract year July 1, 2024, to June 30, 2025. The City has obtained coverage that insures claims in excess of these amounts. When a claim is submitted, the administrator processes and pays the claims from funds accumulated by the City in an internal service fund. The internal service fund is funded annually by the City's General Fund and the Board of Education based upon information provided by the administrator using an actuarial method to determine such information. The charges by the internal service fund to the City's General Fund are to be adjusted over future contract years so that internal service fund revenues and expenses are approximately equal over such period of time. The City's medical claim liability of approximately $981 is reported in the internal service fund at June 30, 2025.

The City's self-insurance program for general accident, casualty, and liability is administered internally. When a claim is submitted, the City processes and pays the claim from funds now accumulated by the City in an internal service fund. The General Liability Internal Service Fund was funded in 1994 to the extent that the City's financial resources would be required during the next 12 months. The charges by the General Liability Internal Service Fund to other funds will be adjusted over future years so that internal service revenues and expenses are approximately equal over such period of time. The City currently carries excess general liability insurance coverage, which reflects a self-insured retention of $500. The City retains the first $500 per occurrence; coverage is provided by the insurer for the next $3,000 per occurrence/$4,000 aggregate.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 8 RISK MANAGEMENT (CONTINUED)

D. Self-Insurance Plans (Continued)

The insurance coverage includes a stop loss feature, providing coverage after the City has paid $1,300 cumulative accident year claims. Separate policies for special risks are carried by the City to complement the self-insured program; these include:

- Owners, landlords, and tenants' liability coverage for the Fafnir property and for foreclosed properties
- Liability coverage for the Terrific Toys program

The City's self-insurance program for workers' compensation is administered internally. When a claim is submitted, the City processes and pays the claim from funds now accumulated by the City in an internal service fund. The Workers' Compensation Internal Service Fund was funded in 1994 to the extent that the City's financial resources would be required during the next 12 months. The charges by the Workers' Compensation Internal Service Fund to other funds will be adjusted over future years so that internal service revenues and expenses are approximately equal over such period of time. The City's aggregate workers' compensation claim liability of approximately $15.5 million has been recorded in the workers' compensation internal service fund. The City currently carries excess workers' compensation insurance coverage. The City retains the first $1,000 per accident; limits are statutory.

Settled claims have not exceeded the commercial coverages in any of the previous three years and there has not been a significant reduction in coverage in the period July 1, 2022, and June 30, 2025.

The changes in the claims liabilities for the fiscal years ended June 30, 2025 and 2024, are as follows:

	June 30, 2025			June 30, 2024		
	Medical	Workers' Compensation	General Accident Casualty and Liability	Medical	Workers' Compensation	General Accident Casualty and Liability
Beginning of Year Claims Liability	$ 704	$ 14,601	$ 2,970	$ 942	$ 14,551	$ 2,970
Current Year Incurred Claims and Changes in Prior Year Estimate	16,254	4,571	213	12,427	3,824	114
Claim Payments	(15,977)	(3,676)	(213)	(12,665)	(3,774)	(114)
End of Year Claims Liability	$ 981	$ 15,496	$ 2,970	$ 704	$ 14,601	$ 2,970

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

A. Pension Trust Funds

The City is the administrator of a single-employer public employee retirement system (PERS). The City maintains two plans that establish and administer pension benefits for both its Police and Fire Department employees, respectively. Benefits and contributions under this retirement system are established by the City and may be amended only by the City Council. The PERS is considered to be part of the City's financial reporting entity and is included in the City's financial reports as pension trust funds. A separate stand-alone financial report for the PERS is not issued by the City.

Management of the plans rests with the PERS Board, which consists of five members: the Finance Director, Mayor, Majority and Minority Leaders, and the President of the Board of Finance and Taxation.

B. Summary of Significant Accounting Policies

Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the two defined benefit pension plans. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned.

Plan Description and Benefits Provided

Under the plans, all City police employees hired on or before July 1, 2000, are eligible; those hired after this date shall be enrolled in the Connecticut Municipal Employees' Retirement Fund B. All Fire Department employees hired on or before July 1, 1995, are eligible; those hired after July 1, 1995, shall be enrolled in the Connecticut Municipal Employees' Retirement Fund B. Consequently, these are "closed plans." Police Department and Fire Department employees are 100% vested after 10 years of service. If an employee leaves covered employment or dies before he or she is vested, accumulated employee contributions are refunded without interest. The retirement benefit is calculated at 50% (2 1/2% per year for the first 20 years) of the compensation being paid to an active member of the same grade as that at which the member retired, except that firemen may contribute at the level of a lieutenant's pay and retire at that grade and patrolmen may contribute at the level of a sergeant's pay and retire at that grade. An additional 1/2% of pay is added for each of the next five years of allowable service plus 1% for each year of allowable service over 25 years to a maximum of 80%.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

B. Summary of Significant Accounting Policies (Continued)

As of the most recent actuarial valuation, PERS membership consisted of:

	Police	Fire
Retirees and Beneficiaries Currently Receiving Benefits	212	160
Active Plan Members	6	15
Total	218	175

Funding Policy and Progress

The employees hired prior to July 1, 1990, shall receive full escalation of pension benefits and contribute 7% of their salaries. Employees hired on or after July 1, 1990, receive no escalation of pension benefits and contribute 5-1/2% of their salaries. The City is required to contribute the remaining amounts necessary to finance the coverage for its employees. For the fiscal year ended June 30, 2025, these required contributions were $3,931 and $3,957 for the fire and police plans, respectively. Benefits and contributions are established by the City and may be amended only by the City Council and Union negotiation.

C. Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the PERS board by a majority vote of its members. It is the policy of the PERS board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy for both plans as of June 30, 2025:

Asset Class	Target Allocation
US Core Fixed Income (Aggregate)	26.50 %
US TIPS (Inflation-Indexed Bonds)	1.50
US High Yield Bonds	2.00
US Broad Equity Market	39.00
Non-US Equity	19.00
Emerging Markets Equity	5.00
US REITs	2.00
Infrastructure - Public	5.00
Total	100.00 %

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

C. Investments (Continued)

Rate of Return

For the year ended June 30, 2025, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense for Fire and Police, was 12.88% and 13.07%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

D. Net Pension Liability of the City

The components of the net pension liability of the City at June 30, 2025, were as follows:

	Fire	Police
Total Pension Liability	$ 119,611	$ 98,746
Plan Fiduciary Net Position	86,565	60,850
Total Net Pension Liability	$ 33,046	$ 37,896
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.37%	61.62%

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of July 1, 2024, using the following actuarial assumptions, applied to all periods included in the measurement:

	Police	Fire
Inflation	2.50%	2.50%
Salary Increases	3.00%	3.00%
Investment Rate of Return	6.75%	6.75%

Mortality rates were based on the PubS-2010 Healthy Annuitant Mortality Table with generational projection per the MP-2021 ultimate scale.

The actuarial assumptions used in the July 1, 2024, valuation were based on the results of an actuarial experience for the period July 1, 2022 – June 30, 2024.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

D. Net Pension Liability of the City (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2025, (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Long-Term Expected Rate of Return
US Core Fixed Income (Aggregate)	2.35%
US TIPS (Inflation-Indexed Bonds)	1.82%
US High Yield Bonds	4.03%
US Broad Equity Market	5.48%
Non-US Equity	7.24%
Emerging Markets Equity	8.78%
US REITs	6.71%
Infrastructure - Public	5.68%

Discount Rate

The discount rate used to measure the total pension liability was 6.75% for both fire and police plans. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

D. Net Pension Liability of the City (Continued)

Changes in Pension Liability

	Fire Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances - June 30, 2024	$ 119,014	$ 81,345	$ 37,669
Changes for the Year:			
Service Cost	219	-	219
Interest on Total Pension Liability	7,760	-	7,760
Differences Between Expected and Actual Experience	1,296	-	1,296
Changes of Assumptions	-	-	-
Employer Contributions	-	3,931	(3,931)
Member Contributions	-	67	(67)
Net Investment Income (Loss)	-	9,924	(9,924)
Benefit Payments, Including Refund to Employee Contributions	(8,678)	(8,678)	-
Administrative Expenses	-	(24)	24
Net Changes	597	5,220	(4,623)
Balances - June 30, 2025	$ 119,611	$ 86,565	$ 33,046

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

D. Net Pension Liability of the City (Continued)

Changes in Pension Liability (Continued)

	Police Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances - June 30, 2024	$ 99,928	$ 57,919	$ 42,009
Changes for the Year:			
Service Cost	100	-	100
Interest on Total Pension Liability	6,484	-	6,484
Differences Between Expected and Actual Experience	307	-	307
Changes in Assumptions	-	-	-
Employer Contributions	-	3,957	(3,957)
Member Contributions	-	20	(20)
Net Investment Income (Loss)	-	7,046	(7,046)
Benefit Payments, Including Refund to Employee Contributions	(8,073)	(8,073)	-
Administrative Expenses	-	(19)	19
Net Changes	(1,182)	2,931	(4,113)
Balances - June 30, 2025	$ 98,746	$ 60,850	$ 37,896

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

The following presents the net pension liability of the City, calculated using the discount rate of 6.75% for fire and police plans, respectively, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

Fire Plan

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Fire Net Pension Liability	$ 44,834	$ 33,046	$ 22,998

Police Plan

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Police Net Pension Liability	$ 47,536	$ 37,896	$ 29,723

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

E. Schedule of Plan Net Position

	Firemen's Pension Fund	Police Benefit Fund	OPEB Trust Fund	Total
ASSETS				
Cash and Cash Equivalents	$ -	$ -	$ 1,810	$ 1,810
Investments	87,595	62,195	14,336	164,126
Accounts Receivable	-	284	-	284
Total Assets	$ 87,595	$ 62,479	$ 16,146	$ 166,220
LIABILITIES AND NET POSITION				
LIABILITIES				
Accounts Payable	$ 285	$ -	$ -	$ 285
Due to Other Funds	745	1,629	-	2,374
Total Liabilities	1,030	1,629	-	2,659
NET POSITION HELD IN TRUST FOR PENSION AND OPEB BENEFITS	86,565	60,850	16,146	163,561
Total Liabilities and Net Position	$ 87,595	$ 62,479	$ 16,146	$ 166,220

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

F. Schedule of Plan Statement of Changes in Net Position

	Firemen's Pension Fund	Police Benefit Fund	OPEB Trust Fund	Total
ADDITIONS:				
Contributions:				
Employer	$ 3,931	$ 3,957	$ 6,816	$ 14,704
Employee	67	20	-	87
Total Contributions	3,998	3,977	6,816	14,791
Investment Income:				
Net Change in Fair Value of Investments	8,574	6,009	1,370	15,953
Interest and Dividends	1,455	1,115	361	2,931
Total Investment Income	10,029	7,124	1,731	18,884
Investment Expense	(105)	(78)	(11)	(194)
Net Investment Income	9,924	7,046	1,720	18,690
Total Additions	13,922	11,023	8,536	33,481
DEDUCTIONS:				
Benefits	8,678	8,073	5,807	22,558
Administration	24	19	9	52
Total Deductions	8,702	8,092	5,816	22,610
CHANGE IN NET POSITION	5,220	2,931	2,720	10,871
Net Position - Beginning of Year	81,345	57,919	13,426	152,690
NET POSITION - END OF YEAR	$ 86,565	$ 60,850	$ 16,146	$ 163,561

Municipal Employees' Retirement System

A. Plan Description

All full-time employees participate in the Municipal Employees' Retirement System (MERS). MERS is a cost-sharing multiple-employer public employee defined benefit retirement system established by the state of Connecticut and administered by the State Retirement Commission to provide pension benefits to employees of participating municipalities. Chapters 7-425 to 7-451 of the state of Connecticut General Statutes, which can be amended by legislative action, establishes MERS benefits, member contribution rates, and other plan provisions. MERS is considered to be part of the state of Connecticut's financial reporting entity and is included in the state's financial reports as a pension trust fund. Those reports can be obtained at www.ct.gov.

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Municipal Employees' Retirement System (Continued)

B. Benefit Provisions

The plan provides retirement, disability and death benefits and annual cost-of-living adjustments to plan members and their beneficiaries. Employees are eligible to retire at age 55 with 5 years of continuous service, or 15 years of active aggregate service or 25 years of aggregate service. In addition, compulsory retirement is at age 65 for police and fire members. Employees under the age of 55 are eligible to retire with 25 years of service.

Normal Retirement

For members not covered by social security, retirement benefits are calculated as 2% of the average of the three highest paid years of service times the years of service. For members covered by social security, retirement benefits are calculated as 1½% of the average of the three highest paid years of service not in excess of the year's breakpoint plus 2% of average of the three highest paid years of service in excess of the year's breakpoint, times years of service. The year's breakpoint is defined as $10,700 increased by 6.0% each year after 1982, rounded to the nearest multiple of $100. Maximum benefit is 100% of average final compensation and the minimum benefit is $1,000 annually.

Early Retirement

Members must have 5 years of continuous or 15 years of active aggregate service. Benefits are calculated as a service retirement allowance on the basis of the average of the three highest paid years of service to the date of termination. Benefits are deferred to normal retirement age, or an actuarially reduced allowance may begin at the time of separation.

Disability Retirement - Service Connected

This applies to employees who are totally and permanently disabled and such disability has arisen out of and in the course of employment with the municipality. Disability due to heart and hypertension in the case of fire and police, who began employment prior to July 1, 1996, is presumed to have been suffered in the line of duty. Benefits are calculated as a service retirement allowance based on compensation and service to the date of the disability with a minimum benefit (including workers' compensation benefits) of 50% of compensation at the time of disability.

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Municipal Employees' Retirement System (Continued)

B. Benefit Provisions (Continued)

Disability Retirement - Nonservice Connected

This applies to employees who have 10 years of service and are totally and permanently disabled. Benefits are calculated as a service retirement allowance based on compensation and service to the date of the disability.

Pre-Retirement Death Benefit

The plan offers a lump-sum return of contributions with interest or if vested and married, the surviving spouse will receive a lifetime benefit.

C. Contributions

Member

Contributions for members not covered by social security are 6% of compensation; for members covered by social security, 3.25% of compensation up to the social security taxable wage base plus 6%, if any, in excess of such base.

Employer

Participating employers make annual contributions consisting of a normal cost contribution, a contribution for the amortization of the net unfunded accrued liability and a prior service amortization payment, which covers the liabilities of MERS not met by member contributions. In addition, there is also an annual administrative fee per active and retired member. The City's required contribution rate for the year ended June 30, 2025, was 23.02% of annual payroll. Contributions to the pension plan from the City were $19,348 for the year ended June 30, 2025.

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

At June 30, 2025, the City reports a liability of $168,793 for its proportionate share of the net pension liability. The net pension liability was measured at June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation at June 30, 2024. The actuarial assumptions used in the June 30, 2024, valuation were based on results of an actuarial experience study for the period July 1, 2017, through June 30, 2022.

The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participants, actuarially determined. At June 30, 2025, the City's proportion was 12.86%. The decrease in proportion from the prior year was 0.86%.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Municipal Employees' Retirement System (Continued)

E. Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement period:

Inflation	2.50%
Salary Increase	3.50-9.50%, including inflation
Investment Rate of Return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on:

Pub-2010 Mortality Tables set-forward one year (except Active Employees) are projected generationally with scale MP-2021.

The long-term expected rate of return on pension plan investments was determined using a statistical analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	37.0 %	6.8 %
Public Credit	2.0	2.9
Core fixed income	13.0	0.4
Liquidity Fund	1.0	(0.4)
Risk Mitigation	5.0	0.1
Private Equity	15.0	11.2
Private Credit	10.0	6.1
Real Estate	10.0	6.3
Infra. & Natural Resources	7.0	7.7
Total	100.0 %	

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Municipal Employees' Retirement System (Continued)

F. Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at the actuarially determined contribution rates in the future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
City's Proportionate Share of the Net Pension Liability	$ 280,685	$ 168,793	$ 121,786

H. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2025, the City recognized pension expense for the following plans:

	Pension Expense
Police Pension Plan	$ 1,229
Fire Pension Plan	1,564
MERS	28,872
Elected Officials Plan	210
Teachers Retirement Pension Plan	32,038
Total	$ 63,913

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Municipal Employees' Retirement System (Continued)

H. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	MERS	Police Plan	Fire Pension Plan	MERS	Total
	Deferred Outflows of Resources	Deferred (Inflows) of Resources	Deferred (Inflows) of Resources	Deferred (Inflows) of Resources	Deferred (Inflows) of Resources
Differences Between Expected and Actual Experience	$ 13,653	$ -	$ -	$ (2,983)	$ (2,983)
City Contributions after the Measurement Date	19,348	-	-	-	-
Change in Assumptions	12,252	-	-	-	-
City's Employer Change in Proportional Share	7,309	-	-	(11,162)	(11,162)
Net Difference Between Projected and Actual Earning on Pension Plan Investments	-	(3,517)	(5,057)	-	(8,574)
Total Deferred Outflows of Resources	$ 52,562	(3,517)	$ (5,057)	$ (14,145)	$ (22,719)

Amounts reported as deferred outflows of resources related to City contributions after the measurement date will be recognized as a reduction of the net pension liability in the subsequent year.

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

Year Ending June 30,	Police Pension Plan	Fire Pension Plan	MERS	Total
2026	$ 876	$ 1,007	$ 7,474	$ 9,357
2027	(2,202)	(2,986)	17,419	12,231
2028	(1,536)	(2,160)	(2,159)	(5,855)
2029	(655)	(918)	(3,488)	(5,061)
2030	-	-	(177)	(177)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Connecticut Teachers Retirement System — Pension

A. Plan Description

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

B. Benefit Provisions

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

Normal Retirement

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

Early Retirement

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

Disability Retirement

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

C. Contributions

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

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Connecticut Teachers Retirement System — Pension (Continued)

C. Contributions (Continued)

Employer (School Districts)

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

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

For the year ended June 30, 2025, the amount of "on-behalf" contributions made by the State was $27,532 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees

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

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

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

At June 30, 2025, the City reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the state pay 100% of the required contribution. The amount recognized by the City as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the City were as follows:

City's Proportionate Share of the Net Pension Liability	$ -
State's Proportionate Share of the Net Pension Liability Associated with the City	279,318
Total	$ 279,318

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 June 30, 2024. At June 30, 2025, the City has no proportionate share of the net pension liability.

For the year ended June 30, 2025, the City recognized pension expense and revenue of $32,038 in Exhibit II for on-behalf amounts for the benefits provided by the state.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Connecticut Teachers Retirement System — Pension (Continued)

E. Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary Increase	3.00-6.50%, including inflation
Investment Rate of Return	6.90%, net of pension plan expense, including inflation

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

The actuarial assumptions used in the June 30, 2024, valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2019.

Assumption changes since the prior year are as follows:

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

Benefit changes since the prior year are as follows:

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

Cost of Living Allowance

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

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

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

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Connecticut Teachers Retirement System — Pension (Continued)

E. Actuarial Assumptions (Continued)

Long-Term Rate of Return

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

Asset Class	Expected Return	Target Allocation
Global Equity	6.80 %	37.00 %
Public Credit	2.90	2.00
Core Fixed Income	0.40	13.00
Liquidity Fund	(0.40)	1.00
Risk Mitigation	0.10	5.00
Private Equity	11.20	15.00
Privat Credit	6.10	10.00
Real Estate	6.20	10.00
Infrastructure and Natural Resources	7.70	7.00
Total		100.00 %

F. Discount Rate

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

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLAN (CONTINUED)

Connecticut Teachers Retirement System — Pension (Continued)

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

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

H. Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial statements available at www.ct.gov.

I. Other Information

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

Single-Employer Defined Benefit Pension Plan

In addition to the above plans, the City is currently paying benefits to three groups of retirees by means of annual appropriations. This program covers those individuals whose pension payments commenced prior to November 1972 and retired elected officials with over 20 years of service (EOPLAN). Since no active employees are included, their benefits are not advance funded but paid as they come due from General Fund appropriations, i.e., on a "pay-as-you-go" basis. The unfunded liability for this plan is decreasing rapidly since the average age is 93.8 years.

As of the most recent actuarial valuation, EOPLAN membership consisted of 7 retirees with no active employees covered by this plan. Management of the plan rests with the Finance Director and Mayor.

A. Summary of Significant Accounting Policies

The annual required contribution (ARC) and the annual pension cost represent the actual benefits paid out during the year. For the fiscal year ended June 30, 2025, these required contributions totaled $244. Benefits and contributions are established by the City and may be amended only by the City Council and Union negotiation. There are no assets accumulated in a trust that meets the criteria of GASB codification to pay related benefits for the plan.

B. Funding Policy and Progress

Funds are budgeted in the General Fund to cover pension benefits paid each year. Annual contributions are equal to the annual benefit payments. Benefits and contributions were established by City Charter.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Single-Employer Defined Benefit Pension Plan (Continued)

C. Changes in Total Pension Liability

The total pension liability was determined by an actuarial valuation as of June 30, 2024. The total pension liability as of June 30, 2025, was $846. The changes in the liability during the fiscal year are as follows:

Elected Officials and Pre-72 Police and Fire Employees Plan	Increase (Decrease) Total Pension Liability
Balances - June 30, 2024	$ 880
Changes for the Year:	
Interest	30
Effect of Assumptions Changes and Inputs	(38)
Effect of Economic/Demographic Gains or Losses	218
Benefit Payments, Including Refund to Employee Contributions	(244)
Balances - June 30, 2025	$ 846

D. Discount Rate

The discount rate used to measure the total pension liability was 5.20%. The discount rate was determined based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date.

E. Sensitivity of the Total Pension Liability to Changes in the Discount Rate

The following presents the total pension liability of the City's EOPLAN, calculated using the discount rate of 5.20% as well as what the City's pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (4.20%)	Current Discount Rate (5.20%)	1% Increase (6.20%)
EOPLAN Pension Liability	$ 876	$ 846	$ 818

For the year ended June 30, 2025, the City recognized pension expense of $210. There were no deferred inflows or deferred inflows related to this plan.

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits

A. Summary of Significant Accounting Policies

Plan Description

The City is the administrator of a single employer defined benefit OPEB plan. The City, in accordance with various collective bargaining agreements, provides retiree medical benefits for the lifetime of the retired member and covered dependents. The plan covers City, Board of Education, Police, and Fire employees as further defined in collective bargaining agreements and other written materials. Eligibility and premium sharing information is detailed in the various collective bargaining agreements. The City does not issue separate stand-alone financial statements for the plan.

Basis of Accounting

The financial statements of the City's Other Post Employment Benefit Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs of the plan are paid by the City.

Investments are reported at fair value. Investment income is recognized as earned.

Management of the City's Other Post-Employment Benefit Plan is vested with the collective members of the Common Council. At July 1, 2024, plan membership consisted of the following:

Active Employees	1,781
Retirees	636
Beneficiaries and Spouses	111
Total	2,528

B. Funding Policy

The City currently provides for postemployment health care benefits for future health and life insurance benefit expenses. As of June 30, 2013, the City has established a trust fund to irrevocably segregate assets to fund the liability associated with the postemployment benefits, which is reported as a trust fund in accordance with GASB guidelines. The contribution requirements of plan members and the City are also negotiated with the various unions representing the employees. The City's contribution to the trust is approved during the budgetary process on a yearly basis.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits (Continued)

B. Funding Policy (Continued)

Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly towards the cost of health insurance premiums as follows:

City Employees

Generally, retirees and their dependents are covered for a period of seven years from the date of retirement. In most cases, retirees can continue coverage beyond the seven-year period at their own expense. Cost sharing is based on years of service at retirement as follows:

Years of Service	City Pays
20+	100 %
15 to 19	80 %
10 to 14	60 %
5 to 9	40 %

In some cases, retirees have access to postretirement health coverage through the City, but at their own expense. In those instances, upon the retiree’s death, spousal coverage is available, but at their own expense.

Board of Education

Teachers – Pre-65 is 100% retiree paid.

Administrator (Local 51) – Effective July 1, 2008, for pre-65 only, the Board will contribute up to 50% of the cost up to a maximum of $7,500 (not rounded) per year for three additional years beyond the two-year cost-share benefit previously provided. Retirees can continue coverage beyond the two-year period at their own expense. Spouses and dependents are covered and surviving spouses and dependents may continue coverage in accordance with COBRA.

NBSSA/AFSA – After eight years of continuous service, two of which in Local 818, retirees shall be offered coverage for the first two years from retirement at the same cost share in effect for active employees (2011-12, 14% retiree/85% board). The board will also pay 50% of the cost up to a maximum $7,500 (not rounded) per year for the cost of the retiree’s benefits for three additional years (pre-65 only).

AFSCME (Local 1186) – Coverage is offered for the first five years from retirement. Cost sharing is the same as for active employees (2006/07, 12% retiree and 88% board, prior to January 1, 1997, 13% retiree and 95% board). Beyond the fifth year, retirees are offered COBRA.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits (Continued)

B. Funding Policy (Continued)

Police

If the date of hire is prior to July 1, 1993, retirees and their dependents are covered for a period of seven years from the date of retirement. Cost sharing is based on years of service at retirement as follows:

Years of Service	City Pays
20+	100 %
15 to 19	80 %
10 to 14	60 %
5 to 9	40 %

Retirees can continue coverage beyond the seven-year period at their own expense. If the date of hire is after July 1, 1993, the retiree has access to postretirement health coverage through the City at their own expense.

Fire

If the date of hire and retirement is prior to June 23, 2004, the retiree and their dependents are covered for a period of 10 years from the date of retirement. Cost sharing is based on years of service at retirement as follows:

Years of Service	City Pays
20+	100 %
15 to 19	80 %
5 to 14	60 %

Employees who retire after June 23, 2004, and their dependents are covered for a period of 10 years from the date of retirement. Cost sharing is based on years of service at retirement and is the same as above. Retirees can continue coverage beyond the 7 or 10-year period at their own expense. If the date of hire is after June 23, 2004, retirees have access to postretirement health coverage through the City at their own expense.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits (Continued)

C. Investments

Investment Policy

OPEB Benefit Plan's policy in regard to the allocation of invested assets is established and may be amended by the OPEB board by a majority vote of its members. It is the policy of the OPEB board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The OPEB plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

Rate of Return

For the year ended June 30, 2025, the annual money-weighted rate of return on investments, net of investment expense, was 12.74%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

D. Net OPEB Liability of the City

The City's net OPEB liability was measured as of June 30, 2025. The components of the net OPEB liability of the City at June 30, 2025, were as follows:

Total OPEB Liability	$ 62,110
Plan Fiduciary Net Position	16,146
Net OPEB Liability	$ 45,964
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	26.00%

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2024, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	3.00%, average, including inflation
Discount Rate	6.75%
Healthcare Cost Trend Rates	Medical: 6.50% to 3.90% over 60 years Dental: 4.00%
Retirees' Share of Benefit-Related Costs	50% of projected health insurance premiums for retirees

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits (Continued)

D. Net OPEB Liability of the City (Continued)

Actuarial Assumptions (Continued)

Mortality rates were based on the Pub-2010 Mortality Table for Employees and Healthy Annuitants with generational projection of future improvement per the MP-2021 Ultimate scale. PubT-2010 was used for BOE Certified employees. PubG-2010 was used for Fire and Police employees.

The actuarial assumptions used in the July 1, 2024, valuation were based on the results of an actuarial experience for the period July 1, 2022 – July 1, 2024.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset as of June 30, 2025, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Core Fixed Income	30.00 %	2.35 %
U.S. Large Cap Equity	44.00	5.39
Non-US Equity	26.00	7.24
Total	100.0 %	

Discount Rate

The discount rate used to measure the total OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits (Continued)

E. Changes in the Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2025. The components of the net OPEB liability of the City at June 30, 2025, were as follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances - June 30, 2024	$ 71,120	$ 13,426	$ 57,694
Changes for the Year:			
Service Cost	1,320	-	1,320
Interest on Total OPEB Liability	4,523	-	4,523
Employer Contributions	-	6,816	(6,816)
Net Investment Income (Loss)	-	1,720	(1,720)
Benefit Payments	(5,807)	(5,807)	-
Administrative Expenses	-	(9)	9
Net Changes	(9,010)	2,720	(11,730)
Balances - June 30, 2025	$ 62,110	$ 16,146	$ 45,964

Total employer contributions to the trust of $6,816 represents cash transfers at June 30, 2025.

F. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

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

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net OPEB Liability	$ 50,539	$ 45,964	$ 41,863

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Postemployment Benefits (Continued)

G. Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease (5.50% Decreasing to 2.90%)	Healthcare Cost Trend Rates (6.50% Decreasing to 3.90%)	1% Increase (7.50% Decreasing to 4.90%)
Net OPEB Liability	$ 41,086	$ 45,964	$ 51,524

H. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the City recognized OPEB expense of $5,449. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 17,540	$ (13,430)
Changes in Assumptions	-	(10,046)
Net Difference Between Projected and Actual Earnings	-	(676)
Total	$ 17,540	$ (24,152)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Amount
2026	$ 761
2027	(2,191)
2028	(2,132)
2029	(622)
2030	(166)
Thereafter	(2,262)
Total	$ (6,612)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Other Postemployment Benefit — Connecticut State Teachers Retirement Plan

A. Plan Description

Teachers, principals, superintendents, or supervisors engaged in service of public schools plus professional employees at state schools of higher education are eligible to participate in the Connecticut State Teachers' Retirement System Retiree Health Insurance Plan (TRS-RHIP), a cost sharing multiple-employer defined benefit other postemployment benefit plan administered by the Teachers' Retirement Board (TRB), if they choose to be covered.

Chapter 167a of the state statutes grants authority to establish and amend the benefit terms to the TRB. TRS-RHIP issues a publicly available financial report that can be obtained at www.ct.gov/trb.

B. Benefit Provisions

There are two types of the health care benefits offered through the system. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the CTRB Sponsored Medicare Supplement Plans provide coverage for those participating in Medicare but not receiving Subsidized Local School District Coverage.

Any member who is not currently participating in Medicare Parts A & B is eligible to continue health care coverage with their former employer. A subsidy of up to $220 (not rounded) per month for a retired member plus an additional $220 (not rounded) per month for a spouse enrolled in a local school district plan is provided to the school district to first offset the retiree's share of the cost of coverage, and any remaining portion is used to offset the district's cost. The subsidy amount is set by statute. A subsidy amount of $440 (not rounded) per month may be paid for a retired member, spouse, or the surviving spouse of a member who has attained the normal retirement age to participate in Medicare, is not eligible for Part A of Medicare without cost and contributes at least $440 (not rounded) per month towards coverage under a local school district plan.

Any member who is currently participating in Medicare Parts A & B is eligible to either continue health care coverage with their former employer, if offered, or enroll in the plan sponsored by the System. If they elect to remain in the plan with their former employer, the same subsidies as above will be paid to offset the cost of coverage.

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplement Plans. Effective July 1, 2018, the System added a Medicare Advantage Plan option. Active members, retirees, and the state pay equally toward the cost of the basic coverage (medical and prescription drug benefits) under the Medicare Advantage Plan.

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Other Postemployment Benefit — Connecticut State Teachers Retirement Plan (Continued)

B. Benefit Provisions (Continued)

Retired members who choose to enroll in the Medicare Supplement Plan are responsible for the full difference in the premium cost between the two plans. Additionally, effective July 1, 2018, retired members who cancel their health care coverage or elect to not enroll in a CTRB sponsored health care coverage option must wait two years to re-enroll.

Survivor Health Care Coverage

Survivors of former employees or retirees remain eligible to participate in the plan and continue to be eligible to receive either the $220 monthly subsidy or participate in the TRB-Sponsored Medicare Supplement Plans, as long as they do not remarry.

C. Eligibility

Any member who is currently receiving a retirement or disability benefit is eligible to participate in the plan.

Credited Service

One month for each month of service as a teacher in Connecticut public schools, maximum 10 months for each school year. Ten months of credited service constitutes one year of Credited Service. Certain other types of teaching services, state employment, or wartime military service may be purchased prior to retirement if the member pays one-half the cost.

Normal Retirement

Age 60 with 20 years of Credited Service in Connecticut, or 35 years of Credited Service including at least 25 years of service in Connecticut.

Early Retirement

Age 55 with 20 years of Credited Service including 15 years of Connecticut service, or 25 years of Credited Service including 20 years of Connecticut service.

Proratable Retirement

Age 60 with 10 years of Credited Service.

Disability Retirement

No service requirement if incurred in the performance of duty, and five years of Credited Service in Connecticut if not incurred in the performance of duty.

Termination of Employment

Ten or more years of Credited Service.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Other Postemployment Benefit — Connecticut State Teachers Retirement Plan (Continued)

D. Contributions

State of Connecticut

Per Connecticut General Statutes Section 10-183z, contribution requirements of active employees and the state of Connecticut are approved, amended and certified by the State Teachers' Retirement Board and appropriated by the General Assembly. The state contributions are not currently actuarially funded. The state appropriates from the General Fund one-third of the annual costs of the Plan. Administrative costs of the Plan are financed by the state. Based upon Chapter 167a, Subsection D of Section 10-183t of the Connecticut statutes, it is assumed the state will pay for any long-term shortfall arising from insufficient active member contributions.

Employer (School Districts)

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

For the year ended June 30, 2025, the amount of "on-behalf" contributions made by the state was $385 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees/Retirees

The cost of providing plan benefits is financed on a pay-as-you-go basis as follows: active teachers' pay for one-third of the plan costs through a contribution of 1.25% of their pensionable salaries, and retired teachers pay for one-third of the plan costs through monthly premiums, which helps reduce the cost of health insurance for eligible retired members and dependents.

E. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the City reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the City as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the City was as follows:

City's Proportionate Share of the Net OPEB Liability	$ -
State's Proportionate Share of the Net OPEB Liability Associated with the City	57,298
Total	$ 57,298

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Other Postemployment Benefit — Connecticut State Teachers Retirement Plan (Continued)

E. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2024. At June 30, 2025, the City has no proportionate share of the net OPEB liability.

For the year ended June 30, 2025, the City recognized OPEB expenses and revenues of $408 in Exhibit II.

F. Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Healthcare Cost Trend Rates	Local Coverage – 6.25% for 2024, decreasing to an ultimate rate of 4.50% by 2031. Retiree Healthcare – Medicare rates known for 2025, 4.50% increase for all subsequent years.
Salary Increases	3.00-6.50%, including inflation
Investment Rate of Return	3.00%, net of OPEB plan investment expense, including inflation
Year Fund Net Position will be Depleted	2027

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

The actuarial assumptions used in the June 30, 2024, valuation were based on the results of an actuarial experience study for the period July 1, 2014, to June 30, 2019.

The changes in the assumptions since the prior year are as follows:

- Discount rate changed from 3.64% to 3.93%;
- Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience;
- Assumed election rates for post-65 retirees between the Local School District Coverage Subsidy and CTRB Sponsored Medical Plans were updated to reflect the recent plan expense. Spouse coverage election assumptions were also updated with this change;
- Long-term health care cost trend rates were updated to reflect expected future trend for participants in the health plans.

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Other Postemployment Benefit – Connecticut State Teachers Retirement Plan (Continued)

F. Actuarial Assumptions (Continued)

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is 1.26%.

G. Discount Rate

The discount rate used to measure the total OPEB liability was 3.93%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 75. The projection was based on an actuarial valuation performed as of June 30, 2024.

In addition to the actuarial methods and assumptions of the June 30, 2024, actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Annual state contributions were assumed to be equal to the most recent five-year average of state contributions toward the fund.

Based on those assumptions, the Plan's fiduciary net position was projected to be depleted in 2027 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

NOTE 9 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Other Postemployment Benefit — Connecticut State Teachers Retirement Plan (Continued)

H. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate and the Discount Rate

The City's proportionate share of the net OPEB liability is $-0- and, therefore, the change in the health care cost trend rate or the discount rate would only impact the amount recorded by the state of Connecticut.

I. OPEB Plan Fiduciary Net Position

Detailed information about the Connecticut State Teachers OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Annual Comprehensive Financial Report at www.ct.gov.

J. Other Information

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

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 10 FUND BALANCE

The components of fund balance for the governmental funds at June 30, 2025, are as follows:

	General Fund	Capital Projects Fund	BOE State and Federal Grants	Nonmajor Governmental Funds	Total
Fund Balances:					
Nonspendable:					
Inventory	$ -	$ -	$ -	$ 143	$ 143
Trust Purposes	-	-	-	3,770	3,770
Restricted for:					
Grants	-	-	-	11,460	11,460
Capital Improvements	-	14,866	-	-	14,866
Committed to:					
General Government Activities	-	-	-	72	72
Capital Improvements	-	10,892	-	-	10,892
Public Safety Programs	-	-	-	94	94
Sewer Maintenance	-	-	-	7,117	7,117
Social Service Programs	-	-	-	47	47
Recreational Programs	-	-	-	1,152	1,152
Educational Programs	-	-	-	1,356	1,356
Assigned to:					
Contribution to Next Budget	6,851	-	-	-	6,851
Tax Stabilization	3,795	-	-	-	3,795
Board of Education	1,219	-	-	-	1,219
Capital Projects	2,133	-	-	-	2,133
Unassigned	26,566	(17,685)	(340)	(2,995)	5,546
Total Fund Balances	$ 40,564	$ 8,073	$ (340)	$ 22,216	$ 70,513

NOTE 11 TAX ABATEMENTS

In accordance with Section 22-9 of the Ordinances of the City of New Britain, the City provides abatements on assessment on property for owners of low and moderate income housing. The abatement of taxes will be applied to the property for the following purpose: to reduce rents below the levels which would be achieved in the absence of the abatement, to improve housing quality and design, to effect occupancy by persons and families of verifying income levels, within prescribed limits or provide necessary related facilities or services. Abatement shall terminate at any time when the property for which tax abatement has been granted is not used solely for low and moderate income housing and shall not exceed 39 years.

In accordance with Section 22-10(r)(1) of the Ordinances of the City of the New Britain and pursuant to Section 32-71(e) of the Connecticut General Statutes, the Mayor, with the approval of the Common Council may authorize

NOTE 11 TAX ABATEMENTS (CONTINUED)

Tax Abatement Agreements to parcels containing commercial real and personal property located in the City's Enterprise Zone. Such discretionary tax abatements shall be for a fixed term not exceeding thirty (30) years.

On June 30, 2025, the City has ten agreements with taxpayers under this program. The amount of revenue reduced during the fiscal year for this abatement was $999.

NOTE 12 DEFERRED COMPENSATION PLAN

Effective October 1, 2011, the City adopted a Deferred Compensation Plan under Section 457(b) of the Internal Revenue Code of 1986 for full time and part-time employees of the City. An employee may make annual contributions from eligible compensation as permitted under the Code. Employer contributions are based on various bargaining agreements. Contributions for the plan for employees and employers are $367 and $449, respectively.

NOTE 13 CONTINGENT LIABILITIES

The City receives grants from state and federal governments for capital projects and operating assistance. These grants are subject to audit by grantors, which could result in the disallowance of costs and resulting liabilities to grantors. The City is not aware of any such liabilities.

The City is a defendant in a number of lawsuits. It is the opinion of management that such pending litigation will not be finally determined so as to result in a judgment or judgments against the City that would materially affect its financial position.

(AMOUNTS EXPRESSED IN THOUSANDS)

NOTE 14 ACCOUNTING CHANGES AND ERROR CORRECTIONS

A. Change in Accounting Principle

Effective July 1, 2024, the Town implemented GASB Statement No. 101, *Compensated Absences.* This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. As a result of the implementation of this standard, the compensated absences liability as of July 1, 2024 was understated by $16.3 million in the governmental activities. The effect of the implementation of this standard is shown in the table below:

	Governmental Activities Net Position
Balance at June 30, 2024, as Previously Reported	$ 4,509
Adjustments:	
Change in Accounting Principal for Compensated Absences	(16,578)
Balance at July 1, 2024, as Restated	$ (12,069)

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF NEW BRITAIN, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2025
(NON-GAAP BUDGETARY BASIS)
(IN THOUSANDS)

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Property Taxes:				
Current Taxes	$ 147,962	$ 146,746	$ 146,746	$ -
Prior Year Levy	4,000	4,036	4,036	-
Interest and Liens	2,250	2,250	2,506	256
Supplemental Motor Vehicle	1,450	1,450	1,656	206
Tax Agreement	234	-	-	-
Fees	-	126	436	310
Total Property Taxes	155,896	154,608	155,380	772
Intergovernmental Revenues (State):				
Education Equalization	72,351	72,682	72,682	-
Tiered PILOT	10,489	13,365	13,365	-
Disability Exemption	6	5	5	-
Distressed Municipality	63	55	55	-
Municipal Projects	2,865	2,865	2,865	-
MRSA	-	-	-	-
Emergency Preparedness	41	72	72	-
State Infraction Distribution	17	42	42	-
Interest Subsidy	276	-	-	-
Mashantucket Pequot	1,981	1,980	1,980	-
Municipal Stabilization	2,176	2,176	2,176	-
Municipal Transition MV	5,853	2,927	2,927	-
Off Track Betting	100	87	87	-
BOE Misc	10	53	53	-
Safer	-	-	-	-
Other State	73	96	96	-
In-kind	8	8	8	-
State Pilot Model Housing	92	-	-	-
Telephone Access Line Tax Relief	125	116	116	-
Town Aid Road Fund	773	773	773	-
Veterans Exemption Reimbursement	10	10	10	-
Dial a Ride	47	47	47	-
Federal	-	210	210	-
State	-	2,996	2,996	-
Grants and Contributions	1,671	15	15	-
Total Intergovernmental Revenues	99,027	100,580	100,580	-
Licenses and Permits:				
Building Structures and Equipment	1,361	1,560	1,560	-
All Other Licenses	388	333	333	-
Fire Protection	286	241	241	-
Health	120	147	147	-
Disposal	515	604	604	-
Planning and Zoning	8	14	14	-
Total Licenses and Permits	2,678	2,899	2,899	-

CITY OF NEW BRITAIN, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2025
(NON-GAAP BUDGETARY BASIS)
(IN THOUSANDS)

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Charges for Services:				
Town Clerk	$ 1,572	$ 2,131	$ 2,131	$ -
Recreation	440	467	467	-
Public Safety	2,149	3,540	3,773	233
Parking Garage Tickets	1,455	1,551	1,551	-
Property Management	45	50	50	-
Health and Welfare	18	37	37	-
Public Works	146	242	242	-
Senior Center	8	7	7	-
Water Overhead	2,694	2,743	2,743	-
Legal	52	56	56	-
Total Charges for Services	8,579	10,824	11,057	233
Total Licenses, Permits, and Charges for Services	11,257	13,723	13,956	233
Other Revenue:				
Investment Income	1,066	1,086	5,941	4,855
Sale of Real Estate Property	250	65	65	-
Bottle Deposit Surcharge	136	130	130	-
Fund Balance	1,800	-	-	-
Total Other Revenue	3,252	1,281	6,136	4,855
Total Revenues	269,432	270,192	276,052	5,860
Other Financing Sources:				
Transfers In	103	103	103	-
Total Other Financing Sources	103	103	103	-
Total Budgeted Revenues and Transfers	$ 269,535	$ 270,295	276,155	$ 5,860
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut pension expense to the Connecticut State Teachers' Retirement System for City teachers are not budgeted			27,532	
State of Connecticut OPEB expense (revenue) to the Connecticut State Teachers' Retirement System for City teachers are not budgeted			385	
Amounts netted for budgetary purposes - grant closeouts				
Net effect of revenues for Dog Fund, Board of Education in Residence and YSB Funds not budgeted			740	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			$ 304,812	

CITY OF NEW BRITAIN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2025
(NON-GAAP BUDGETARY BASIS)
(IN THOUSANDS)

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
General Government:				
Legislative	$ 209	$ 203	$ 203	$ -
Boards and Commissions	4	3	3	-
Judicial	121	125	125	-
Elections	627	611	611	-
Mayor’s Office	637	544	544	-
Planning and Zoning	517	525	525	-
Finance	4,263	4,661	4,661	-
Recording and Reporting	686	643	643	-
Legal	695	631	631	-
Central Services	64	27	27	-
Total General Government	7,823	7,973	7,973	-
Public Safety:				
Police	19,796	19,950	19,950	-
Fire	16,635	17,076	17,076	-
Lighting	850	874	874	-
Building	906	789	789	-
Civil Preparedness	9	3	3	-
Central Emergency Dispatch	2,943	3,009	3,009	-
Total Public Safety	41,139	41,701	41,701	-
Public Works:				
Administration	178	234	234	-
Street Services	5,146	5,339	5,339	-
Public Buildings	3,461	3,797	3,797	-
Capital Project	896	933	933	-
Signals and Control	388	444	444	-
Waste Disposal	5,445	5,210	5,211	(1)
Total Public Works	15,514	15,957	15,958	(1)
Parks and Recreation:				
Administration	3	2	2	-
Forestry	175	164	164	-
Horticulture	402	395	395	-
Maintenance	2,326	2,302	2,302	-
Special Projects	135	108	108	-
Recreation Department	2,004	2,001	2,001	-
Parks Special Projects	3	1	1	-
City Supported Agencies	3,705	3,705	3,705	-
Community Services	348	355	355	-
Cultural Organizations	115	107	107	-
Total Parks and Recreation	9,216	9,140	9,140	-

CITY OF NEW BRITAIN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2025
(NON-GAAP BUDGETARY BASIS)
(IN THOUSANDS)

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Health and Social Services:				
Rights and Opportunities Commission	$ 103	$ 99	$ 99	$ -
Civil Service Commission	364	378	378	-
Nursing	497	473	473	-
Environmental Control	567	581	581	-
Administration	186	178	178	-
Social Services	6	5	5	-
Senior Center	593	594	594	-
Handicap Services	103	91	91	-
Total Health and Social Services	2,419	2,399	2,399	-
General Administration:				
Pension and Benefit Contributions	31,216	33,033	33,033	-
Fringe Allocation	3,364	3,282	3,282	-
Contingency	2,652	931	1,219	(288)
Total General Administration	37,232	37,246	37,534	(288)
Education	130,068	130,483	130,483	-
Education Nonlapsing	-	-	-	-
Debt Service	25,945	25,217	25,217	-
Total Expenditures	269,356	270,116	270,405	(289)
Other Financing Uses:				
Transfers Out	176	178	178	-
Total	$ 269,532	$ 270,294	270,583	$ (289)
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut pension expense to the Connecticut State Teachers' Retirement System for City Teachers are not budgeted			27,532	
State of Connecticut OPEB expense (revenue) to the Connecticut State Teachers' Retirement System for City Teachers are not budgeted			385	
Amounts netted for budgetary purposes - grant closeouts				
Net effect of expenditures for Dog Fund, Board of Education in Residence and YSB Funds not budgeted			683	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			$ 299,183	

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
POLICE PENSION PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability:										
Service Cost	$ 100	$ 142	$ 138	$ 241	$ 221	$ 419	$ 422	$ 561	$ 520	$ 684
Interest	6,484	6,578	6,601	6,699	6,111	6,266	6,203	6,359	6,258	6,293
Differences Between Expected and Actual Experience	307	-	2,085	-	3,368	-	1,310	-	1,928	-
Changes of Assumptions	-	-	(985)	-	13,502	950	(1,605)	2,600	-	-
Benefit Payments, Including Refunds of Member Contributions	(8,073)	(8,054)	(8,315)	(8,278)	(8,263)	(7,945)	(7,806)	(7,518)	(7,281)	(7,184)
Net Change in Total Pension Liability	(1,182)	(1,334)	(476)	(1,338)	14,939	(310)	(1,476)	2,002	1,425	(207)
Total Pension Liability - Beginning	99,928	101,262	101,738	103,076	88,137	88,447	89,923	87,921	86,496	86,703
Total Pension Liability - Ending	98,746	99,928	101,262	101,738	103,076	88,137	88,447	89,923	87,921	86,496
Plan Fiduciary Net Position:										
Contributions - Employer	3,957	3,410	2,725	2,475	1,700	1,572	3,627	1,419	994	1,350
Contributions - Member	20	26	32	44	57	92	121	151	170	180
Net Investment Income (Loss)	7,046	7,933	6,754	(10,850)	17,794	2,190	2,930	5,379	8,179	(1,213)
Benefit Payments, Including Refunds of Member Contributions	(8,073)	(8,054)	(8,315)	(8,278)	(8,263)	(7,945)	(7,806)	(7,518)	(7,281)	(7,184)
Administrative Expense	(19)	(25)	(48)	(138)	(30)	(30)	(42)	(24)	(101)	(112)
Net Change in Plan Fiduciary Net Position	2,931	3,290	1,148	(16,747)	11,258	(4,121)	(1,170)	(593)	1,961	(6,979)
Plan Fiduciary Net Position - Beginning	57,919	54,629	53,481	70,228	58,970	63,091	64,261	64,854	62,893	69,872
Plan Fiduciary Net Position - Ending	60,850	57,919	54,629	53,481	70,228	58,970	63,091	64,261	64,854	62,893
Net Pension Liability - Ending	$ 37,896	$ 42,009	$ 46,633	$ 48,257	$ 32,848	$ 29,167	$ 25,356	$ 25,662	$ 23,067	$ 23,603
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.62 %	57.96 %	53.95 %	52.57 %	68.13 %	66.91 %	71.33 %	71.46 %	73.76 %	72.71 %
Covered Payroll	$ 601	$ 947	$ 1,393	$ 2,722	$ 2,722	$ 3,158	$ 3,158	$ 2,894	$ 3,101	$ 3,891
Net Pension Liability as a Percentage of Covered Payroll	6305.49 %	4436.01 %	3347.67 %	1772.85 %	1206.76 %	923.59 %	802.91 %	886.73 %	743.94 %	606.60 %

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
FIRE PENSION PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability:										
Service Cost	$ 219	$ 341	$ 333	$ 475	$ 412	$ 443	$ 476	$ 550	$ 512	$ 715
Interest	7,760	7,793	7,587	7,576	7,181	7,212	7,213	7,361	7,246	7,159
Differences Between Expected and Actual Experience	1,296	-	4,748	-	(3,700)	-	(2,174)	-	442	-
Changes of Assumptions	-	-	(1,530)	-	16,768	1,122	(3,990)	5,225	-	-
Benefit Payments, Including Refunds of Member Contributions	(8,678)	(8,322)	(7,872)	(7,634)	(7,455)	(7,474)	(7,508)	(7,356)	(6,057)	(6,965)
Net Change in Total Pension Liability	597	(188)	3,266	417	13,206	1,303	(5,983)	5,780	2,143	909
Total Pension Liability - Beginning	119,014	119,202	115,936	115,519	102,313	101,010	106,993	101,213	99,070	98,161
Total Pension Liability - Ending	119,611	119,014	119,202	115,936	115,519	102,313	101,010	106,993	101,213	99,070
Plan Fiduciary Net Position:										
Contributions - Employer	3,931	3,125	2,725	2,475	1,700	1,572	3,707	1,459	1,238	888
Contributions - Member	67	67	92	111	147	155	176	192	208	207
Net Investment Income (Loss)	9,924	11,123	8,799	(14,010)	21,916	2,862	3,694	6,132	8,247	(84)
Benefit Payments, Including Refunds of Member Contributions	(8,678)	(8,322)	(7,872)	(7,634)	(7,455)	(7,474)	(7,508)	(7,356)	(6,056)	(6,965)
Administrative Expense	(24)	(27)	(47)	(167)	(30)	(29)	(29)	(24)	(161)	(230)
Net Change in Plan Fiduciary Net Position	5,220	5,966	3,697	(19,225)	16,278	(2,914)	40	403	3,476	(6,184)
Plan Fiduciary Net Position - Beginning	81,345	75,379	71,682	90,907	74,629	77,543	77,503	77,100	73,624	79,808
Plan Fiduciary Net Position - Ending	86,565	81,345	75,379	71,682	90,907	74,629	77,543	77,503	77,100	73,624
Net Pension Liability - Ending	$ 33,046	$ 37,669	$ 43,823	$ 44,254	$ 24,612	$ 27,684	$ 23,467	$ 29,490	$ 24,113	$ 25,446
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.37 %	68.35 %	63.24 %	61.83 %	78.69 %	72.94 %	76.77 %	72.44 %	76.18 %	74.32 %
Covered Payroll	$ 1,669	$ 2,117	$ 2,705	$ 2,960	$ 2,960	$ 3,324	$ 3,324	$ 3,083	$ 3,268	$ 4,105
Net Pension Liability as a Percentage of Covered Payroll	1979.99 %	1779.36 %	1620.07 %	1495.07 %	831.49 %	832.85 %	705.99 %	956.54 %	737.85 %	619.88 %

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 3,683	$ 3,683	$ 3,410	$ 3,410	$ 2,378	$ 2,378	$ 1,913	$ 1,913	$ 1,413	$ 1,413
Contributions in Relation to the Actuarially Determined Contribution	3,957	3,410	2,725	2,475	1,700	1,572	3,627	1,419	994	1,360
Contribution Deficiency (Excess)	$ (274)	$ 273	$ 685	$ 935	$ 678	$ 806	$ (1,714)	$ 494	$ 419	$ 53
Covered Payroll	$ 601	$ 947	$ 1,393	$ 2,722	$ 2,722	$ 3,158	$ 3,158	$ 3,101	$ 3,101	$ 3,891
Contributions as a Percentage of Covered Payroll	658.40 %	360.08 %	195.62 %	90.93 %	62.45 %	49.78 %	114.85 %	45.76 %	32.05 %	34.95 %

Notes to Schedule:

Valuation Date:	July 1, 2024
Measurement Date:	June 30, 2025

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent, Closed
Remaining Amortization Period	16 Years
Asset Valuation Method	5 Years Non-asymptotic
Inflation	2.50%
Salary Increases	3.00%
Investment Rate of Return	6.75%
Retirement Age	Graded based on age
Mortality	PubS-2010 Mortality Table with generational projection per the MP-2021 ultimate scale

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIRE PENSION PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 3,528	$ 3,528	$ 3,125	$ 3,125	$ 2,231	$ 2,231	$ 2,035	$ 2,035	$ 1,459	$ 1,459
Contributions in Relation to the Actuarially Determined Contribution	3,931	3,125	2,725	2,475	1,700	1,572	3,707	1,459	1,238	888
Contribution Deficiency (Excess)	$ (403)	$ 403	$ 400	$ 650	$ 531	$ 659	$ (1,672)	$ 576	$ 221	$ 571
Covered Payroll	$ 1,669	$ 2,117	$ 2,705	$ 2,960	$ 2,960	$ 3,324	$ 3,324	$ 3,268	$ 3,268	$ 4,105
Contributions as a Percentage of Covered Payroll	235.53%	147.61%	100.74%	83.61%	57.43%	47.29%	111.52%	44.65%	37.88%	21.63%

Notes to Schedule:

Valuation Date:	July 1, 2024
Measurement Date:	June 30, 2025

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent, Closed
Remaining Amortization Period	16 Years
Asset Valuation Method	5 Years Non-asymptotic
Inflation	2.50%
Salary Increases	3.00%
Investment Rate of Return	6.75%
Retirement Age	Graded based on age
Mortality	PubS-2010 Mortality Table with generational projection per the MP-2021 ultimate scale

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
PENSION
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual Money-Weighted Rate of Return, Net of Investment Expense:										
Police	13.07 %	15.68 %	13.71 %	(16.49)%	32.13 %	3.68 %	4.82 %	10.00 %	13.71 %	(1.80)%
Fire	12.88 %	15.63 %	12.99 %	(16.13)%	30.68 %	3.86 %	4.98 %	8.05 %	11.63 %	(0.11)%

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS RETIREMENT PLAN
LAST TEN FISCAL YEARS*
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
City's Proportion of the Net Pension Liability	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
City's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the Net Pension Liability Associated with the City	279,318	308,453	331,885	256,608	323,997	304,596	234,861	240,213	253,427	191,636
Total	$ 279,318	$ 308,453	$ 331,885	$ 256,608	$ 323,997	$ 304,596	$ 234,861	$ 240,213	$ 253,427	$ 191,636
City's Covered Payroll	$ 87,113	$ 84,666	$ 83,968	$ 81,763	$ 75,931	$ 72,728	$ 71,227	$ 79,976	$ 71,517	$ 70,143
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.68 %	58.39 %	54.06 %	60.77 %	49.24 %	52.00 %	57.69 %	55.93 %	52.26 %	59.50 %

Notes to Schedule

Changes in Benefit Terms	None
Changes of Assumptions	None
Actuarial Cost Method	Entry Age
Amortization Method	Level percent of pay, closed, grading to a level dollar amortization method for the June 30, 2024 valuation
Single Equivalent Amortization Period	25.9 Years
Asset Valuation Method	4-year Smoothed Market
Inflation	2.50%
Salary Increase	3.00%-6.50%, Including Inflation
Investment Rate of Return	6.90%, Net of Investment Related Expense

*Notes:
- The measurement date is one year earlier than the employer's reporting date.

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
MUNICIPAL EMPLOYEES' RETIREMENT PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
City's Proportion of the Net Pension Liability	12.86 %	13.72 %	14.49 %	12.84 %	12.49 %	11.94 %	11.56 %	10.04 %	10.04 %	10.24 %
City's Proportionate Share of the Net Pension Liability	$ 168,793	$ 194,074	$ 199,255	$ 91,138	$ 139,003	$ 123,270	$ 110,555	$ 23,414	$ 33,406	$ 19,741
City's Covered Payroll	$ 84,064	$ 85,594	$ 82,609	$ 69,834	$ 64,963	$ 64,920	$ 64,163	$ 60,393	$ 58,700	$ 56,306
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	200.79 %	226.74 %	241.20 %	130.51 %	213.97 %	189.88 %	172.30 %	38.77 %	56.91 %	35.06 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.85 %	69.54 %	68.71 %	82.59 %	71.18 %	72.69 %	73.60 %	91.68 %	88.29 %	92.72 %

*Notes:
- The measurement date is one year earlier than the employer's reporting date.

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 19,348	$ 19,832	$ 19,070	$ 15,912	$ 12,935	$ 10,872	$ 8,622	$ 8,345	$ 7,266	$ 6,949
Contributions in Relation to the Actuarially Determined Contribution	19,348	19,832	19,070	15,912	12,935	10,872	8,622	8,345	7,266	6,949
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered Payroll	$ 84,064	$ 85,594	$ 84,276	$ 82,609	$ 69,834	$ 64,963	$ 64,920	$ 64,163	$ 60,393 $	$ 58,700
Contributions as a Percentage of Covered Payroll	23.02 %	23.17 %	22.63 %	19.26 %	18.52 %	16.74 %	13.28 %	13.01 %	12.03 %	11.84 %

Notes to Schedule:

Valuation Date: June 30, 2024
Measurement Date: June 30, 2024
The actuarially determined contributions are calculated as of June 30, for the fiscal year ending two years after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Single Equivalent Amortization Period	Blended 23.4 to 23.5 years depending on Tier
Asset Valuation Method	Market Value on the measurement date. Plan's fiduciary net position also included the present value of receivable initial liability payments established by participating employers upon entry into MERS
Inflation	2.50%
Salary Increases	3.50% - 9.50%, Including Inflation
Investment Rate of Return	7%, Net of Investment Related Expense
Changes in Assumptions:	None

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
OPEB
LAST NINE FISCAL YEARS*
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability:									
Service Cost	$ 1,320	$ 1,273	$ 2,105	$ 1,564	$ 1,905	$ 1,659	$ 1,603	$ 1,244	$ 1,169
Interest	4,523	4,536	3,761	3,681	4,925	4,960	3,679	3,640	3,658
Changes of Benefit Terms	-	-	-	-	79	-	-	-	-
Differences Between Expected and Actual Experience	(8,977)	-	24,776	-	(13,774)	-	20,353	-	-
Changes of Assumptions	(69)	-	(12,553)	-	(5,899)	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(5,807)	(6,289)	(4,421)	(4,669)	(7,374)	(7,420)	(4,598)	(4,681)	(5,643)
Net Change in Total OPEB Liability	(9,010)	(480)	13,668	576	(20,138)	(801)	21,037	203	(816)
Total OPEB Liability - Beginning	71,120	71,600	57,932	57,356	77,494	78,295	57,258	57,055	57,871
Total OPEB Liability - Ending	62,110	71,120	71,600	57,932	57,356	77,494	78,295	57,258	57,055
Plan Fiduciary Net Position:									
Contributions - Employer	6,816	7,298	5,271	5,380	7,538	8,088	5,309	5,349	6,143
Net Investment Income	1,720	1,282	929	(1,362)	1,821	245	299	278	353
Benefit Payments, Including Refunds of Member Contributions	(5,807)	(6,289)	(4,421)	(4,669)	(7,374)	(7,420)	(4,598)	(4,681)	(5,643)
Administrative Expense	(9)	(3)	(6)	(7)	(2)	(2)	(6)	(6)	(4)
Net Change in Plan Fiduciary Net Position	2,720	2,288	1,773	(658)	1,983	911	1,004	940	849
Plan Fiduciary Net Position - Beginning	13,426	11,138	9,365	10,023	8,040	7,129	6,125	5,185	4,336
Plan Fiduciary Net Position - Ending	16,146	13,426	11,138	9,365	10,023	8,040	7,129	6,125	5,185
Net OPEB Liability - Ending	$ 45,964	$ 57,694	$ 60,462	$ 48,567	$ 47,333	$ 69,454	$ 71,166	$ 51,133	$ 51,870
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	26.00 %	18.88 %	15.56 %	16.17 %	17.48 %	10.37 %	9.11 %	10.70 %	9.09 %
Covered Payroll	$ 153,840	$ 145,478	$ 145,478	$ 124,327	$ 124,327	$ 120,589	$ 120,589	$ 115,536	$ 115,536
Net OPEB Liability as a Percentage of Covered Payroll	29.88 %	39.66 %	41.56 %	39.06 %	38.07 %	57.60 %	59.02 %	44.26 %	44.90 %

*Note: This schedule is intended to show information for 10 years. Additional information will be added as it becomes available.

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OPEB
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 6,794	$ 6,844	$ 5,805	$ 5,678	$ 6,986	$ 6,755	$ 4,965	$ 4,784	$ 6,345	$ 6,052
Contributions in Relation to the Actuarially Determined Contribution	6,816	7,298	5,271	5,380	7,538	8,088	5,309	5,349	6,143	5,892
Contribution Deficiency (Excess)	$ (22)	$ (454)	$ 534	$ 298	$ (552)	$ (1,333)	$ (344)	$ (565)	$ 202	$ 160
Covered Payroll	$ 153,840	$ 145,478	$ 145,478	$ 124,327	$ 124,327	$ 120,589	$ 120,589	$ 115,536	$ 115,536	$ 104,482
Contributions as a Percentage of Covered Payroll	4.43 %	5.02 %	3.62 %	4.33 %	6.06 %	6.71 %	4.40 %	4.63 %	5.32 %	5.64 %

Notes to Schedule:

Valuation Date:	July 1, 2024
Measurement Date:	June 30, 2025

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent, Closed
Remaining Amortization Period	18 Years
Asset Valuation Method	Fair Value
Inflation	2.50%
Salary Increases	3.00%
Investment Rate of Return	6.75%

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
OPEB
LAST NINE FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Annual Money-Weighted Rate of Return, Net of Investment Expense:	12.74 %	11.42 %	9.09 %	(13.51)%	22.66 %	3.44 %	4.84 %	5.36 %	8.12 %

Note: This schedule is intended to show information for 10 years. Additional information will be added as it becomes available.

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF CHANGES IN TOTAL PENSION LIABILITY AND RELATED RATIOS
ELECTED OFFICIALS AND PRE-1972 POLICE AND FIRE PLAN
LAST NINE FISCAL YEARS*
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Total Pension Liability:									
Service Cost	$ -	$ -	$ -	$ -	$ -	$ -	$ 1	$ -	$ -
Interest	30	36	35	27	29	51	57	62	58
Differences Between Expected and Actual Experience	218	-	264	-	(67)	-	155	-	-
Changes of Assumptions	(38)	(10)	(61)	(71)	209	84	26	(23)	(71)
Benefit Payments, Including Refunds of Member Contributions	(244)	(241)	(239)	(248)	(245)	(257)	(293)	(285)	(279)
Net Change in Total Pension Liability	(34)	(215)	(1)	(292)	(74)	(122)	(54)	(246)	(292)
Total Pension Liability - Beginning	880	1,095	1,096	1,388	1,462	1,584	1,638	1,884	2,176
Total Pension Liability - Ending	$ 846	$ 880	$ 1,095	$ 1,096	$ 1,388	$ 1,462	$ 1,584	$ 1,638	$ 1,884
Covered Payroll	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

Valuation Date: June 30, 2024
Measurement Date: June 30, 2025

Discount Rate 5.20%

Notes:
This schedule is intended to show information for 10 years. Additional information will be added as it becomes available.
There are no assets accumulated in a trust that meets the criteria of GASB codification P22.133-136 or P52.131-138 to pay related benefits for the plan.

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ELECTED OFFICIALS AND PRE-1972 POLICE AND FIRE PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 244	$ 241	$ 239	$ 248	$ 245	$ 257	$ 293	$ 285	$ 311	$ 105
Contributions in Relation to the Actuarially Determined Contribution	244	241	239	248	245	257	293	285	311	105
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$	$ -
Covered-Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered-Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

Valuation Date:	June 30, 2024
Measurement Date:	June 30, 2025

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Salary Increases	3.00%
Investment Rate of Return	5.20%

CITY OF NEW BRITAIN, CONNECTICUT
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHERS RETIREMENT PLAN
LAST EIGHT FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018
City's Proportion of the Net OPEB Liability	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
City's Proportionate Share of the Net OPEB Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the Net OPEB Liability Associated with the City	57,298	28,898	29,065	27,957	48,324	47,503	46,950	61,828
Total	$ 57,298	$ 28,898	$ 29,065	$ 27,957	$ 48,324	$ 47,503	$ 46,950	$ 61,828
City's Covered Payroll	$ 87,113	$ 84,666	$ 83,968	$ 81,763	$ 75,931	$ 72,728	$ 71,227	$ 79,976
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	7.40 %	11.92 %	9.46 %	6.11 %	2.50 %	2.08 %	1.49 %	1.79 %

Notes to Schedule:

Changes in Benefit Terms	There were no changes to benefit terms since the prior Measurement Date
Changes of Assumptions	Based on the procedure described in GASB 75, the discount rate used to measure plan obligations for financial accounting purposes as of June 30, 2024 was updated to equal the SEIR of 3.64% as of June 30, 2024; Assumed election rates for post-65 retirees between the Local School District Coverage Subsidy and CTRB Sponsored Medical Plans were updated to reflect the recent plan expense. Spouse coverage election assumptions were also updated with this change; and Long-term health care cost trend rates were updated to reflect expected future trend for participants in the health plans.
Actuarial Cost Method	Entry Age
Amortization Method	Level Percent of Payroll over an Open Period
Remaining Amortization Period	30 Years
Asset Valuation Method	Fair Value of Assets
Investment Rate of Return	3.00%, net of investment related expense including price inflation
Price Inflation	2.50%

*Notes:
- This schedule is intended to show information for 10 years. Additional years' information will be displayed as it becomes available.
- The measurement date is one year earlier than the employer's reporting date.

Appendix B-1

Form of Legal Opinion of Bond Counsel and Tax Exemption – The Bonds

APPENDIX B-1 - FORM OF LEGAL OPINION OF BOND COUNSEL AND TAX EXEMPTION - THE BONDS

The legal opinion of the firm of Shipman & Goodwin LLP of Hartford, Connecticut, Bond Counsel, will be furnished to the successful purchaser when the Bonds are delivered, and a copy of the legal opinion will be included in the record of proceedings of the City authorizing the Bonds. The opinion will be dated and given on and will speak only as of the date of original delivery of the Bonds to the successful purchaser.

The opinion of Shipman & Goodwin LLP will be in substantially the following form:

City of New Britain, Connecticut
City Hall
27 West Main Street
New Britain, Connecticut 06051

Ladies and Gentlemen:

We have acted as bond counsel in connection with the issuance by the City of New Britain, Connecticut (the "City") of its $21,800,000 General Obligation Bonds, Issue of 2026, Series A, dated September 10, 2026, maturing September 1, 2027-2046 (the "Bonds").

In connection with our representation of the City as bond counsel with respect to the Bonds, we have examined the executed Tax Certificate and Tax Compliance Agreement of the City, each dated as of September 10, 2026, the executed Bonds, and certified records of proceedings of the City authorizing the Bonds. In addition, we have examined and relied on originals or copies, identified to us as genuine, of such other documents, instruments or records, and have made such investigations of law as we considered necessary or appropriate for the purposes of this opinion. In making the statements contained in this opinion, we have assumed, without independently verifying, the genuineness of all signatures, the authenticity of all documents submitted to us as originals, the conformity to original documents of documents submitted to us as certified or photostatic copies, and the legal capacity and authority of all persons executing such documents.

On the basis of our review noted above and subject to the qualifications set forth herein:

1. We are of the opinion that the proceedings and above-referenced evidence show lawful authority for the issuance and sale of the Bonds under the authority of the constitution and statutes of the State of Connecticut, and that the Bonds are valid and binding general obligations of the City payable, with respect to both principal and interest, unless paid from other sources, from ad valorem taxes which may be levied on all property subject to taxation by the City without limitation as to rate or amount except as to classified property. Classified property includes certified forest land which is taxable at a limited rate. Classified property also includes dwelling houses of qualified elderly persons of low income which are taxable at limited amounts.

2. We are of the opinion that the Tax Compliance Agreement is a valid and binding agreement of the City and that the Tax Certificate and Tax Compliance Agreement were duly authorized by the City.

3. The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements that must be met subsequent to the issuance and delivery of the Bonds if interest on the Bonds is to be excludable from gross income under Section 103 of the Code. The City has covenanted in the Tax Compliance Agreement that it will at all times perform all acts and things necessary or appropriate under any valid provision of law to ensure that interest paid on the Bonds will not be includable in the gross income of the owners thereof for federal income tax purposes under the Code. In our opinion, under existing law:

(i) interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes pursuant to Section 103 of the Code; and

(ii) such interest is not treated as an item of tax preference for purposes of calculating the federal alternative minimum tax imposed on individuals under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations under the Code.

We express no opinion regarding other federal income tax consequences caused by ownership of, or receipt of interest on, the Bonds. In rendering the foregoing opinions regarding the federal income tax treatment of interest on the Bonds, we have relied upon and assumed (i) the material accuracy of the representations, statements of intention and reasonable expectations, and certifications of fact contained in the Tax Certificate and the Tax Compliance Agreement, and (ii) full compliance by the City with the covenants set forth in the Tax Compliance Agreement. The inaccuracy of the representations, statements of intention and reasonable expectations, and certifications of fact, contained in the Tax Certificate or the Tax Compliance Agreement, or the failure of the City to fully comply with the covenants set forth therein, may cause interest on the Bonds to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

4. We are of the opinion that, under existing statutes, interest on the Bonds is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

The rights of the holders of the Bonds and the enforceability of the Bonds and the enforceability of the Tax Compliance Agreement are limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Bonds.

This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law, regulation or judicial interpretation that may hereafter occur.

Very truly yours,

Shipman & Goodwin LLP

CERTAIN ADDITIONAL FEDERAL TAX CONSEQUENCES.

The following is a brief discussion of certain federal income tax matters with respect to the Bonds under existing statutes. It does not purport to deal with all aspects of federal taxation that may be relevant to a particular owner of a bond. Prospective owners of the Bonds, particularly those that may be subject to special rules, are advised to consult their own tax advisors regarding the federal tax consequences of owning and disposing of the Bonds.

Recent Tax Legislation. The opinion of Bond Counsel is rendered as of its date and Bond Counsel assumes no obligation to update or supplement its opinion to reflect any facts or circumstances that may come to its attention or any changes in law or the interpretation thereof that may occur after the date of its opinion.

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds.

In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby.

Purchasers of the Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Bonds, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

Alternative Minimum Tax. The Code imposes an alternative minimum tax. The alternative minimum tax is imposed on alternative minimum taxable income, which includes items of tax preference. The interest on certain tax-exempt "private activity bonds" is treated as an item of tax preference. The City's Tax Compliance Agreement will contain certain representations and covenants to ensure that the Bonds are not "private activity bonds" so that interest on the Bonds will not be treated as an item of tax preference for purposes of calculating the federal alternative minimum tax. However, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations under the Code.

Financial Institutions. The Code provides that commercial banks, thrift institutions and certain other financial institutions may not deduct the portion of their interest expense allocable to tax-exempt obligations acquired after August 7, 1986, other than "qualified tax-exempt obligations". The Bonds **shall not** be designated by the City as “qualified tax-exempt obligations” for purposes of the deduction for federal income tax purposes by financial institutions of a portion of interest expense allocable to tax-exempt obligations.

Changes in Federal Tax Law. Legislation affecting municipal bonds is regularly under consideration by the United States Congress. There can be no assurance that legislation enacted or proposed after the date of issuance of the Bonds will not have an adverse effect on the tax-exempt status or the market price of the Bonds.

Other. Ownership of the Bonds may result in collateral federal income tax consequences to various categories of persons, such as corporations (including S corporations and foreign corporations), financial institutions, property and casualty and life insurance companies, individual recipients of Social Security and railroad retirement benefits, and individuals otherwise eligible for the earned income credit, and to taxpayers deemed to have incurred or continued indebtedness to purchase or carry obligations the interest on which is not included in gross income for federal income tax purposes.

STATE OF CONNECTICUT TAX ON INTEREST.

The opinion of Bond Counsel will state in substance that, based on the record of proceedings authorizing the Bonds, under existing statutes, interest on the Bonds is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

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

Owners of the Bonds should consult their tax advisors with respect to other applicable state and local tax consequences of ownership of the Bonds and the disposition thereof, including the extent to which gains and losses from the sale or exchange of Bonds held as capital assets reduce and increase, respectively, amounts taken into account in computing the Connecticut income tax on individuals, trusts and estates and may affect the net Connecticut minimum tax on such taxpayers who are also required to pay the federal alternative minimum tax.

ORIGINAL ISSUE DISCOUNT.

The initial public offering prices of certain maturities of the Bonds (the "OID Bonds") may be less than their stated principal amounts. Under existing law, the difference between the stated principal amount and the initial offering price of each maturity of the OID Bonds to the public (excluding bond houses and brokers) at which a substantial amount of such maturity of the OID Bonds is sold will constitute original issue discount ("OID"). The offering prices relating to the yields set forth in this Official Statement for the OID Bonds are expected to be the initial offering prices to the public at which a substantial amount of each maturity of the OID Bonds are sold. Under existing law OID on the Bonds accrued and properly allocable to the owners thereof under the Code is not included in gross income for federal income tax purposes if interest on the Bonds is not included in gross income for federal income tax purposes.

Under the Code, for purposes of determining an owner's adjusted basis in an OID Bond, OID treated as having accrued while the owner holds the OID Bond will be added to the owner's basis. OID will accrue on a constant-yield-to-maturity method based on regular compounding. The owner's adjusted basis will be used to determine taxable gain or loss upon the sale or other disposition (including redemption or payment at maturity) of an OID Bond.

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

ORIGINAL ISSUE PREMIUM.

The initial public offering prices of certain maturities of the Bonds (the "OIP Bonds") may be more than their stated principal amounts. An owner who purchases a Bond at a premium to its principal amount must amortize bond premium as provided in applicable Treasury Regulations, and amortized premium reduces the owner's basis in the Bond for federal income tax purposes. Prospective purchasers of Bonds should consult their tax advisors regarding the amortization of premium and the effect upon basis.

* * * * * * * * * * * *

The information above does not purport to deal with all aspects of federal or state taxation that may be relevant to particular investors. Prospective investors, particularly those that may be subject to special rules, are advised to consult their own tax advisors regarding the federal and state tax consequences of owning and disposing of the Bonds, including any tax consequences arising under the laws of any state or other taxing jurisdiction.

Appendix B-2

Form of Legal Opinion of Bond Counsel and Tax Exemption – The Notes

APPENDIX B-2 - FORM OF LEGAL OPINION OF BOND COUNSEL AND TAX EXEMPTION – THE NOTES

The legal opinion of the firm of Shipman & Goodwin LLP of Hartford, Connecticut, Bond Counsel, will be furnished to the successful purchaser when the Notes are delivered, and a copy of the legal opinion will be included in the record of proceedings of the City authorizing the Notes. The opinion will be dated and given on and will speak only as of the date of original delivery of the Notes to the successful purchaser.

The opinion of Shipman & Goodwin LLP will be in substantially the following form:

City of New Britain, Connecticut
City Hall
27 West Main Street
New Britain, Connecticut 06051

Ladies and Gentlemen:

We have acted as bond counsel in connection with the issuance by the City of New Britain, Connecticut (the "City") of its $95,405,000 General Obligation Notes, dated September 10, 2026, maturing September 9, 2027 (the "Notes").

In connection with our representation of the City as bond counsel with respect to the Notes, we have examined the executed Tax Certificate and Tax Compliance Agreement of the City, each dated as of September 10, 2026, the executed Notes, and certified records of proceedings of the City authorizing the Notes. In addition, we have examined and relied on originals or copies, identified to us as genuine, of such other documents, instruments or records, and have made such investigations of law as we considered necessary or appropriate for the purposes of this opinion. In making the statements contained in this opinion, we have assumed, without independently verifying, the genuineness of all signatures, the authenticity of all documents submitted to us as originals, the conformity to original documents of documents submitted to us as certified or photostatic copies, and the legal capacity and authority of all persons executing such documents.

On the basis of our review noted above and subject to the qualifications set forth herein:

1. We are of the opinion that the proceedings and above-referenced evidence show lawful authority for the issuance and sale of the Notes under the authority of the constitution and statutes of the State of Connecticut, and that the Notes are valid and binding general obligations of the City payable, with respect to both principal and interest, unless paid from other sources, from *ad valorem* taxes which may be levied on all property subject to taxation by the City without limitation as to rate or amount except as to classified property. Classified property includes certified forest land which is taxable at a limited rate. Classified property also includes dwelling houses of qualified elderly persons of low income which are taxable at limited amounts.

2. We are of the opinion that the Tax Compliance Agreement is a valid and binding agreement of the City and that the Tax Certificate and Tax Compliance Agreement were duly authorized by the City.

3. The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements that must be met subsequent to the issuance and delivery of the Notes if interest on the Notes is to be excludable from gross income under Section 103 of the Code. The City has covenanted in the Tax Compliance Agreement that it will at all times perform all acts and things necessary or appropriate under any valid provision of law to ensure that interest paid on the Notes will not be includable in the gross income of the owners thereof for federal income tax purposes under the Code. In our opinion, under existing law:

(i) interest on the Notes is excludable from gross income of the owners thereof for federal income tax purposes pursuant to Section 103 of the Code; and

(ii) such interest is not treated as an item of tax preference for purposes of calculating the federal alternative minimum tax imposed on individuals under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations under the Code.

We express no opinion regarding other federal income tax consequences caused by ownership of, or receipt of interest on, the Notes. In rendering the foregoing opinions regarding the federal income tax treatment of interest on the Notes, we have relied upon and assumed (i) the material accuracy of the representations, statements of intention and reasonable expectations, and certifications of fact contained in the Tax Certificate and the Tax Compliance Agreement, and (ii) full compliance by the City with the covenants set forth in the Tax Compliance Agreement. The inaccuracy of the representations, statements of intention and reasonable expectations, and certifications of fact, contained in the Tax Certificate or the Tax Compliance Agreement, or the failure of the City to fully comply with the covenants set forth therein, may cause interest on the Notes to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Notes.

4. We are of the opinion that, under existing statutes, interest on the Notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

The rights of the holders of the Notes and the enforceability of the Notes and the enforceability of the Tax Compliance Agreement are limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Notes.

This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law, regulation or judicial interpretation that may hereafter occur.

Very truly yours,

Shipman & Goodwin LLP

CERTAIN ADDITIONAL FEDERAL TAX CONSEQUENCES.

The following is a brief discussion of certain federal income tax matters with respect to the Notes under existing statutes. It does not purport to deal with all aspects of federal taxation that may be relevant to a particular owner of the Notes. Prospective owners of the Notes, particularly those that may be subject to special rules, are advised to consult their own tax advisors regarding the federal tax consequences of owning and disposing of the Notes.

Recent Tax Legislation. The opinion of Bond Counsel is rendered as of its date and Bond Counsel assumes no obligation to update or supplement its opinion to reflect any facts or circumstances that may come to its attention or any changes in law or the interpretation thereof that may occur after the date of its opinion.

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Notes or otherwise prevent holders of the Notes from realizing the full benefit of the tax exemption of interest on the Notes.

In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Notes. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Notes would be impacted thereby.

Purchasers of the Notes should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Notes, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

Alternative Minimum Tax. The Code imposes an alternative minimum tax. The alternative minimum tax is imposed on alternative minimum taxable income, which includes items of tax preference. The interest on certain tax-exempt "private activity bonds" is treated as an item of tax preference. The City's Tax Compliance Agreement will contain certain representations and covenants to ensure that the Notes are not "private activity bonds" so that interest on the Notes will not be treated as an item of tax preference for purposes of calculating the federal alternative minimum tax. However, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations under the Code.

Financial Institutions. The Code provides that commercial banks, thrift institutions and certain other financial institutions may not deduct the portion of their interest expense allocable to tax-exempt obligations acquired after August 7, 1986, other than "qualified tax-exempt obligations". The Notes **shall not** be designated by the City as "qualified tax-exempt obligations" for purposes of the deduction for federal income tax purposes by financial institutions of a portion of interest expense allocable to tax-exempt obligations.

Changes in Federal Tax Law. Legislation affecting municipal bonds is regularly under consideration by the United States Congress. There can be no assurance that legislation proposed or enacted after the date of issuance of the Notes will not have an adverse effect on the tax exempt status or the market price of the Notes.

Other. Ownership of the Notes may result in collateral federal income tax consequences to various categories of persons, such as corporations (including S corporations and foreign corporations), financial institutions, property and casualty and life insurance companies, individual recipients of Social Security and railroad retirement benefits, and individuals otherwise eligible for the earned income credit, and to taxpayers deemed to have incurred or continued indebtedness to purchase or carry obligations the interest on which is not included in gross income for federal income tax purposes.

STATE OF CONNECTICUT TAX ON INTEREST.

The opinion of Bond Counsel will state in substance that, based on the record of proceedings authorizing the Notes, under existing statutes, interest on the Notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

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

Owners of the Notes should consult their tax advisors with respect to other applicable state and local tax consequences of ownership of the Notes and the disposition thereof, including the extent to which gains and losses from the sale or exchange of Notes held as capital assets reduce and increase, respectively, amounts taken into account in computing the Connecticut income tax on individuals, trusts and estates and may affect the net Connecticut minimum tax on such taxpayers who are also required to pay the federal alternative minimum tax.

ORIGINAL ISSUE DISCOUNT.

The initial public offering price of the Notes (the "OID Notes") may be less than the stated principal amount. Under existing law, the difference between the stated principal amount and the initial offering price of the OID Notes to the public (excluding bond houses and brokers) at which a substantial amount of the OID Notes is sold will constitute original issue discount ("OID"). The offering price relating to the yield set forth in this Official Statement for the OID Notes is expected to be the initial offering price to the public at which a substantial amount of the OID Notes are sold. Under existing law, OID on the Notes accrued and properly allocable to the owners thereof under the Code is not included in gross income for federal income tax purposes if interest on the Notes is not included in gross income for federal income tax purposes.

Under the Code, for purposes of determining an owner's adjusted basis in an OID Note, OID treated as having accrued while the owner holds the OID Note will be added to the owner's basis. OID will accrue on a constant-yield-to-maturity method based on regular compounding. The owner's adjusted basis will be used to determine taxable gain or loss upon the sale or other disposition (including redemption or payment at maturity) of an OID Note.

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

ORIGINAL ISSUE PREMIUM.

The initial public offering price of the Notes (the “OIP Notes”) may be more than the stated principal amount. An owner who purchases a Note at a premium to its principal amount must amortize bond premium as provided in applicable Treasury Regulations, and amortized premium reduces the owner’s basis in the Note for federal income tax purposes. Prospective purchasers of OIP Notes should consult their tax advisors regarding the amortization of premium and the effect upon basis.

* * * * * * * * * * *

The information above does not purport to deal with all aspects of federal or state taxation that may be relevant to particular investors. Prospective investors, particularly those that may be subject to special rules, are advised to consult their own tax advisors regarding the federal and state tax consequences of owning and disposing of the Notes, including any tax consequences arising under the laws of any state or other taxing jurisdiction.

Appendix C-1

Form of Continuing Disclosure Agreement – The Bonds

APPENDIX C-1 - FORM OF CONTINUING DISCLOSURE AGREEMENT - THE BONDS

In accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, the City will agree to provide, or cause to be provided, (i) certain annual financial information and operating data, (ii) timely, but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain listed events with respect to the Bonds, and (iii) timely notice of a failure by the City to provide the required annual financial information on or before a specified date, all pursuant to a Continuing Disclosure Agreement for the Bonds in substantially the following form:

CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement (the "Agreement") is made as of the 10th day of September, 2026 by the City of New Britain, Connecticut (the "City") acting by its undersigned officers, duly authorized, in connection with the issuance of the City's $21,800,000 General Obligation Bonds, Issue of 2026, Series A (the "Bonds") dated September 10, 2026 for the benefit of the beneficial owners from time to time of the Bonds.

Section 1. Definitions. For purposes of this Agreement, the following capitalized terms shall have the following meanings:

"MSRB" means the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto. As of the date of this Agreement, the MSRB has designated its Electronic Municipal Market Access System ("EMMA") (http://emma.msrb.org) to receive submissions of continuing disclosure documents that are described in the Rule.

"Rule" means Rule 15c2-12 under the Securities Exchange Act of 1934, as of the date of this Agreement.

"SEC" means the Securities and Exchange Commission of the United States, or any successor thereto.

Section 2. Annual Financial Information.

(a) The City agrees to provide, or cause to be provided, to the MSRB in an electronic format as prescribed by the MSRB, in accordance with the provisions of the Rule and this Agreement, annual financial information and operating data (commencing with information and data for the fiscal year ending June 30, 2026), as follows:

(i) the audited general purpose financial statements of the City, which financial statements include the City's general fund, any special revenue funds, enterprise and internal service (proprietary) funds, agency and trust (fiduciary) funds and the general fixed assets and general long-term debt account groups, for the prior fiscal year, which statements shall be prepared in accordance with generally accepted accounting principles or mandated state statutory principles as in effect from time to time. As of the date of this Agreement, the City prepares its financial statements in accordance with generally accepted accounting principles.

(ii) the following financial information and operating data to the extent not included in the financial statements described in (i) above:

A. amounts of the gross and the net taxable grand list applicable to the fiscal year,

B. listing of the ten largest taxpayers on the applicable grand list, together with each such taxpayer's taxable valuation thereon,

C. percentage of the annual property tax levy uncollected as of the close of the preceding fiscal year,

D. schedule of annual debt service on outstanding long-term bonded indebtedness as of the close of the fiscal year,

E. calculation of total direct debt and total direct net debt as of the close of the fiscal year,

F. total direct debt and total direct net debt of the City per capita,

G. ratios of the total direct debt and total direct net debt of the City to the City's net taxable grand list,

H. statement of statutory debt limitation as of the close of the fiscal year, and

I. funding status of the City's pension benefit obligation.

(b) The financial information and operating data described above shall be provided not later than eight months after the close of the fiscal year for which such information is being provided, commencing with information for the fiscal year ending June 30, 2026. The City agrees that if audited information is not available eight months after the close of the fiscal year, it shall submit unaudited information by such time and will submit audited information when available.

(c) Annual financial information and operating data may be provided in whole or in part by reference to other documents available to the public on the MSRB's internet website or filed with the SEC. All or a portion of the financial information and operating data may be provided in the form of a comprehensive annual financial report.

(d) The City reserves the right (i) to provide financial statements which are not audited if no longer required by law, (ii) to modify from time to time the format for the presentation of such information or data, and (iii) to modify the accounting principles it follows to the extent required or permitted by law, by changes in generally accepted accounting principles, or by changes in accounting principles adopted by the City; provided that the City agrees that any such modification will be done in a manner consistent with the Rule.

(e) The City may file information with the MSRB, from time to time, in addition to that specifically required by this Agreement (a "Voluntary Filing"). If the City chooses to make a Voluntary Filing, the City shall have no obligation under this Agreement to update information contained in such Voluntary Filing or include such information in any future filing. Notwithstanding the foregoing provisions of this Section 2(e), the City is under no obligation to provide any Voluntary Filing.

Section 3. Listed Events.

The City agrees to provide, or cause to be provided, in a timely manner, not in excess of ten (10) business days after the occurrence of the event, to the MSRB in an electronic format as prescribed by the MSRB, notice of the occurrence of any of the following events with respect to the Bonds:

(a) principal and interest payment delinquencies;

(b) non-payment related defaults, if material;

(c) unscheduled draws on debt service reserves reflecting financial difficulties;

(d) unscheduled draws on credit enhancements reflecting financial difficulties;

(e) substitution of credit or liquidity providers, or their failure to perform;

(f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the Bonds;

(g) modifications to rights of holders of the Bonds, if material;

(h) Bond calls, if material, and tender offers;

(i) Bond defeasances;

(j) release, substitution, or sale of property securing repayment of the Bonds, if material;

(k) rating changes;

(l) bankruptcy, insolvency, receivership or similar event of the City;

(m) the consummation of a merger, consolidation, or acquisition involving the City or the sale of all or substantially all of the assets of the City, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(n) appointment of a successor or additional trustee or the change of name of a trustee, if material;

(o) incurrence of a financial obligation, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the City, any of which affect security holders, if material; and

(p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the City, any of which reflect financial difficulties.

For purposes of events (o) and (p) above, the term “financial obligation” is defined as a (i) debt obligation, (ii) derivative instrument entered into in connection with or pledged as security or a source of payment for an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The term financial obligation does not include municipal securities for which a final official statement has been filed with the MSRB pursuant to the Rule.

Section 4. Notice of Failure to Provide Annual Financial Information.

The City agrees to provide, or cause to be provided, in a timely manner, to the MSRB in an electronic format as prescribed by the MSRB, notice of any failure by the City to provide annual financial information as set forth in Section 2(a) hereof on or before the date set forth in Section 2(b) hereof.

Section 5. Use of Agents.

Annual financial information and operating data and notices to be provided pursuant to this Agreement may be provided by the City or by any agents which may be employed by the City for such purpose from time to time.

Section 6. Termination.

The obligations of the City under this Agreement shall terminate upon the earlier of (i) payment or legal defeasance, at maturity or otherwise, of all of the Bonds, or (ii) such time as the City ceases to be an obligated person with respect to the Bonds within the meaning of the Rule.

Section 7. Identifying Information.

All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

Section 8. Enforcement.

The City acknowledges that the undertakings set forth in this Agreement are intended to be for the benefit of, and enforceable by, the beneficial owners from time to time of the Bonds. In the event the City shall fail to perform its duties hereunder, the City shall have the option to cure such failure within a reasonable time (but not exceeding thirty (30) days with respect to the undertakings set forth in Section 2 hereof or five (5) business days with respect to undertakings set forth in Sections 3 and 4 hereof) from the time the Mayor receives written notice from any beneficial owner of the Bonds of such failure. The present address of the Mayor is City of New Britain, City Hall, 27 West Main Street, New Britain, Connecticut 06051. In the event the City does not cure such failure within the time specified above, the beneficial owner of any Bonds shall be entitled only to the remedy of specific performance. The City expressly acknowledges and the beneficial owners are hereby deemed to expressly agree that no monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute an event of default with respect to the Bonds.

Section 9. Miscellaneous.

(a) The City shall have no obligation to provide any information, data or notices other than as set forth in this Agreement; provided, however, nothing in this Agreement shall be construed as prohibiting the City from providing such additional information, data or notices from time to time as it deems appropriate in connection with the Bonds. If the City elects to provide any such additional information, data or notices, the City shall have no obligation under this Agreement to update or continue to provide further additional information, data or notices of the type so provided.

(b) This Agreement shall be governed by the laws of the State of Connecticut.

(c) Notwithstanding any other provision of this Agreement, the City may amend this Agreement, and any provision of this Agreement may be waived, if (i) such amendment or waiver is made in connection with a change of circumstances that arises from a change in legal requirements, a change in law, or a change in the identity, nature or status of the City, (ii) the Agreement as so amended or waived would have complied with the requirements of the Rule as of the date of the Agreement, taking into account any amendments or interpretations of the Rule, as well as any changes in circumstances, and (iii) such amendment or waiver is supported by an opinion of counsel expert in federal securities laws to the effect that such amendment or waiver would not materially adversely affect the beneficial owner of the Bonds. A copy of any such amendment or waiver will be filed in a timely manner with the MSRB. The annual financial information provided on the first date following the adoption of any such amendment or waiver will explain, in narrative form, the reasons for the amendment or waiver and the impact of the change in the type of operating data or financial information being provided.

CITY OF NEW BRITAIN, CONNECTICUT

By____________________________________
Robert C. Sanchez
Mayor

By____________________________________
William J. Yanchak
Treasurer

Appendix C-2

Form of Continuing Disclosure Agreement – The Notes

APPENDIX C-2 - FORM OF CONTINUING DISCLOSURE AGREEMENT – THE NOTES

In accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, the City will agree to provide, or cause to be provided, timely, but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain listed events with respect to the Notes, pursuant to a Continuing Disclosure Agreement for the Notes in substantially the following form:

CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement (the "Agreement") is made as of the 10th day of September, 2026 by the City of New Britain, Connecticut (the "City") acting by its undersigned officers, duly authorized, in connection with the issuance of the City's $95,405,000 General Obligation Notes, dated September 10, 2026 (the "Notes"), for the benefit of the beneficial owners from time to time of the Notes.

Section 1. Definitions. For purposes of this Agreement, the following capitalized terms shall have the following meanings:

"MSRB" means the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto. As of the date of this Agreement, the MSRB has designated its Electronic Municipal Market Access System ("EMMA") (http://emma.msrb.org) to receive submissions of continuing disclosure documents that are described in the Rule.

"Rule" means Rule 15c2-12 under the Securities Exchange Act of 1934, as of the date of this Agreement.

"SEC" means the Securities and Exchange Commission of the United States, or any successor thereto.

Section 2. Listed Events.

The City agrees to provide, or cause to be provided, in a timely manner, not in excess of ten (10) business days after the occurrence of the event, to the MSRB in an electronic format as prescribed by the MSRB, notice of the occurrence of any of the following events with respect to the Notes:

(a) principal and interest payment delinquencies;

(b) non-payment related defaults, if material;

(c) unscheduled draws on debt service reserves reflecting financial difficulties;

(d) unscheduled draws on credit enhancements reflecting financial difficulties;

(e) substitution of credit or liquidity providers, or their failure to perform;

(f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the Notes;

(g) modifications to rights of holders of the Notes, if material;

(h) Note calls, if material, and tender offers;

(i) Note defeasances;

(j) release, substitution, or sale of property securing repayment of the Notes, if material;

(k) rating changes;

(l) bankruptcy, insolvency, receivership or similar event of the City;

(m) the consummation of a merger, consolidation, or acquisition involving the City or the sale of all or substantially all of the assets of the City, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(n) appointment of a successor or additional trustee or the change of name of a trustee, if material;

(o) incurrence of a financial obligation, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the City, any of which affect security holders, if material; and

(p) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the City, any of which reflect financial difficulties.

For purposes of events (o) and (p) above, the term "financial obligation" is defined as a (i) debt obligation, (ii) derivative instrument entered into in connection with or pledged as security or a source of payment for an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The term financial obligation does not include municipal securities for which a final official statement has been filed with the MSRB pursuant to the Rule.

Section 3. Use of Agents.

Any notices to be provided pursuant to this Agreement may be provided by the City or by any agents which may be employed by the City for such purposes from time to time.

Section 4. Termination.

The obligations of the City under this Agreement shall terminate upon the earlier of (i) payment or legal defeasance, at maturity or otherwise, of all of the Notes, or (ii) such time as the City ceases to be an obligated person with respect to the Notes within the meaning of the Rule.

Section 5. Identifying Information.

All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

Section 6. Enforcement.

The City acknowledges that the undertakings set forth in Section 2 of this Agreement are intended to be for the benefit of, and enforceable by, the beneficial owners from time to time of the Notes. In the event the City shall fail to perform its duties hereunder, the City shall have the option to cure such failure within a reasonable time (but not exceeding five business days with respect to the undertakings set forth in Section 2 hereof) from the time the Mayor receives written notice from any beneficial owner of the Notes of such failure. The present address of the Mayor is City of New Britain, City Hall, 27 West Main Street, New Britain, Connecticut 06051.

In the event the City does not cure such failure within the time specified above, the beneficial owner of the Notes shall be entitled only to the remedy of specific performance. The City expressly acknowledges and the beneficial owners are hereby deemed to expressly agree that no monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute an event of default with respect to the Notes.

Section 7. Miscellaneous.

(a) The City shall have no obligation to provide any information, data or notices other than as set forth in this Agreement; provided, however, nothing in this Agreement shall be construed as prohibiting the City from providing such additional information, data or notices from time to time as it deems appropriate in connection with the Notes. If the City elects to provide any such additional information, data or notices, the City shall have no obligation under this Agreement to update or continue to provide further additional information, data or notices of the type so provided.

(b) This Agreement shall be governed by the laws of the State of Connecticut.

(c) Notwithstanding any other provision of this Agreement, the City may amend this Agreement, and any provision of this Agreement may be waived, if (i) such amendment or waiver is made in connection with a change of circumstances that arises from a change in legal requirements, a change in law, or a change in the identity, nature or status of the City, (ii) the Agreement as so amended or waived would have complied with the requirements of the Rule as of the date of the Agreement, taking into account any amendments or interpretations of the Rule, as well as any changes in circumstances, and (iii) such amendment or waiver is supported by an opinion of counsel expert in federal securities laws to the effect that such amendment or waiver would not materially adversely affect the beneficial owner of the Notes. A copy of any such amendment or waiver will be filed in a timely manner with the MSRB.

CITY OF NEW BRITAIN, CONNECTICUT

By_____________________________________
Robert C. Sanchez
Mayor

By_____________________________________
William J. Yanchak
Treasurer

Appendix D-1

Notice of Sale – The Bonds

NOTICE OF SALE

$21,800,000

CITY OF NEW BRITAIN, CONNECTICUT

GENERAL OBLIGATION BONDS, ISSUE OF 2026, SERIES A
BOOK-ENTRY-ONLY

ELECTRONIC PROPOSALS via PARITY® Competitive Bidding System ("PARITY") will be received by the at City Hall, 27 West Main Street, New Britain Connecticut 06051 until **11:30 A.M. (Eastern Time) on TUESDAY,**

SEPTEMBER 1, 2026

for the purchase, when issued, of the whole of the City's $21,800,000 General Obligation Bonds, Issue of 2026, Series A, dated September 10, 2026, bearing interest payable semiannually on March 1 and September 1 in each year until maturity, commencing March 1, 2027, and maturing on September 1 in each year as follows:

2027	$1,095,000	2037	$1,090,000
2028	$1,095,000	2038	$1,090,000
2029	$1,095,000	2039	$1,090,000
2030	$1,090,000	2040	$1,090,000
2031	$1,090,000	2041	$1,090,000
2032	$1,090,000	2042	$1,090,000
2033	$1,090,000	2043	$1,090,000
2034	$1,090,000	2044	$1,085,000
2035	$1,090,000	2045	$1,085,000
2036	$1,090,000	2046	$1,085,000

(the "Bonds"). The Bonds will be delivered against payment in Federal funds in New York, New York on or about September 10, 2026. The Bonds **shall not be** designated by the City as "qualified tax-exempt obligations" for purposes of the deduction for federal income tax purposes by financial institutions of a portion of interest expense allocable to tax-exempt obligations.

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

The Bonds maturing on or before September 1, 2033 are not subject to redemption prior to maturity. The Bonds maturing on September 1, 2034 and thereafter are subject to redemption prior to maturity, at the option of the City, on and after September 1, 2033, at any time in whole or in part and by lot within a maturity, in such amounts and in such order of maturity as the City may determine, at the redemption price (expressed as a percentage of the principal amount of the Bonds to be redeemed) set forth in the following table, plus interest accrued and unpaid to the redemption date:

Redemption Dates	Redemption Price
September 1, 2033 and thereafter	100%

Proposals. All proposals for the purchase of the Bonds must specify the amount bid for the Bonds (which shall be the aggregate par value of the Bonds, and, at the option of the bidder, a premium), and must specify in a multiple of 1/20 or 1/8 of 1% the rate or rates of interest per annum which the Bonds are to bear, but shall not specify (a) more than one interest rate for any Bonds having a like maturity, or (b) any interest rate for any Bonds which exceeds the interest rate specified in such proposal for any other Bonds by more than 2%. Interest shall be computed on the basis of a 360-day year consisting of twelve 30-day months. In addition to the amount bid for the Bonds, the purchaser must pay an amount equal to any interest on the Bonds accrued to the date of delivery. **No proposal for less than the entire $21,800,000 Bonds, or for less than par and accrued interest, will be considered.**

Basis of Award. As between proposals which comply with this Notice of Sale, the Bonds will be sold to the responsible bidder or bidders offering to purchase the Bonds at the lowest true interest cost to the City. For the purpose of determining the successful bidder, the true interest cost to the City will be the annual interest rate, compounded semiannually, which, when used to discount all payments of principal and interest payable on the Bonds to September 10, 2026, the date of the Bonds, results in an amount equal to the purchase price for the Bonds, excluding interest accrued to the date of delivery. If there is more than one responsible bidder making said offer at the same lowest true interest cost, the Bonds will be sold to the responsible bidder whose proposal is selected by the City by lot from among all such proposals. It is requested that each proposal be accompanied by a statement of the percentage of true interest cost completed to four decimal places. Such statement shall not be considered as part of the proposal.

The City reserves the right to reject any and all proposals, to reject any proposal not complying with this Notice of Sale and to waive any irregularity or informality with respect to any proposal.

Electronic Proposals Bidding Procedure. Electronic proposals for the purchase of the Bonds must be submitted through the facilities of PARITY® by **11:30 A.M. (Eastern Time), on Tuesday, September 1, 2026**. Any prospective bidder must be a subscriber of Bidcomp's competitive bidding system. Further information about Bidcomp/ PARITY®, including any fee charged, may be obtained from i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, telephone (212) 849-5021. The City will neither confirm any subscription nor be responsible for any failure of a prospective bidder to subscribe.

Once an electronic proposal made through the facilities of PARITY® is communicated to the City, it shall constitute an irrevocable offer, in response to this Notice of Sale, and shall be binding upon the bidder as if made by a signed, sealed proposal delivered to the City. By submitting a proposal for the Bonds via PARITY®, the bidder represents and warrants to the City that such bidder's proposal for the purchase of the Bonds is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder by an irrevocable offer and that acceptance of such proposal by the City will bind the bidder by a legal, valid and enforceable contract, for the purchase of the Bonds on the terms described in this Notice of Sale. The City shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of, PARITY®, the use of such facilities being the sole risk of the prospective bidder.

***Disclaimer* -** Each PARITY® prospective electronic bidder shall be solely responsible to make necessary arrangements to access PARITY® for the purposes of submitting its proposal in a timely manner and in compliance with the requirements of this Notice of Sale. Neither the City nor PARITY® shall have any duty or obligation to undertake such arrangements to bid for any prospective bidder or to provide or assure such access to any prospective bidder, and neither the City nor PARITY® shall be responsible for a bidder's failure to make a proposal or for proper operation of, or have any liability for, any delays or interruptions of, or any damages caused by, PARITY®. The City is using PARITY® as a communication mechanism, and not as the City's agent, to conduct the electronic bidding for the Bonds. The City is not bound by any advice and determination of PARITY® to the effect that any particular proposal complies with the terms of this Notice of Sale and in particular the proposal requirements set forth herein. All costs and expenses incurred by prospective bidders in connection with their subscription to, arrangements with and submission of proposals via PARITY® are the sole responsibility of the bidders, and the City is not responsible, directly or indirectly, for any such costs or expenses. If a prospective bidder encounters any difficulty in arranging to bid or submitting, modifying or withdrawing a proposal for the Bonds, the prospective bidder should telephone PARITY® at (212) 849-5021. If any provision of this Notice of Sale conflicts with information provided by PARITY®, this Notice of Sale shall control.

For the purpose of the bidding process, the time as maintained on PARITY® shall constitute the official time. For information purposes only, bidders are requested to state in their proposals the true interest cost to the City, as described under "Basis of Award" above, represented by the rate or rates of interest and the premium, if any, specified in their respective proposals. All electronic proposals shall be deemed to incorporate the provisions of this Notice of Sale.

Bond Counsel Opinion. The legal opinion of Shipman & Goodwin LLP of Hartford, Connecticut, Bond Counsel, will be furnished without charge and will be placed on file with the certifying bank for the Bonds. A copy of the opinion will be delivered to each purchaser of the Bonds. The opinion of Bond Counsel will cover the following matters: (1) that the Bonds will be valid and binding general obligations of the City when duly certified, (2) that, assuming the accuracy of and continuing compliance by the City with its representations and covenants relating to certain requirements contained in the Internal Revenue Code of 1986, as amended (the "Code"), based on existing law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not treated as an item of tax preference for purposes of calculating the federal alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations under the Code; and (3) that interest on the Bonds is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

Obligation to Deliver Issue Price Certificate. Pursuant to the Code and applicable Treasury Regulations, the City must establish the "issue price" of the Bonds. **In order to assist the City, the winning bidder is obligated to deliver to the City a certificate (an "Issue Price Certificate") and such additional information satisfactory to Bond Counsel described below, prior to the delivery of the Bonds.** The City will rely on the Issue Price Certificate and such additional information in determining the issue price of the Bonds. The form of Issue Price Certificate is available by contacting Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Email: mspoerndle@muniadvisors.com, Telephone: (203) 878-4945 municipal advisor to the Town (the "Municipal Advisor").

By submitting a bid, each bidder is certifying that its bid is a firm offer to purchase the Bonds, is a good faith offer which the bidder believes reflects current market conditions, and is not a "courtesy bid" being submitted for the purpose of assisting in meeting the competitive sale rule relating to the establishment of the issue price of the Bonds pursuant to Section 148 of the Code, including the requirement that bids be received from at least three (3) underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds (the "Competitive Sale Rule").

The Municipal Advisor will advise the winning bidder if the Competitive Sale Rule was met at the same time it notifies the winning bidder of the award of the Bonds. **Bids will not be subject to cancellation in the event that the Competitive Sale Rule is not satisfied.**

Competitive Sale Rule Met. If the Municipal Advisor advises the winning bidder that the Competitive Sale Rule has been met, the winning bidder shall, within one (1) hour after being notified of the award of the Bonds, advise the Municipal Advisor by electronic or facsimile transmission of the reasonably expected initial offering price to the public of each maturity of the Bonds as of September 1, 2026 (the "Sale Date").

Competitive Sale Rule Not Met. By submitting a bid, the winning bidder agrees (unless the winning bidder is purchasing the Bonds for its own account and not with a view to distribution or resale to the public) that if the Competitive Sale Rule is not met, it will satisfy either the **10% Sale Rule** or the **Hold the Offering Price Rule** described below with respect to each maturity of the Bonds prior to the delivery date of the Bonds. The rule selected with respect to each maturity of the Bonds shall be set forth on an Issue Price Rule Selection Certificate, which shall be sent to the winning bidder promptly after the award of the Bonds. The winning bidder shall complete and execute the Issue Price Rule Selection Certificate and email it to Bond Counsel and the Municipal Advisor by 5:00 P.M. Eastern Time on the day after the Sale Date. **If the Issue Price Rule Selection Certificate is not returned by this deadline, or if no selection is made with respect to maturity, the winning bidder agrees that the Hold the Offering Price Rule shall apply to such maturities.**

10% Sale Rule. To satisfy the 10% Sale Rule for any maturity, the winning bidder:

(i) will make a bona fide offering to the public of all of the Bonds at the initial offering prices and provide the City with reasonable supporting documentation, such as a copy of the pricing wire or equivalent communication, the form of which is acceptable to Bond Counsel;

(ii) will report to the City information regarding the actual prices at which at least 10 percent (10%) of the Bonds of each maturity have been sold to the public;

(iii) will provide the City with reasonable supporting documentation or certifications of such sales prices, the form of which is acceptable to Bond Counsel. If the 10% Sale Rule is used with respect to a maturity of the Bonds, this reporting requirement will continue, beyond the closing date of the Bonds, if necessary, until such date that at least 10 percent (10%) of such maturity of the Bonds has been sold to the public; and

(iv) has or will include in any agreement among underwriters, selling group agreement or retail distribution agreement (to which the winning bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, language obligating each underwriter to comply with the reporting requirement described above.

Hold the Offering Price Rule. To satisfy the Hold the Offering Price Rule for any maturity, the winning bidder:

(i) will make a bona fide offering to the public of all of the Bonds at the initial offering prices and provide Bond Counsel with reasonable supporting documentation, such as a copy of the pricing wire or equivalent communication, the form of which is acceptable to Bond Counsel;

(ii) will neither offer nor sell to any person any Bonds of such maturity at a price that is higher than the initial offering price of each maturity until the earlier of (i) the date on which the winning bidder has sold to the public at least ten percent (10%) of the Bonds of such maturity at a price that is no higher than the initial offering price of such maturity or (ii) the close of business on the fifth (5^{th}) business day after the Sale Date of the Bonds; and

(iii) has or will include within any agreement among underwriters, selling group agreement or retail distribution agreement (to which the winning bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, language obligating each underwriter to comply with the limitations on the sale of the Bonds as set forth above.

For purposes of the 10% Sale Rule or the Hold the Offering Price Rule, a "maturity" refers to Bonds that have the same interest rate, credit and payment terms.

If the winning bidder has purchased any maturity of the Bonds for its own account and not with a view to distribution or resale to the public, then, whether or not the Competitive Sale Rule was met, the Issue Price Certificate will recite such facts and identify the price or prices at which such maturity of the Bonds was purchased.

For purposes of this Notice of Sale, the “public” does not include the winning bidder or any person that agrees pursuant to a written contract with the winning bidder to participate in the initial sale of the Bonds to the public (such as a retail distribution agreement between a national lead underwriter and a regional firm under which the regional firm participates in the initial sale of the Bonds to the public). In making the representations described above, the winning bidder must reflect the effect on the offering prices of any “derivative products” (e.g., a tender option) used by the bidder in connection with the initial sale of any of the Bonds.

Preliminary Official Statement and Official Statement. The City has prepared a Preliminary Official Statement dated August 25, 2026 for this Bond issue. The City deems such Preliminary Official Statement final as of its date for purposes of Securities and Exchange Commission Rule 15c2-12(b)(1), except for omissions permitted thereby, but the Preliminary Official Statement is subject to revision or amendment. The City will make available to the winning purchaser a reasonable number of copies of the final Official Statement at the City's expense by the delivery of the Bonds or, if earlier, by the seventh business day after the day proposals on the Bonds are received. The purchaser shall arrange with the Municipal Advisor the method of delivery of the copies of the final Official Statement to the purchaser. Additional copies may be obtained by the purchaser at its own expense by arrangement with the printer.

The purchaser agrees to promptly file the final Official Statement with the Municipal Securities Rulemaking Board and to take any and all other actions necessary to comply with applicable Securities and Exchange Commission and Municipal Securities Rulemaking Board rules governing the offering, sale and delivery of the Bonds to the ultimate purchasers.

DTC Book-Entry. The Bonds will be issued by means of a book-entry-only system with no physical distribution of bond certificates made to the public. The Bonds will be issued in registered form and one bond certificate for each maturity will be issued to the Depository Trust Company ("DTC"), New York, New York, registered in the name of its nominee, Cede & Co., and immobilized in its custody. Ownership of the Bonds will be evidenced in principal amounts of $5,000 or integral multiples thereof, with transfers of ownership effected on the records of DTC and its Participants pursuant to rules and procedures adopted by DTC and its Participants. The purchaser, as a condition to delivery of the Bonds, will be required to deposit the bond certificates with DTC, registered in the name of Cede & Co. Principal of and interest on the Bonds will be payable by the City or its agent to DTC or its nominee as registered owner of the Bonds. Principal and interest payments by DTC to Participants of DTC will be the responsibility of DTC; principal and interest payments to Beneficial Owners by Participants of DTC will be the responsibility of such Participants and other nominees of Beneficial Owners. The City will not be responsible or liable for payments by DTC to its Participants or by DTC Participants or Indirect Participants to Beneficial Owners or for maintaining, supervising or reviewing the records maintained by DTC, its Participants or persons acting through such Participants.

Certifying, Transfer and Paying Agent; Registrar. The Bonds will be certified by U.S. Bank Trust Company, National Association, Hartford, Connecticut, which will also act as transfer and paying agent and registrar.

CUSIP Numbers. The deposit of the Bonds with DTC under a book-entry-only system requires the assignment of CUSIP numbers prior to delivery. It shall be the responsibility of the City's Municipal Advisor, Phoenix Advisors to apply for CUSIP numbers for the Bonds by no later than one business day after dissemination of this Notice of Sale. Phoenix Advisors will provide CUSIP Global Services with the final details of the sale of the Bonds in accordance with Rule G-34 of the Municipal Securities Rulemaking Board, including the identity of the winning purchaser. The City will not be responsible for any delay caused by the inability to deposit the Bonds with DTC due to the failure of Phoenix Advisors to obtain such numbers and provide them to the City in a timely manner. The City assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers, which charges shall be the responsibility of and shall be paid for by the purchaser.

Continuing Disclosure Agreement. The City will agree, in a Continuing Disclosure Agreement entered into in accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, to provide, or cause to be provided, (i) certain annual financial information and operating data; (ii) timely, but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain events with respect to the Bonds; and (iii) timely notice of a failure by the City to provide the required annual financial information on or before a specified date. The winning purchaser's obligation to purchase the Bonds shall be conditioned upon its receiving, at or prior to the delivery of the Bonds, an executed copy of the Continuing Disclosure Agreement for the Bonds.

Additional Information. For more information regarding this Bond issue and the City, reference is made to the Preliminary Official Statement dated August 25, 2026. The Preliminary Official Statement may be accessed via the Internet at https://munihub.com. Electronic access to the Preliminary Official Statement is being provided as a matter of convenience only. The only official version of the Preliminary Official Statement is the printed version for physical delivery. Copies of the Preliminary Official Statement and Official Statement may be obtained from Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Email: mspoerndle@muniadvisors.com, Telephone: (203) 878-4945.

August 25, 2026	Robert C. Sanchez Mayor	William J. Yanchak Treasurer

ISSUE PRICE RULE SELECTION CERTIFICATE

City of New Britain, Connecticut
$21,800,000 General Obligation Bonds, Issue of 2026, Series A

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] (the “Representative”), on behalf of itself and [OTHER UNDERWRITERS] (together, the “Underwriting Group”), hereby certifies that it will use the rule selected below for the respective maturity of the above-captioned bonds (the “Bonds”), as described in the Notice of Sale for the Bonds, dated August 25, 2026 (the “Notice of Sale”). For a description of the requirements of each rule, please refer to the section “Obligation to Deliver Issue Price Certificate” in the Notice of Sale. Capitalized terms used but not defined herein are defined in the Notice of Sale.

			10% Sale Rule (Underwriter has or will comply with 10% Sale Rule for this Maturity)		**Hold the Offering Price Rule** (Underwriter will comply with Hold the Offering Price Rule for this Maturity)	
Date of Maturity	**Principal Amount**	**Interest Rate**	**Check Box**	**Sales Price**	**Check Box**	**Initial Offering Price**
09/01/2027	$1,095,000	_____%	☐	$___________	☐	$_______________
09/01/2028	1,095,000	_____%	☐	$___________	☐	$_______________
09/01/2029	1,095,000	_____%	☐	$___________	☐	$_______________
09/01/2030	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2031	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2032	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2033	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2034	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2035	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2036	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2037	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2038	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2039	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2040	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2041	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2042	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2043	1,090,000	_____%	☐	$___________	☐	$_______________
09/01/2044	1,085,000	_____%	☐	$___________	☐	$_______________
09/01/2045	1,085,000	_____%	☐	$___________	☐	$_______________
09/01/2046	1,085,000	_____%	☐	$___________	☐	$_______________
			☐		☐	

(All Sales Prices or Initial Offering Prices must be filled in prior to the delivery date of the Bonds.)

**[NAME OF UNDERWRITER/
REPRESENTATIVE]**

By: ______________________________
Name:
Title:

Email this completed and executed certificate to the following by 5:00 P.M. (Eastern Time) on September 2, 2026:

Bond Counsel: **dbraun@goodwin.com** Municipal Advisor: **mspoerndle@muniadvisors.com**

Appendix D-2

Notice of Sale – The Notes

NOTICE OF SALE

$95,405,000

CITY OF NEW BRITAIN, CONNECTICUT

GENERAL OBLIGATION BOND ANTICIPATION NOTES

ELECTRONIC PROPOSALS via PARITY® ("PARITY") will be received by the City of New Britain, Connecticut (the "City") at City Hall, 27 West Main Street, New Britain Connecticut 06051 until **11:00 A.M. (Eastern Time) on TUESDAY,**

SEPTEMBER 1, 2026

for the purchase, when issued, of the City's $95,405,000 General Obligation Bond Anticipation Notes dated September 10, 2026, maturing September 9, 2027 (the "Notes"). The Notes are not subject to redemption prior to maturity. The Notes will be payable with interest at maturity and delivered against payment in Federal funds in New York, New York on or about September 10, 2026. The Notes will be general obligations of the City payable, as to both principal and interest, unless paid from other sources, from *ad valorem* taxes levied on all property subject to taxation by the City without limitation as to rate or amount except as to classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income taxable at limited amounts.

Certifying Agent, Registrar, Transfer and Paying Agent. The Notes will be certified by U.S. Bank Trust Company, National Association, Hartford, Connecticut, which will also act as transfer and paying agent and registrar.

DTC Book-Entry. The Notes will be issued by means of a book-entry-only system with no physical distribution of note certificates made to the public. The Notes will be issued in registered form and one note certificate for each interest rate will be issued to the Depository Trust Company ("DTC"), New York, New York, registered in the name of its nominee, Cede & Co., and immobilized in its custody. Ownership of the Notes will be evidenced in principal amounts of $5,000 or integral multiples thereof, with transfers of ownership effected on the records of DTC and its Participants pursuant to rules and procedures adopted by DTC and its Participants. The purchaser, as a condition to delivery of the Notes, will be required to deposit the note certificates with DTC, registered in the name of Cede & Co. Principal of and interest on the Notes will be payable by the City or its agent to DTC or its nominee as registered owner of the Notes. Principal and interest payments by DTC to Participants of DTC will be the responsibility of DTC; principal and interest payments to Beneficial Owners by Participants of DTC will be the responsibility of such Participants and other nominees of Beneficial Owners. The City will not be responsible or liable for payments by DTC to its Participants or by DTC Participants or Indirect Participants to Beneficial Owners or for maintaining, supervising or reviewing the records maintained by DTC, its Participants or persons acting through such Participants.

Electronic Proposals Bidding Procedure. Electronic proposals for the purchase of the Notes must be submitted through the facilities of PARITY by **11:00 A.M. (Eastern Time), on Tuesday, September 1, 2026**. Any prospective bidder must be a subscriber of Bidcomp's competitive bidding system. Further information about Bidcomp/ PARITY, including any fee charged, may be obtained from i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, (telephone (212) 849-5021). The City will neither confirm any subscription nor be responsible for any failure of a prospective bidder to subscribe.

Once an electronic proposal made through the facilities of PARITY is communicated to the City, it shall constitute an irrevocable offer, in response to this Notice of Sale, and shall be binding upon the bidder as if made by a signed, sealed proposal delivered to the City. By submitting a proposal for the Notes via PARITY, the bidder represents and warrants to the City that such bidder's proposal for the purchase of the Notes is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder by an irrevocable offer and that acceptance of such proposal by the City will bind the bidder by a legal, valid and enforceable contract, for the purchase of the Notes on the terms described in this Notice of Sale. The City shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of, PARITY, the use of such facilities being the sole risk of the prospective bidder.

Disclaimer- Each PARITY prospective electronic bidder shall be solely responsible to make necessary arrangements to access PARITY for the purposes of submitting its proposal in a timely manner and in compliance with the requirements of this Notice of Sale. Neither the City nor PARITY shall have any duty or obligation to undertake such arrangements to bid for any prospective bidder or to provide or assure such access to any prospective bidder, and neither the City nor PARITY shall be responsible for a bidder's failure to make a proposal or for proper operation of, or have any liability for, any delays or interruptions of, or any damages caused by, PARITY. The City is using PARITY as a communication mechanism, and not as the City's agent, to conduct the electronic bidding for the Notes. The City is not bound by any advice and determination of PARITY to the effect that any particular proposal complies with the terms of this Notice of Sale and in particular the proposal requirements set forth herein. All costs and expenses incurred by prospective bidders in connection with their subscription to, arrangements with and submission of proposals via PARITY are the sole responsibility of the bidders, and the City is not responsible, directly or indirectly, for any such costs or expenses. If a prospective bidder encounters any difficulty in arranging to bid or submitting, modifying or withdrawing a proposal for the Notes, the prospective bidder should telephone PARITY at (212) 849-5021. If any provision of this Notice of Sale shall conflict with information provided by PARITY, this Notice of Sale shall control.

For the purpose of the bidding process, the time as maintained on PARITY shall constitute the official time. For information purposes only, bidders are requested to state in their proposals the net interest cost to the City, as described under "Basis of Award" below, represented by the rate or rates of interest and the premium, if any, specified in their respective proposals. All electronic proposals shall be deemed to incorporate the provisions of this Notice of Sale.

Proposals. Proposals may be made for all or any part of the Notes, but any proposal for a part must be for $100,000 or whole multiples thereof, except that one such proposal may include the odd $95,000, and a separate proposal will be required for each part of the Notes for which a separate interest rate is bid. No proposal for less than the minimum denomination or for less than par and accrued interest will be accepted. Each proposal must specify the amount bid for the Notes (which shall be the aggregate par value of the Notes, and, at the option of the bidder, a premium), and must specify one rate of interest in a multiple of one-hundredth (1/100) of one percent (1%) per annum for each part of the Notes bid for in the proposal. Interest shall be computed on the basis of a 360-day year consisting of twelve 30-day months.

Basis of Award. As between proposals which comply with this Notice of Sale, the Notes will be sold to the responsible bidder or bidders offering to purchase the Notes at the lowest net interest cost to the City, which will be determined by computing as to each interest rate stated the total interest to be payable at such rate and deducting therefrom any premium. If there is more than one responsible bidder making an offer to purchase all or any portion of the Notes at the same lowest net interest cost, the Notes will be sold to the responsible bidder with the proposal for the largest principal amount of the Notes specified. If more than one responsible bidder makes an offer to purchase all or any portion of the Notes at the same lowest net interest cost and for the same largest principal amount of the Notes specified, the Notes or any portion thereof will be sold to the responsible bidder who is chosen by lot. If a bidder is awarded only a part of the Notes, any premium offered in such proposal will be proportionately reduced so that the resulting net interest cost to the City with respect to the Notes awarded is the same as that contained in the bidder's proposal with respect to the entire amount bid, carried to four decimal places. It is requested that each proposal be accompanied by a statement of the percentage of net interest cost completed to four decimal places. Such statement shall not be considered as part of the proposal.

The City reserves the right to reject any and all proposals and to waive any irregularity or informality with respect to any proposal.

Qualified Tax-Exempt Obligations. The Notes **shall not** be designated by the City as "qualified tax-exempt obligations" for purposes of the deduction for federal income tax purposes by financial institutions of a portion of interest expense allocable to tax-exempt obligations.

Bond Counsel Opinion. The legal opinion of Shipman & Goodwin LLP of Hartford, Connecticut, Bond Counsel, will be furnished without charge and will be placed on file with the certifying bank for the Notes. A copy of the opinion will be delivered to each purchaser of the Notes. The opinion of Bond Counsel will cover the following matters: (1) that the Notes will be valid and binding general obligations of the City when duly certified, (2) that, assuming the accuracy of and continuing compliance by the City with its representations and covenants relating to certain requirements contained in the Internal Revenue Code of 1986, as amended (the "Code"), based on existing law, interest on the Notes is excludable from gross income of the owners thereof for federal income tax purposes and is not treated as an item of tax preference for purposes of calculating the federal alternative minimum tax imposed on individuals, however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations under the Code, and (3) that interest on the Notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the federal alternative minimum tax.

Obligation to Deliver Issue Price Certificate. Pursuant to the Code and applicable Treasury Regulations, the City must establish the "issue price" of the Notes. **In order to assist the City, the winning bidder is obligated to deliver to the City a certificate (an "Issue Price Certificate") and such additional information satisfactory to Bond Counsel described below, prior to the delivery of the Notes.** The City will rely on the Issue Price Certificate and such additional information in determining the issue price of the Notes. The form of Issue Price Certificate is available by contacting Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Email: mspoerndle@muniadvisors.com, Telephone: (203) 878-4945 municipal advisor to the Town (the "Municipal Advisor").

By submitting a bid, each bidder is certifying that its bid is a firm offer to purchase the Notes, is a good faith offer which the bidder believes reflects current market conditions, and is not a "courtesy bid" being submitted for the purpose of assisting in meeting the competitive sale rule relating to the establishment of the issue price of the Notes pursuant to Section 148 of the Code, including the requirement that bids be received from at least three (3) underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds (the "Competitive Sale Rule").

The Municipal Advisor will advise the winning bidder if the Competitive Sale Rule was met at the same time it notifies the winning bidder of the award of the Notes. **Bids will not be subject to cancellation in the event that the Competitive Sale Rule is not satisfied.**

Competitive Sale Rule Met. If the Municipal Advisor advises the winning bidder that the Competitive Sale Rule has been met, the winning bidder shall, within one (1) hour after being notified of the award of the Notes, advise the Municipal Advisor by electronic or facsimile transmission of the reasonably expected initial offering price to the public of each maturity of the Notes as of September 1, 2026 (the "Sale Date").

Competitive Sale Rule Not Met. By submitting a bid, the winning bidder agrees (unless the winning bidder is purchasing the Notes for its own account and not with a view to distribution or resale to the public) that if the Competitive Sale Rule is not met, it will satisfy either the **10% Sale Rule** or the **Hold the Offering Price Rule** described below with respect to each maturity of the Notes prior to the delivery date of the Notes. The rule selected with respect to each maturity of the Notes shall be set forth on an Issue Price Rule Selection Certificate, which shall be sent to the winning bidder promptly after the award of the Notes. The winning bidder shall complete and execute the Issue Price Rule Selection Certificate and email it to Bond Counsel and the Municipal Advisor by 5:00 P.M. Eastern Time on the day after the Sale Date. **If the Issue Price Rule Selection Certificate is not returned by this deadline, or if no selection is made with respect to maturity, the winning bidder agrees that the Hold the Offering Price Rule shall apply to such maturities.**

10% Sale Rule. To satisfy the 10% Sale Rule for any maturity, the winning bidder:

(i) will make a bona fide offering to the public of all of the Notes at the initial offering prices and provide the City with reasonable supporting documentation, such as a copy of the pricing wire or equivalent communication, the form of which is acceptable to Bond Counsel;

(ii) will report to the City information regarding the actual prices at which at least 10 percent (10%) of the Notes of each maturity have been sold to the public;

(iii) will provide the City with reasonable supporting documentation or certifications of such sales prices, the form of which is acceptable to Bond Counsel. If the 10% Sale Rule is used with respect to a maturity of the Notes, this reporting requirement will continue, beyond the closing date of the Notes, if necessary, until such date that at least 10 percent (10%) of such maturity of the Notes has been sold to the public; and

(iv) has or will include in any agreement among underwriters, selling group agreement or retail distribution agreement (to which the winning bidder is a party) relating to the initial sale of the Notes to the public, together with the related pricing wires, language obligating each underwriter to comply with the reporting requirement described above.

Hold the Offering Price Rule. To satisfy the Hold the Offering Price Rule for any maturity, the winning bidder:

(i) will make a bona fide offering to the public of all of the Notes at the initial offering prices and provide Bond Counsel with reasonable supporting documentation, such as a copy of the pricing wire or equivalent communication, the form of which is acceptable to Bond Counsel;

(ii) will neither offer nor sell to any person any Notes of such maturity at a price that is higher than the initial offering price of each maturity until the earlier of (i) the date on which the winning bidder has sold to the public at least ten percent (10%) of the Notes of such maturity at a price that is no higher than the initial offering price of such maturity or (ii) the close of business on the fifth (5^{th}) business day after the Sale Date of the Notes; and

(iii) has or will include within any agreement among underwriters, selling group agreement or retail distribution agreement (to which the winning bidder is a party) relating to the initial sale of the Notes to the public, together with the related pricing wires, language obligating each underwriter to comply with the limitations on the sale of the Notes as set forth above.

For purposes of the 10% Sale Rule or the Hold the Offering Price Rule, a "maturity" refers to Notes that have the same interest rate, credit and payment terms.

If the winning bidder has purchased any maturity of the Notes for its own account and not with a view to distribution or resale to the public, then, whether or not the Competitive Sale Rule was met, the Issue Price Certificate will recite such facts and identify the price or prices at which such maturity of the Notes was purchased.

For purposes of this Notice of Sale, the "public" does not include the winning bidder or any person that agrees pursuant to a written contract with the winning bidder to participate in the initial sale of the Notes to the public (such as a retail distribution agreement between a national lead underwriter and a regional firm under which the regional firm participates in the initial sale of the Notes to the public). In making the representations described above, the winning bidder must reflect the effect on the offering prices of any "derivative products" (e.g., a tender option) used by the bidder in connection with the initial sale of any of the Notes.

Preliminary Official Statement and Official Statement. The City has prepared a Preliminary Official Statement dated August 25, 2026 for this Note issue. The City deems such Preliminary Official Statement final as of its date for purposes of Securities and Exchange Commission Rule 15c2-12(b)(1), except for omissions permitted thereby, but the Preliminary Official Statement is subject to revision or amendment. The City will make available to each winning purchaser a reasonable number of copies of the final Official Statement at the City's expense by the delivery of the Notes or, if earlier, by the seventh business day after the day proposals on the Notes are received. The purchaser shall arrange with the Municipal Advisor the method of delivery of the copies of the final Official Statement to the purchaser. Additional copies may be obtained by the purchaser at its own expense by arrangement with the printer.

CUSIP Numbers. The deposit of the Notes with DTC under a book-entry-only system requires the assignment of CUSIP numbers prior to delivery. It shall be the responsibility of the City's Municipal Advisor, Phoenix Advisors, to apply for CUSIP numbers for the Notes by no later than one business day after dissemination of this Notice of Sale. Phoenix Advisors will provide CUSIP Global Services with the final details of the sale of the Notes in accordance with Rule G-34 of the Municipal Securities Rulemaking Board, including the identity of the winning purchaser. The City will not be responsible for any delay caused by the inability to deposit the Notes with DTC due to the failure of Phoenix Advisors to obtain such numbers and provide them to the City in a timely manner. The City assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers, which charges shall be the responsibility of and shall be paid for by the purchaser.

Continuing Disclosure Agreement. The City will agree, in a Continuing Disclosure Agreement entered into in accordance with the requirements of Securities and Exchange Commission Rule 15c2-12(b)(5), to provide timely, but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain listed events with respect to the Notes. The winning purchaser's obligation to purchase the Notes shall be conditioned upon its receiving, at or prior to the delivery of the Notes, an executed copy of the Continuing Disclosure Agreement for the Notes.

Additional Information. For more information regarding this Note issue and the City, reference is made to the Preliminary Official Statement dated August 25, 2026. The Preliminary Official Statement may be accessed via the Internet at https://munihub.com. Electronic access to the Preliminary Official Statement is being provided as a matter of convenience only. The only official version of the Preliminary Official Statement is the printed version for physical delivery. Copies of the Preliminary Official Statement and the Official Statement may be obtained from Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Email: mspoerndle@muniadvisors.com, Telephone: (203) 878-4945.

August 25, 2026	Robert C. Sanchez Mayor	William J. Yanchak Treasurer

ISSUE PRICE RULE SELECTION CERTIFICATE

City of New Britain, Connecticut
$95,405,000 General Obligation Bond Anticipation Notes

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] (the "Representative"), on behalf of itself and [OTHER UNDERWRITERS] (together, the "Underwriting Group"), hereby certifies that it will use the rule selected below for the respective maturity of the above-captioned notes (the "Notes"), as described in the Notice of Sale for the Notes, dated August 25, 2026 (the "Notice of Sale"). For a description of the requirements of each rule, please refer to the section "Obligation to Deliver Issue Price Certificate" in the Notice of Sale. Capitalized terms used but not defined herein are defined in the Notice of Sale.

			10% Sale Rule (Underwriter has or will comply with 10% Sale Rule for this Maturity)		**Hold the Offering Price Rule** (Underwriter will comply with Hold the Offering Price Rule for this Maturity)	
Date of Maturity	**Principal Amount**	**Interest Rate**	**Check Box**	**Sales Price**	**Check Box**	**Initial Offering Price**
09/09/2027	$95,405,000	________%	☐	$___________	☐	$_______________

(All Sales Prices or Initial Offering Prices must be filled in prior to the delivery date of the Notes.)

[NAME OF UNDERWRITER/ REPRESENTATIVE]

By: ________________________________
Name:
Title:

Email this completed and executed certificate to the following by 5:00 P.M. (Eastern Time) on September 2, 2026:

Bond Counsel: **dbraun@goodwin.com** Municipal Advisor: **mspoerndle@muniadvisors.com**