PRELIMINARY OFFICIAL STATEMENT DATED NOVEMBER 23, 2026

NEW MONEY ISSUE: Book-Entry-Only **RATING: Moody's Investors Service "Aa1"**

In the opinion of Bond Counsel, based on existing statutes and court decisions and rendered in reliance upon and assuming the accuracy of and continuing compliance by the Town with certain representations and covenants relating to certain requirements of the Internal Revenue Code of 1986, as amended (the "Code"), interest on the Bonds is excludable from gross income for Federal income tax purposes and is not an item of tax preference for purposes of the Federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. In the opinion of Bond Counsel, based on 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 subject to and required to pay the Federal alternative minimum tax. (See Appendix B – "Form of Legal Opinion of Bond Counsel and Tax Matters" herein).

Town of Wallingford, Connecticut
$12,700,000
General Obligation Bonds, Issue of 2026

Dated: Date of Delivery **Due: Serially, December 15, 2027-2046, as shown below.**

The General Obligation Bonds, Issue of 2026 (the "Bonds") of the Town will bear interest payable on June 15, 2027 and semiannually thereafter on December 15 and June 15 in each year until maturity.

Year	Principal	Coupon	Yield	CUSIP	Year	Principal	Coupon	Yield	CUSIP
2027	$ 635,000	_.__%	_.__%	932508___	2037	$ 635,000	_.__%	_.__%	932508___
2028	635,000	_.__%	_.__%	932508___	2038	635,000	_.__%	_.__%	932508___
2029	635,000	_.__%	_.__%	932508___	2039	635,000	_.__%	_.__%	932508___
2030	635,000	_.__%	_.__%	932508___	2040	635,000	_.__%	_.__%	932508___
2031	635,000	_.__%	_.__%	932508___	2041	635,000	_.__%	_.__%	932508___
2032	635,000	_.__%	_.__%	932508___	2042	635,000	_.__%	_.__%	932508___
2033	635,000	_.__%	_.__%	932508___	2043	635,000	_.__%	_.__%	932508___
2034	635,000	_.__%	_.__%	932508___	2044	635,000	_.__%	_.__%	932508___
2035	635,000	_.__%	_.__%	932508___	2045	635,000	_.__%	_.__%	932508___
2036	635,000	_.__%	_.__%	932508___	2046	635,000	_.__%	_.__%	932508___

Electronic bids via PARITY® for the Bonds will be received until 11:30 A.M. (E.T.) on Wednesday, December 2, 2026 at the Office of Phoenix Advisors, a division of First Security Municipal Advisors, Inc., the Town's Municipal Advisor, 53 River Street, Suite 1, Milford, Connecticut 06460, as described in the Notice of Sale. (See Appendix D herein.)

The Bonds are subject to optional redemption prior to maturity as more fully described herein. (See "Optional Redemption" herein.)

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

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

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.

The Bonds are offered for delivery when, as and if issued, subject to the final approving opinion of Updike, Kelly & Spellacy, P.C., Bond Counsel, of Hartford, Connecticut. It is expected that delivery of the Bonds in book-entry-only form will be made to DTC or its agent via "FAST" on or about December 17, 2026.

[1] *CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein are provided by CUSIP Global Services, managed on behalf of the American Bankers Association by FactSet Research Systems, Inc, which is not affiliated with the Town and are included solely for the convenience of the holders of the Bonds. The Town is not responsible for the selection or use of these CUSIP numbers, does not undertake any responsibility for their accuracy, and makes no representation as to their correctness on the Bonds or as indicated above. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds 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.*

This Preliminary Official Statement and the information contained herein are subject to completion, amendment or other changes without any notice. The securities described herein may not be sold nor any offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. A definitive Official Statement with respect to these securities will be made available concurrently with their sale.

PHOENIX ADVISORS

No broker, dealer or salesperson or other person has been authorized by the Town to give any information or to make any representations in connection with the offering of the Bonds, other than those 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 by the Town. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds 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 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 shall, under any circumstances, create any implication that there has been no material change in the affairs of the Town since the date of this Official Statement or any earlier date as of which any information contained herein is given.

The independent auditors for the Town are not passing upon and do not assume responsibility for the sufficiency, accuracy or completeness of the financial information presented in this Official Statement (other than matters expressly set forth in their opinion in Appendix A – "Fiscal Year Ended 2025 General Purpose Financial Statements excerpted from the Town's Annual Financial Report"), and they make no representation that they have independently verified the same. Except as stated in their opinion, the auditors have not been engaged nor have they performed audit procedures regarding the past audit period or reviewed this Official Statement. The auditors have not been requested to provide their written consent to use their report.

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

Bond Counsel is not passing on and does not assume any responsibility for the accuracy or completeness of the statements made in this Official Statement (other than matters expressly set forth in its opinion in Appendix B – "Form of Legal Opinion of Bond Counsel and Tax Matters" herein) and makes no representation that it has independently verified the same.

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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. Investors should read the entire Official Statement to obtain information essential to the making of an informed decision.

Date of Sale:	Wednesday, December 2, 2026 at 11:30 A.M. (E.T.)
Location of Sale:	The offices of Phoenix Advisors, a division of First Security Municipal Advisors, Inc., 53 River Street, Suite 1, Milford, Connecticut, 06460. Telephone: (203) 878-4945.
Issuer:	Town of Wallingford, Connecticut (the "Town").
Issue:	$12,700,000 General Obligation Bonds, Issue of 2026 (the "Bonds").
Dated Date:	Date of Delivery.
Interest Due:	Interest due June 15, 2027 and semiannually thereafter on December 15 and June 15 in each year until maturity.
Principal Due:	Principal due serially, December 15, 2027 through December 15, 2046 as detailed in this Official Statement.
Authorization and Purpose:	The proceeds of the Bonds will be used for various general purpose and school projects of the Town. (See "Use of Proceeds" herein.)
Redemption:	The Bonds are subject to optional redemption prior to maturity (See "Optional Redemption" herein.)
Security:	The Bonds will be general obligations of the Town, and the Town will pledge its full faith and credit to the payment of principal of, and interest on, the Bonds when due.
Credit Rating:	The Bonds have been rated "Aa1" by Moody's Investors Service ("Moody's").
Bond Insurance:	The Town does not expect to direct purchase a credit enhancement facility.
Tax Matters:	See Appendix B – "Form of Legal Opinion of Bond Counsel and Tax Matters" herein.
Bank Qualification:	The Bonds shall NOT be designated by the Town as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions for certain interest expense allocable to the Bonds.
Continuing Disclosure:	In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide, or cause to be provided, annual financial information and operating data, not in excess of ten (10) business days after the occurrence of the event, notices of certain events, and notices of the failure to provide required information with respect to the Bonds pursuant to a Continuing Disclosure Agreement to be executed by the Town substantially in the form attached as Appendix C to this Official Statement.
Registrar, Transfer Agent, Certifying Agent, and Paying Agent:	U.S. Bank Trust Company, National Association, CityPlace I, 185 Asylum Street, 27th Floor, Hartford, Connecticut 06103.
Separate CUSIPS:	Separate CUSIP numbers for the Bonds are required. It shall be the responsibility of the Municipal Advisor to obtain CUSIP numbers for the Bonds prior to delivery.
Legal Opinion:	Updike, Kelly & Spellacy, P.C., 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.
Delivery and Payment:	It is expected that delivery of the Bonds in book-entry-only form will be made to The Depository Trust Company on or about December 17, 2026 against payment in Federal Funds.
Issuer Official:	Questions concerning the Official Statement should be directed to Mr. Timothy M. Sena, Comptroller, Town Hall, 45 South Main Street, Wallingford, Connecticut 06492. Telephone: (203) 294-2040 or Mr. Matthew A. 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.

I. Bond Information

Introduction

This Official Statement, including the cover page and appendices, is provided for the purpose of presenting certain information relating to the Town of Wallingford, Connecticut (the "Town", the "Issuer" or "Wallingford"), in connection with the original issuance and sale of $12,700,000 General Obligation Bonds, Issue of 2026 (the "Bonds") of the Town, and may not be reproduced or used in whole or in part for any other purpose.

This Official Statement is not to be construed as a contract or agreement between the Town and the purchasers or holders of any of the Bonds. Any statement made in this Official Statement involving matters of opinion or estimates are not intended to be representations of fact, and no representation is made that any such opinion or estimate will be realized. No representation is made that past experience, as might be shown by financial or other information herein, will necessarily continue or be repeated in the future. The presentation of information in this Official Statement is intended to show recent historical trends and is not intended to indicate future or continuing trends in the financial or other positions of the Town.

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

The Bonds are being offered for sale through public bidding. A Notice of Sale for the Bonds dated November 23, 2026 has been furnished to prospective bidders and is included herein as Appendix D. Reference is made to the Notice of Sale for the terms and conditions of the bidding on the Bonds.

U.S. Bank Trust Company, National Association, will certify and act as Registrar, Transfer Agent, Certifying Agent and Paying Agent for the Bonds.

Bond Counsel is not passing on and does not assume any responsibility for the sufficiency, accuracy or completeness of the statements made, or financial information presented, in this Official Statement, other than matters expressly set forth in its opinion in Appendix B herein, and makes no representation that it has independently verified the same.

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

The Town currently files its official statements for primary offerings with the Municipal Securities Rulemaking Board. In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide, or cause to be provided, annual financial information and operating data of the Town, notices of certain events with respect to the Bonds, and notices of the failure to provide required information pursuant to a Continuing Disclosure Agreement to be executed in substantially the form of Appendix C to this Official Statement.

Municipal Advisor

Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Milford, Connecticut, has served as Municipal Advisor to the Town in connection with the issuance of the Bonds (the "Municipal Advisor") and has assisted in matters related to the planning, structuring and terms of the Bonds. 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.

The Bonds

The Bonds will mature on December 15 in each of the years as set forth on the front cover of this Official Statement. The Bonds will be dated the date of delivery and will bear interest at the rate or rates per annum specified on the front cover page hereof, payable on June 15, 2027 and semiannually thereafter on December 15 and June 15 in each year until maturity. Interest will be calculated on the basis of twelve 30-day months and a 360-day year. Interest is payable to the registered owner as of the close of business on the last business day of May and November in each year, by check, mailed to the registered owner at the address as shown on the registration books of the Town 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 Town shall agree. Principal will be payable at the principal office of U.S. Bank Trust Company, National Association, as Paying Agent. The Bonds will be issued as fully registered in denominations of $5,000 or any integral multiple thereof. (See "Book-Entry-Only Transfer System" herein.)

Optional Redemption

The Bonds maturing on or before December 15, 2033 are not subject to redemption prior to maturity. The Bonds maturing on December 15, 2034 and thereafter are subject to redemption prior to maturity, at the election of the Town, on and after December 15, 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 Town may determine, at the redemption price or prices (expressed as a percentage of the principal amount of the Bonds to be redeemed) set forth in the following table, plus interest accrued and unpaid to the redemption date:

Redemption Dates	***Redemption Prices***
December 15, 2033 and thereafter.....	100%

Notice of redemption shall be given by the Town or its agent by mailing a copy of the redemption notice by first-class mail not less than thirty (30) days prior to the redemption date to the registered owner of any Bonds designated for redemption at the address of such registered owner as the same shall last appear on the registration books for the Bonds kept for such purpose. 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.

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 Town in its discretion may determine; provided, however, that the portion of any Bonds 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 Town, so long as a book-entry system is used for the Bonds being called for redemption, will send any notice of redemption only to DTC (or 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. Redemption of a portion of the Bonds of any maturity by the Town will reduce the outstanding principal amounts of Bonds 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 interest 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 interests 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 Town authorizing the issuance of the Bonds and will not be conducted by the Town, the Registrar or the Paying Agent.

Authorization

The Bonds are issued pursuant to Title 7 of the General Statutes of Connecticut, as amended, the Charter of the Town and ordinances adopted by the Town.

Use of Proceeds

Project	Bonds Authorized	This Issue: The Bonds
Community Pool Park……	$ 10,500,000	$ 9,800,000
Various School Boilers & Elevators……	3,900,000	2,900,000
Totals……	$ 14,400,000	$ 12,700,000

School Projects

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

Under the Program, the State of Connecticut makes proportional progress payments for eligible construction costs during project construction. State grants are paid directly to the Town after it submits its request for progress payments. As a result, the Town will issue its bonds only for its share of project costs.

Book-Entry-Only Transfer System

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

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

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each security ("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 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, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds 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; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds 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. Beneficial Owners of the Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the bond documents. For example, Beneficial Owners of the Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

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

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Issuer 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 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on, and redemption premium, if any, with respect to the Bonds 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 Issuer 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 Bonds 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 Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest and redemption premium to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Issuer or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

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

DTC Practices

The Town can make no assurances that DTC, Direct Participants, Indirect Participants or other nominees of the Beneficial Owners of the Bonds 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.

Neither the Town nor the Paying Agent will have any responsibility or obligation to the Participants of DTC or the persons for whom they act as nominees with respect to (i) the accuracy of any records maintained by DTC or by any Participant of DTC, (ii) payments or the providing of notice to the Direct Participants, the Indirect Participants or the Beneficial Owners, or (iii) any other actions taken by DTC or its partnership nominees as owner of the Bonds.

Replacement Bonds

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

Security and Remedies

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

Unless paid from other sources, the Bonds are payable from general property tax revenues of the Town. The Town has the power under the Connecticut General Statutes to levy ad valorem taxes on all property subject to taxation by the Town without limit as to rate or amount, except as to certain classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income and of qualified disabled persons taxable at limited amounts. There was, however, no such certified forest land on the last completed grand list of the Town and under existing statutes. The Town contains both types of dwelling houses but the State of Connecticut is obligated to pay the Town a portion of the amount of tax revenue which the Town would have received except for the limitation on its power to tax such dwelling houses. In addition, the Town may place a lien on the property for the amount of tax relief granted, plus interest, with respect to dwelling houses of qualified elderly persons of low income and qualified disabled persons.

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

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

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

Enforcement of a claim for payment of principal of or interest on the Bonds would also be subject to the applicable provisions of Federal bankruptcy laws as well as other bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors rights heretofore or, 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 Town 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 thereof, or by State law or a governmental officer or organization empowered by State law to authorize 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 under Chapter 9 of Title 11 of the United States Code without the express prior written consent of the Governor. This prohibition applies to any town, city, borough, metropolitan district and any other political subdivision of the State of Connecticut having the power to levy taxes and issue bonds, notes or other obligations.

Qualification for Financial Institutions

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

Availability of Continuing Disclosure

The Town prepares, in accordance with State law, annual independent audited financial statements and files such annual report with the State of Connecticut Office of Policy and Management.

The Town will enter into a Continuing Disclosure Agreement with respect to the Bonds substantially in the form attached as Appendix C to this Official Statement ("Continuing Disclosure Agreement"), to provide, or cause to be provided, in accordance with the requirements of Securities and Exchange Commission Rule 15c2-12(b)(5) (the "Rule"), (i) certain annual financial information and operating data, (ii) in a timely manner, not in excess of ten (10) business days after the occurrence of such events, notice of the occurrence of certain listed events with respect to the Bonds and (iii) timely notice of a failure by the Town to provide the required annual financial information and operating data on or before the date specified in the Continuing Disclosure Agreement. The obligations of the winning bidder to purchase the Bonds shall be conditioned upon its receiving, at or prior to the delivery of such Bonds, an executed copy of the Continuing Disclosure Agreement.

The Town has previously undertaken in continuing disclosure agreements entered into for the benefit of holders of certain of its general obligation bonds and notes to provide certain annual financial information and event notices pursuant to the Rule. To its knowledge, in the past 5 years, the Town has not failed to comply in any material respect with its undertakings under such agreements.

Rating

The Bonds have been rated "Aa1" by Moody's Investors Service ("Moody's"). Such rating reflects only the views of such rating agency and any explanation of the significance of such rating should be obtained from Moody's at the following address: Moody's Investors Service, 7 World Trade Center, 250 Greenwich Street, New York, New York 10007. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. The Town furnished certain information and materials to the rating agency, some of which may not have been included in this Official Statement. There can be no assurance that such rating will continue for any given period of time or that the rating will not be revised or withdrawn entirely by the agency if, in the judgment of such rating agency, circumstances so warrant. A revision or withdrawal of such rating may have an effect on the marketability or market price of the Town's outstanding debt obligations, including the Bonds.

The Town may issue short-term or other debt for which a rating is not required. The Town's Municipal Advisor recommends that all bonds be submitted for a credit rating.

Bond Insurance

The Town does not expect to purchase a credit enhancement facility for the Bonds.

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Description of the Municipality

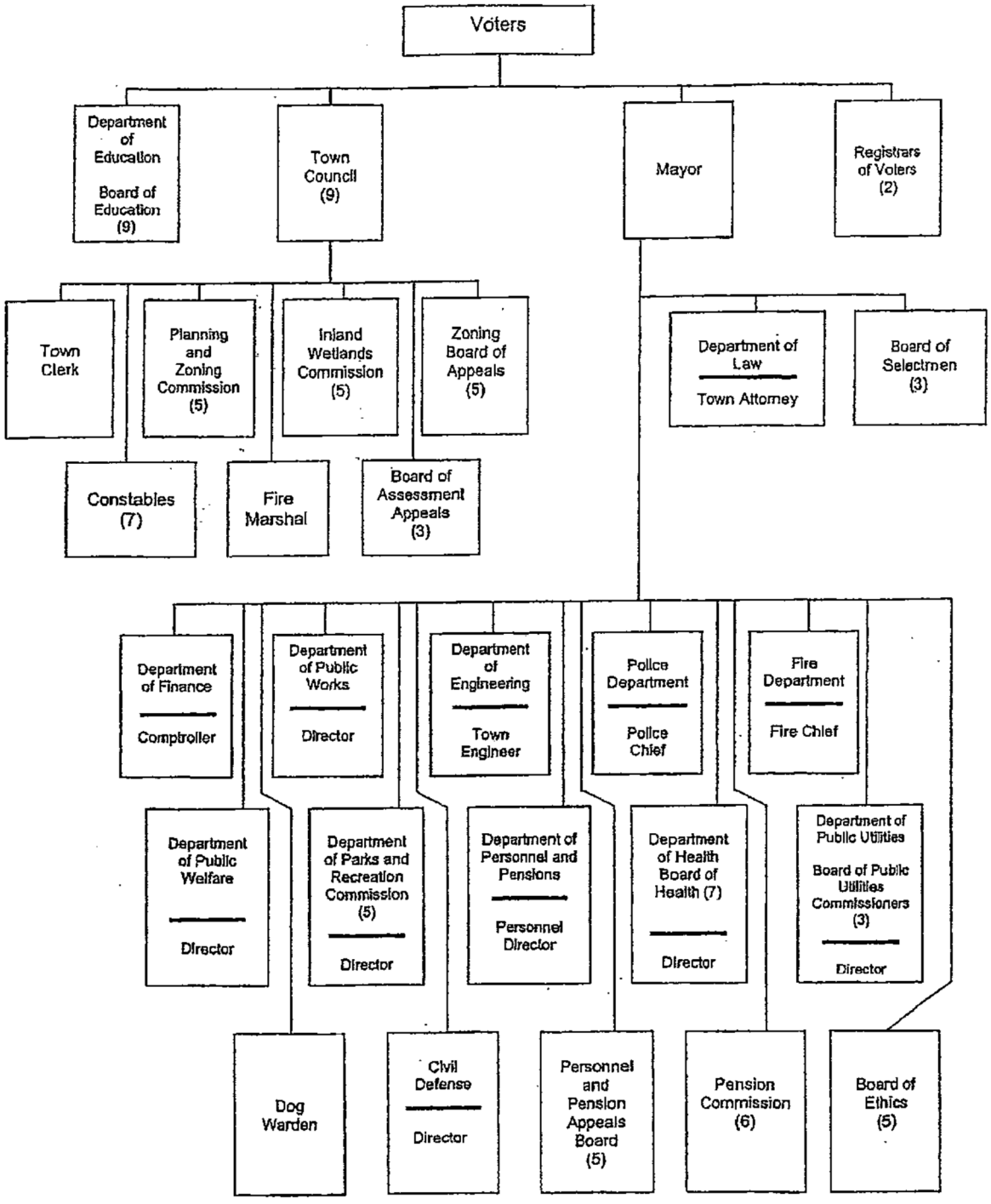
The Town of Wallingford (the "Town" or "Wallingford") covers an area of 39.8 square miles astride the Quinnipiac River in northern New Haven County. It is located on the border five miles south of Meriden and about thirteen miles north of New Haven. Situated along the Hartford-New Haven corridor, Wallingford is traversed, from north to south, by U.S. Highway 5, Interstate 91, and State Highway Number 15 (Wilbur Cross Parkway).

Wallingford was settled in 1638 and incorporated in 1670. A separate Borough of Wallingford was incorporated in 1853, but on June 3, 1957 the Borough and Town voted to consolidate effective January 1, 1958. The present Town Charter created the Mayor-Council form of government in 1962.

Passenger transportation is provided by Amtrak trains, and by local, and intrastate busses. Freight service is furnished by railroad and various motor common carriers. Air service is available at Tweed-New Haven Municipal Airport which is about thirteen miles south of Town and at Bradley International Airport which is approximately 40 miles north of Wallingford off Interstate 91. The Meriden Airport on the Wallingford/Meriden Town line is actively used for private, executive and corporate aircraft.

Wallingford is the 21st largest (population) community in Connecticut according to the 2024 U.S. Census Bureau, American Community Survey. The Town has diversified its commercial and industrial base over the past decade, attracting high-technology industries as compared to traditional heavy manufacturing. It is the home to a large variety of industries and major corporations spanning the spectrum of medical, health care, health insurance, service, hi-tech, specialty metal manufacturing, resin and chemical manufacturing and transport/distribution services. The development of the Barnes Industrial Park, Central Industrial Park, Interchange Industrial Park, Med-way Industrial Park, and North Plains Industrial Park have greatly contributed to this transition.

ORGANIZATION CHART



Description of Government

Wallingford has a Mayor-Council form of government. The Town's current charter was adopted in June of 1961 and amended in 1969, 1973, 1981 and 1989. The Town Council consists of nine members with minority representation guaranteed. Elections for the Mayor, Council, Board of Education and other Town elected officials are held in November of each odd numbered year for a term of two years. The Mayor is elected separately from the Council. The Council elects a Chairman who serves as its the presiding officer. Councilors are compensated as set by the annual budget ordinance, but no member shall hold any other appointive office or employment under the Town government during his or her term of office. The term of all elected officials commences on the first Monday after the preceding January 1st. The Mayor casts the deciding vote in the event of a tie vote when filling a vacancy on the Council.

The Mayor, in accordance with the Town Charter, is the Chief Executive Officer of the Town. He is directly responsible for the administration of all departments, agencies, and offices; ensures that all laws and ordinances governing the Town are executed; attends all Council meetings; makes reports to the Council; submits the annual budget to the Council, keeps the Council fully advised as to the financial condition of the Town; and exercises other powers and duties as may be required by ordinance or resolution of the Council. The Council cannot diminish, by ordinance, vote or otherwise, the powers and duties of the Mayor, except those powers and granted or duties imposed on him by the Council.

The legislative power of the Town is vested exclusively in the Council except as otherwise provided in the Town Charter. The Council has the power to enact, amend or repeal ordinances consistent with the Town Charter or the Connecticut General Statutes, and at least one public hearing must be held before the adoption of any ordinance, except ordinances relating to appointments or designation of officers or to the Council or its procedures. A proposed ordinance shall not become effective unless it is either approved by the Mayor or by at least seven (7) members of the Council after the Mayor's disapproved. Under the Town Charter, the electors of the Town have the power to approve or reject at a referendum instituted by written petition, any ordinance or resolution including an ordinance or other action appropriating or committing money, except a budget ordinance or resolution appointing or removing officials, approving transfers within an approved fiscal budget specifying the compensation or hours of work of officials and employees, authorizing the levy of taxes or fixing of the tax rate. The electors may initiate a referendum within 30 days after approval of any resolution or the publication of any ordinance by filing with the Town Clerk a petition signed by at least 10% of the registered voters at the last municipal election requesting such resolution or ordinance be either repealed or submitted to a vote of the electors.

Principal Municipal Officials

Office	*Name*	*Manner of Selection*	*Term of Office*	*Employment Last Five Years*
Mayor……..	Vincent Cervoni	Elected	1/26-1/28	Attorney
Town Council Chairman…..	Vincent F, Testa, Jr.	Elected	1/26-1/28	Educator
Acting Town Clerk……..	Leanna Gnazzo	Appointed	Indefinite	Assistant Town Clerk
Comptroller ……..	Timothy M. Sena, CPA	Appointed	Indefinite	Comptroller
Assessor……..	Kevin Coons	Appointed	Indefinite	Assessor
Tax Collector……..	Joanne Rusczek	Appointed	Indefinite	Tax Collector
Superintendent of Schools..	Danielle Bellizzi	Appointed	Contract [1]	Superintendent

[1] *Contracted through June 30, 2028.*

Source: Finance Director's Office, Town of Wallingford

Municipal Services

The Town provides a full range of municipal services including public safety (police, fire, emergency medical services), maintenance of streets, health and social services, solid waste disposal, parks, recreation, libraries, planning and zoning, education, utilities (electric, water and sewer) and general administrative services.

Police: The Police Department is responsible for the preservation of public peace, prevention of crime, apprehension of criminals, regulation of traffic, and the protection of the rights of persons and property. The Department is headed by a Chief of Police and consists of a Deputy Chief, 78 full-time police officers and 26 support staff.

The Town has completed the construction of a new Police Headquarters at 100 Barnes Road

Fire: The Fire Department, consisting of regular full-time paid and volunteer divisions, is responsible for the protection of life and property within the Town from fire and for the enforcement of all laws, ordinances and regulations relating to fire prevention and fire safety. The Department also performs fire code inspection and fire event investigation. The Department is headed by a Fire Chief and consists of two Deputy Chiefs, a Fire Marshal, two Deputy Marshals, 2 fire inspectors, 66 full-time firefighters, 20 full-time EMTs and 3 full-time support staff.

The Town has two volunteer fire stations, one on the north side, and one on the south side of Town. There are approximately 45 active volunteers.

Planning and Zoning: The Town Council appoints a five-member Planning and Zoning Commission to direct the Planning and Zoning Department. The Department employs a full-time Town Planner and a full-time Assistant Town Planner. A Plan of Conservation and Development was adopted by the Town Council in 2016 and is updated every 10 years. An updated Plan was last approved in 2026.

Education: The Wallingford public school system provides quality education to approximately 4,950 students. The system is comprised of two high schools (grades nine through twelve), two middle schools (grades six through eight), four elementary schools of third through fifth grade and four elementary schools of kindergarten through second grade. In addition, an alternative high school (ALTA) and a vocational agricultural program are offered to students.

Recreation: The Recreation Department is advised by a five-member commission appointed by the Mayor. The Department is managed by a full-time director who plans and administers a wide variety of year-round activities. There are over 2,170 acres available for parks, trails and recreational activities which include softball, football, little league, basketball, tennis, soccer, hockey, indoor and outdoor swimming, gym programs and a host of arts and crafts courses. The Town acquired real property on a parcel of land of 3.79 acres in 1997. The facility located on such property was renovated and converted to a Recreation Center.

Public Works: The Department of Public Works has supervision and control of parks, the maintenance of Town-owned structures, except structures under the control of the Board of Education, and the planning, surveying, constructing and reconstructing, paving and repairing, and maintenance of highways, sidewalks, curbs, drains and other public improvements. The Department is managed by a director and a superintendent and consists of 44 full-time maintenance employees and two support staff.

Department of Law: The Department of Law is the legal advisor to and represents the Town and all of its agencies, officers, boards, and commissions in all legal matters. The Department consists of a part-time Town Attorney and Assistant Town Attorney appointed by the Mayor, a full-time Corporation Counsel, and support staff. The Mayor may appoint additional attorneys as prescribed by the Charter.

Department of Human Resources: The Department of Human Resources is managed by a full-time director. The Department makes provisions for appointments, promotions, and removal of all personnel in the classified service of the Town subject to provisions of the Town Charter, administers the Town and non-certified school employee pension system, and supervises the Town's risk management (insurance and Workers' Compensation) programs.

Solid Waste Services: Homeowners hire private contractors to collect residential waste and recycling materials.

Department of Public Utilities: The Department of Public Utilities is responsible for the Electric, Water and Sewer divisions of the Town, under the jurisdiction of a Board of Public Utility Commissioners consisting of three members appointed by the Mayor and confirmed by the Town Council. A single Commissioner is appointed or reappointed on March 1 of each year. The Town Council has oversight of the actions of the Board and may veto any action, except personnel appointments, by a positive act of seven or more affirmative votes within fifteen days of any action. The Commissioners appoint a Director of Public Utilities who is responsible for the operations of the Department. The Town's Comptroller, by Charter, is the fiscal officer of the Department.

Electric Division: The Electric Division, created in 1899, is operated by a General Manager and staff. The Division serves approximately 25,500 customers located primarily in Wallingford and the adjoining Northford section of the Town of North Branford. Operating revenues from sales of electricity for the Fiscal Year ended June 30, 2026 were approximately $89 million. For Fiscal Year 2025-2026, base electric rates were realigned across all customer classes to create a more equitable rate of return across all rate classes reflective of industry norms. Total projected revenue from base electric rates remains unchanged for Fiscal Year 2026. Fluctuations in power costs are adjusted semi-annually through the Rate 12 Power Cost Adjustment clause that allows the Division to adjust bills above or below base cost depending on the actual cost of power.

In 2001, a 250 megawatt (mW) generating facility fueled by natural gas was constructed by the Town on the site of the former Alfred Pierce Generating Station. The Town originally leased the property to PPL (Pennsylvania Power and Light) Wallingford Energy. This project was completed and went commercial in late 2001. PPL Wallingford Energy also constructed a third 115 kV transmission line and rebuilt the East Street distribution substation into a ring bus configuration. This revised high-voltage substation provides increased reliability to Electric Division customers served by the East Street station. The project also provides that at least one generation unit will be available under "black start" conditions in order to provide emergency generation capacity to the East Street substation. The Electric Division received annual lease payments of $550,000, which commenced in August 2001. PPL Wallingford Energy was responsible for the operation, marketing, and contracting for the output of energy produced by the facility. The Town also receives tax payments on the personal property at the plant. In addition to the lease and tax payments, the utilities receive revenues for the water, sewer, and electric services supplied to the plant.

PPL Wallingford Energy sold the facility to LS Power in 2014. LS Power continues to operate the facility in the same manner and under the same obligations as under the original agreement. The annual lease payments to the Wallingford Electric Division ("WED") have increased to $1,627,755.80 for the Fiscal Year 2026, escalating 3% per annum. In addition, a payment in lieu of taxes of $1.3 million annually for the existing assets plus $600,000 per year for each additional turbine constructed at the facility will be paid to the Town. LS Power added two new turbine engines to the site in Fiscal Year 2018 and these PILOT payments to the Town began in Fiscal Year 2019. The "black start" provisions to the Town remain intact with LS Power.

Power Supply Agreements: In May 2013, the Town entered into a Energy Portfolio Management and Power Supply Consulting Service Agreement with Energy New England Inc. (ENE). Under the terms of this agreement, WED operates as an ISO-New England Market Participant (which it became on October 1, 2013) and enters into contracts directly with counterparties for the purpose of hedging the risks associated with its wholesale power supply. ENE acts as the WED's agent in all matters related to the WED's power supply acquisition activities and assists the WED in the performance of its obligations in the ISO-New England market. These changes were implemented and went into effect on January 1, 2014.

Prior to this change, the WED had been under contract (since 1995) with Connecticut Municipal Electric Energy Cooperative ("CMEEC") for electric power procurement. ENE also manages for the WED, the forward energy that CMEEC has procured on the WED's behalf.

The Wallingford Board of Public Utility Commissioners adopted an Energy Risk Management Policy and a Hedging Policy to govern these power procurement activities in 2013.

Water Division: The Water Division is supervised by the Water and Sewer Divisions General Manager. The Water Division operates a filter treatment plant and maintains four surface water reservoirs with an effective storage capacity of 1.94 billion gallons and three groundwater wells with production capacity of 2.7 million gallons daily. In addition, the Water Division has an interconnection with the South Central Connecticut Regional Water Authority for up to 1 million gallons per day on an emergency basis. Average production is about 3.5 million gallons per day. There are approximately seven miles of raw water mains, 200 miles of finished water mains, 1,838 public hydrants, four booster stations and three raw water transfer stations within the system. The Water Division serves approximately 13,600 customers and 322 fire line customers. Revenues from the Division's operations for Fiscal Year ended June 30, 2026, were approximately $9.2 million. Water rates increased by 6% for Fiscal Year 2025-2026 when compared to the prior fiscal year.

Sewer Division: The Sewer Division is also supervised by the Water and Sewer Divisions General Manager, and is responsible for treating domestic wastewater. The Division serves approximately 12,900 customers, comprising approximately 90% of the residences in Wallingford. The Division owns and operates the wastewater treatment plant which is designed to treat an average maximum flow of eight million gallons per day. Revenues from sewer user fees for Fiscal Year ended June 30, 2026 were approximately $10,1 million. Sewer rates increased by approximately 12% for Fiscal Year 2025-2026 when compared to the prior fiscal year.

During Fiscal Year 2018-2019 the Town hired an engineering consultant to design an upgrade to its water pollution control facility to treat tertiary phosphorus before its discharge into the Quinnipiac River and assist the Town in its administration of a State grant and loan for this State-mandated project estimated at $60 million. For the WPCF Upgrades Project (tertiary phosphorous treatment project), the Sewer Division received a Clean Water Fund (CWF) grant 50% of which is to fund the engineering design and construction costs for those portions of the project associated with tertiary phosphorous removal, 30% of which is to fund engineering design and construction expense for the parts of the overall project associated with nitrogen removal, and 20% of which is to fund the balance of the project (UV/disinfection and post-aeration, plant drain pump station, gravity thickener mechanism and electrical upgrades). The overall weighted grant percentage for the WPCF Upgrades Project was 37.81%. The portion of costs borrowed under this program will be repaid through sewer rates and recorded in the Town's Sewer Enterprise Fund. Construction of the project began in August 2019 and was completed in the Fall of 2023.

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Employee Relations and Collective Bargaining

Municipal Employees

Department	*Paid Positions*
General Government	16
Finance	28
Public Works	48
Engineering	4
Human Resources	7
Police	105
Animal Control	3
Fire and EMS	90
Public Utilities:	
Electric Division	62
Water Division	38
Sewer Division	32
Recreation	6
Other Services	22
Total Government	461
Teachers	554
Administration, Principals,	28
Supervisory. Technical	2
Custodial, Maintenance,	41
Clerical, Nurses	72
Para-professional	193
Other	47
Total Education	937

Fiscal Year Ending	*2026*	*2025*	*2024*	*2023*	*2022*
General Government	461	481	454	453	441
Board of Education	937	957	984	1,019	1,015
Total	1,398	1,438	1,438	1,472	1,456

Source: Town Officials

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Employee Bargaining Groups

Bargaining Groups	*Positions Covered* [1]	*Current Contract Expiration Date*
General Government		
Public Works, Clerical, Engineering- Local 443 Teamsters	97	6/30/2027
Police - The Wallingford Police Union Local #1570 and Council #15 AFSCME, AFL-CIO	78	6/30/2027
Fire - Local #1326, International Association of Fire Fighters AFL-CIO	91	6/30/2028
Supervisory - Local #424, United Public Service Employees Union	31	12/31/2026
Sub-Total	297	
Public Utility Commission		
Electric Production - NIPSEU/WEPCU	17	8/31/2028
Electrical Clerical - NIPSEU/WEPCU	11	8/31/2028
Electrical Production - Linemen & Electricians - IBEW 420	20	8/31/2028
Water - Local #424, United Public Service Employees Union	27	6/30/2027
Sewer, Clerical - Local 443 Teamsters	27	6/30/2027
Supervisory - Local #424, United Public Service Employees Union	27	12/31/2026
Sub-Total	129	
Board of Education Unions		
Teachers - Wallingford Education Association	554	8/31/2029
Custodial, Maintenance - Local #1303, Council #4, AFSCME, AFL-CIO	40	6/30/2027
Clerical, Secretarial - United Public Service Employees Union	58	6/30/2027
School Cafeteria - United Electrical, Radio and Machine Workers of America	41	6/30/2028
Nurses - Connecticut Health Care Associates	13	6/30/2028
Principals, Supervisors, Directors - Educational Administrators' Assn. of Wallingford	29	6/30/2028
Supervisors - Local #26, United Public Service Employees Union	2	6/30/2027
Paraprofessionals - United Electrical, Radio and Machine Workers of America	193	6/30/2027
Computer Techs - Local 424-18b	9	6/30/2028
Sub-Total	939	
Grand Total	1,365	

[1] *Regular full and part time. Based on Full-Time Equivalent (FTE).*

Source: Town of Wallingford.

Connecticut General Statutes Sections 7-473c, 7-474, and 10-153a to 10-153n provide a procedure for binding arbitration of collective bargaining agreements between municipal employers and organizations representing municipal employees, including certified teachers and certain other employees. The legislative body of a municipality may reject an arbitration panel's decision by a two-thirds majority vote. The State 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 of the parties. 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 contracts, in assessing the financial capability of a municipal entity, there is an irrefutable presumption that a budget reserve of (i) 5% or less with respect to teachers' contracts, and (ii) 15% or less with respect to municipal employees, is not available for payment of the cost of any item subject to arbitration. In light of the employer's financial capability, the panel considers prior negotiations between the parties, the interests and welfare of the employee group, changes in the cost of living, existing employment conditions, and the wages, salaries, fringe benefits and other conditions of employment prevailing in the labor market, including developments in private sector wages and benefits.

Educational System

An elected Board of Education, consisting of nine members, operates with the powers granted to it by Connecticut General Statutes, serves as the policy-making body for the Town's educational system, and provides overall control and management of the schools. The Wallingford School system (grades K-12) is a dependent unit of the Town of Wallingford.

The Town spent over $73 million to renovate all schools in the mid-2000s (see "School Facilities" chart below), and approximately $13 million for roof replacement at eleven schools in the early-2010s approximately 49% of which costs were reimbursed by State grants. Also, construction of a vocational-agricultural educational building was completed in 2010 for approximately $27.8 million.

The Town has instituted a Capital Improvement Program to address on-going capital needs of the schools. Phase I of the program was completed in Fiscal Year 2016 for $1.1 million, which was financed with bonds. Phase II was authorized for $11.2 million and was completed in Fiscal Year 2022. Phase III costing $490,000 began in Fiscal Year 2020 and was completed in Fiscal Year 2022. Phase IV costing $632,000 began in Fiscal Year 2022 and was completed in Fiscal Year 2024.

The Town spent $1.8 million for improvements to the Athletic Track and Field at Mark T. Sheehan High School. Construction began in Fiscal Year 2023 and was completed in Fiscal Year 2024.

The Town purchased land and a building located at 4 Fairfield Boulevard. The building has been renovated and serves as the administrative offices for the Wallingford Public Schools and the Adult Education and Alternative Education programs.

School Facilities

School [1]	*Grades*	*Date of Construction (Remodeling)*	*Number of Classrooms*	*10/1/2026 Enrollment*	*Rated Capacity*
Moses Y. Beach	Pre-K-2	1951, 1990, 2003	24	328	600
Highland	Pre-K-2	1958, 1970, 2005	24	306	525
Rock Hill	K-2	1959, 1971, 2005	21	258	525
Evart Stevens	Pre-K-2	1962, 1990,[2] 2005	25	280	625
Cook Hill	Pre-K, 3-5	1964, 1990,[2] 1992, 2006	24	315	700
Pond Hill	3-5	1968, 1990,[2] 2006	23	283	575
Parker Farms	3-5	1983, 1987,[3] 1990,[2] 2006	25	280	500
M.Fritz (formerly Yalesville)	3-5	1986, 1996,[4] 2006	40	281	975
James Moran	6-8	1961, 1995, 1997, 2005	62	534	1,000
Dag Hammeraskjold	6-8	1962, 1982, 1995, 1997, 2006	46	575	1,000
Lyman Hall	9-12	1957, 1960, 1968, 1980, 1992, 1998, 2006	74	862	1,400
Mark T. Sheehan	9-12	1971, 1991, 2005	60	648	1,100
Special Programming	n/a	n/a	n/a	-	n/a
Total			448	4,950	9,525

[1] *All of Wallingford's schools are constructed of steel, brick and concrete.*

[2] *Portable classrooms added to existing facility.*

[3] *Facility closed in 1983 and re-opened in 1987 following renovations.*

[4] *Facility closed in 1986, renovated, expanded and reopened in September 1996.*

Source: Wallingford Board of Education.

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School Enrollment

School Year	Pre-K	K-5	6-8	9-12	Special Education [1]	Total
			Historical			
2017-18	-	2,584	1,348	1,903	66	5,835
2018-19	-	2,566	1,266	1,912	74	5,744
2019-20	-	2,427	1,224	1,811	84	5,462
2020-21	-	2,234	1,237	1,779	94	5,250
2021-22	-	2,157	1,197	1,726	64	5,080
2022-23	-	2,198	1,178	1,688	86	5,064
2023-24	-	2,228	1,114	1,689	73	5,031
2024-25	-	2,166	1,143	1,648	-	4,957
2025-26	240	2,117	1,113	1,586	-	5,056
2026-27	236	2,097	1,108	1,509	-	4,950
			Projected			
2027-28	236	2,050	1,096	1,484	-	4,866
2028-29	236	2,006	1,117	1,473	-	4,832
2029-30	236	1,976	1,104	1,448	-	4,764
2030-31	236	1,975	1,038	1,472	-	4,721
2031-32	237	1,958	1,009	1,459	-	4,663

[1] *Not included in Totals.*

Source: Wallingford Board of Education.

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Economic Factors

Wallingford's overall economy, as evidenced by Grand List growth, real estate values and unemployment data, has shown modest improvement over the last few years, even as the economy of the State of Connecticut has lagged the growth experienced in many areas throughout the nation.

The Grand List for the last two years, October 1, 2024 (in effect for Fiscal Year 2025-2026) and October 1, 2025 (in effect for current Fiscal Year 2026-2027), which list all taxable real estate, motor vehicles, and business property in Town, increased by 31.11% and 1.25% respectively from the previous year. The 2024 Grand List growth was led primarily by the results of state mandated revaluation.

A primary goal of the Town of Wallingford is to maintain and expand a diversified industrial and commercial tax base. The Town heavily promotes its five office and industrial parks and the Interchange Zone. The office and industrial parks primarily house small to mid-sized manufacturers in a wide array of industries. The Interchange Zone, approximately 362 acres located at the intersection of Interstate 91 and State Route 68, is zoned for development of office parks, research and development centers, and hotels. The Town also utilizes a tax incentive program to attract new businesses into these areas. This program abates 20% of real estate taxes for seven years for companies that relocate to these areas and construct at least 60,000 square feet of new facilities costing $12 million or more.

Total Real Estate Assessments and Taxes Generated for Each Industrial Park Based on the October 1, 2025 Grand List

	Net Real Estate Assessment	Net Personal Prop. Assessment	Total	Taxes At 24.57 mills (Pro forma)	Acreage	Approximate Number of Businesses
North Plains …	$ 87,091,200	$ 26,881,500	$ 113,972,700	$ 2,800,309	265	277
Barnes ……..	20,847,400	47,696,800	68,544,200	1,684,131	468	90
Med-Way ……	78,350,300	22,235,800	100,586,100	2,471,400	430	27
Interchange ….	99,314,300	24,443,700	123,758,000	3,040,734	357	48
Centract ……..	18,561,800	10,448,700	29,010,500	712,788	47	21

Source: Assessor's office 10/1/2025 Grand List.

Major Economic Development Projects

1 Dudley Avenue
Ulbrich Stainless Steel and Special Metals is investing $9 million in the construction of a new 14,560 square foot building expansion and the purchase of additional equipment. Expansion is expected to be completed by May 2027.

37 North Main St/25 Wallace Avenue
The 29,879 square foot mixed use building including 19 apartments and ground level retail and commercial space sold for $3.8 million. The buildings have been owned by the same family for 50 years and a new owner is expected to undertake new renovations to the properties.

844 North Colony
Walmart Supercenter is adding 8,000 square feet to its existing 172,000 square foot store for an enclosed storage space dedicated to online fulfillment.

124 Church Street
A 3,083 square-foot building that has been vacant since 2022 will be demolished and a new gas station with a 4,500 square foot building including a drive-thru retail space and a convenience store will be built on the site.

55 Kondracki Lane
Construction has begun on the redevelopment of the former Quinnipiac Valley Center property consisting of 66 affordable housing units through adaptive reuse. The project has a fixed assessment based on an appraised value of $3.3 million for an 18-year term.

108 Leigus Road
The property has changed ownership this year and was subdivided into 4 parcels. One parcel contains a 287,970 Class A office building conveniently located off I-91. The other three parcels each averaging over 25 acres are available for re-development. One of the three parcels is under contract to develop an 83-unit affordable housing complex within seven two-story buildings on 21.9 acres. 80% of the units are designated affordable and 20% are to be rented at market rate.

28 North Colony Road
Construction has been completed on 6 market-rate townhouses, and a new retail space will be constructed in phase II of the project.

1183/1185 Old Colony Road
This project entails the demolition of two existing buildings, one of which was destroyed by fire two years ago, and the property is slated for redevelopment with 8 market-rate townhouses in the Tracy section of Town. This will enhance one of the main gateways into the Town.

5 Research Parkway — Former Bristol-Myers Squibb Site
The main research facility on the former 915,000 square foot Bristol-Myers Squibb site was demolished in 2019, and the property has remained largely vacant since. In 2024, the site was subdivided, creating a 5.83-acre lot featuring a former 20,000 square foot daycare facility. The current owners are close to the execution of a purchase and sale agreement for the construction of a 445,000 square foot warehouse and distribution center, signaling the start of the property's long-awaited redevelopment.

Major Town Initiatives

The Town authorized an appropriation and bonding in the amount of $2 million for improvements to the Athletic Track and Field at Mark T. Sheehan High School. This project was completed by the end of Fiscal Year 2024.

The Town spent $146,000 for the purchase of a property at 75 Tyler Mill Road. This land is contiguous to surrounding open space acreage that the Town has purchased over the last two decades. The Town will maintain this parcel as open space/passive recreation.

The Town completed construction of a downtown parking lot at 33 North Cherry Street on property that was purchased by the Town for $411,000 for this purpose.

The Town has issued bonds pursuant an appropriation and bonding ordinance in the amount of $36.4 million to construct a new Police Headquarters at 100 Barnes Road. Construction of this new headquarters was completed in December 2024.

The Town has issued bonds pursuant to an appropriation and bonding ordinance in the amount of $1,500,000 for various boiler replacements within the school system. The projects were completed in Fiscal Year 2026.

The Town has issued $4.96 million in bonds for the purchase and renovation of the property located at 4 Fairfield Boulevard. This site will serve as the administrative offices of the school system, home of the adult education programs, and the alternative high school programs. This project is expected to be completed in Fiscal Year 2027.

The Town has authorized $10.5 million in bonds for the demolition of the old community pool and construction of a new community pool at the same location. This project has begun and is expected to be completed in Fiscal Year 2027. The issuance of bonds for this project is included in this bond issue.

The Town has authorized the issuance of $3.9 million in bonds for various boiler and elevator replacements within the school system. The issuance of bonds for these projects is included in this bond issue. These projects are expected to be completed in Fiscal Year 2027.

III. Economic and Demographic Information

Population and Density

Year	Actual Population [1]	% Increase	Density [3]
2024 [2]	44,362	-1.7%	1,115
2020	44,396	-1.6%	1,115
2010	45,135	4.9%	1,134
2000	43,026	5.4%	1,081
1990	40,822	9.5%	1,026
1980	37,274	4.4%	937
1970	35,714	19.4%	897

[1] *U.S. Department of Commerce, Bureau of Census, 1970-2020.*

[2] *American Community Survey, 2020-2024.*

[3] *Per square mile: 39.8 square miles.*

Age Distribution of the Population

	Town of Wallingford		State of Connecticut	
Age	Number	Percent	Number	Percent
Under 5 years	2,447	5.5%	181,691	5.0%
5 to 9 years	2,139	4.8%	195,164	5.4%
10 to 14 years	2,059	4.6%	214,972	5.9%
15 to 19 years	2,603	5.9%	239,710	6.6%
20 to 24 years	2,075	4.7%	238,387	6.6%
25 to 34 years	6,437	14.5%	454,892	12.6%
35 to 44 years	5,741	12.9%	460,916	12.7%
45 to 54 years	5,497	12.4%	453,917	12.5%
55 to 59 years	3,117	7.0%	256,068	7.1%
60 to 64 years	2,842	6.4%	258,234	7.1%
65 to 74 years	4,977	11.2%	386,232	10.7%
75 to 84 years	3,021	6.8%	196,373	5.4%
85 years and over	1,407	3.2%	87,952	2.4%
Total	44,362	100.0%	3,624,508	100.0%

Source: American Community Survey, 2020-2024.

Income Distribution

	Town of Wallingford		State of Connecticut	
Income	Families	Percent	Families	Percent
$ 0 - $ 9,999	72	0.6%	24,004	2.6%
10,000 - 14,999	31	0.3%	12,584	1.4%
15,000 - 24,999	226	1.9%	27,285	3.0%
25,000 - 34,999	280	2.4%	33,429	3.6%
35,000 - 49,999	695	5.9%	59,826	6.5%
50,000 - 74,999	1,107	9.4%	106,611	11.6%
75,000 - 99,999	1,525	12.9%	106,893	11.6%
100,000 - 149,999	3,129	26.6%	182,785	19.8%
150,000 - 199,999	2,071	17.6%	131,310	14.3%
200,000 and over	2,644	22.4%	236,661	25.7%
Total	11,780	100.0%	921,388	100.0%

Source: American Community Survey, 2020-2024.

Income Levels

	Town of Wallingford	State of Connecticut
Per Capita Income, 2024	$54,137	$55,915
Per Capita Income, 2020	$42,662	$45,668
Median Family Income, 2024	$126,165	$122,706
Median Family Income, 2020	$107,059	$102,061
Percent Below Poverty Level 2024	2.20%	6.90%

Source: U.S. Department of Commerce, Bureau of Census, 2020.

Source: American Community Survey, 2020-2024.

Educational Attainment
Persons 25 Years and Older

	Town of Wallingford		State of Connecticut	
Years of School Completed	**Number**	**Percent**	**Number**	**Percent**
Less than 9th grade	905	2.7%	101,458	4.0%
9th to 12th grade	971	2.9%	114,887	4.5%
High School graduate	9,604	29.1%	647,192	25.3%
Some college, no degree	5,486	16.6%	410,903	16.1%
Associate's degree	2,740	8.3%	195,081	7.6%
Bachelor's degree	7,826	23.7%	595,631	23.3%
Graduate or professional degree	5,507	16.7%	489,432	19.2%
Total	33,039	100.0%	2,554,584	100.0%
Total high school graduate or higher (%)		94.3%		91.5%
Total bachelor's degree or higher (%)		40.4%		42.5%

Source: American Community Survey, 2020-2024.

Employment by Industry

	Town of Wallingford		State of Connecticut	
Industry	**Number**	**Percent**	**Number**	**Percent**
Agriculture, forestry, fishing/hunting, & mining	64	0.3%	7,132	0.4%
Construction	1,870	7.9%	113,006	6.1%
Manufacturing	2,670	11.3%	198,526	10.7%
Wholesale trade	780	3.3%	35,592	1.9%
Retail trade	2,343	9.9%	192,698	10.4%
Transportation and warehousing, and utilities	1,239	5.2%	87,076	4.7%
Information	391	1.7%	37,488	2.0%
Finance, insurance, real estate, rental & leasing	1,625	6.9%	161,226	8.7%
Professional, scientific, management, administrative, and waste mgmt services	2,295	9.7%	228,229	12.3%
Education, health and social services	6,855	29.0%	496,559	26.8%
Arts, entertainment, recreation, accommodation and food services	1,697	7.2%	143,851	7.8%
Other services (except public administration)	1,117	4.7%	80,617	4.4%
Public Administration	670	2.8%	67,864	3.7%
Total Labor Force, Employed	23,616	100.0%	1,849,864	100.0%

Source: American Community Survey, 2020-2024.

Employment Data [1]
By Place of Residence

	Town of Wallingford		Percentage Unemployed		
Period	*Employed*	*Unemployed*	*Town of Wallingford*	*New Haven Labor Market*	*State of Connecticut*
September 2026…..	23,116	1,034	4.3	5.2	5.1
Annual Average					
2025……..	24,549	884	3.5	3.9	3.9
2024……..	26,404	764	2.8	3.3	3.5
2023……..	26,237	824	3.0	3.5	3.7
2022……..	25,947	937	3.5	3.9	4.1
2021……..	24,168	1,324	5.2	6.2	6.6
2020……..	24,660	1,569	6.0	6.8	7.3
2019……..	25,752	832	3.1	3.6	3.7
2018……..	25,456	953	3.6	4.1	4.2
2017……..	25,425	1,066	4.0	4.7	4.7
2016……..	24,996	1,190	4.5	5.3	5.3

[1] *Not seasonally adjusted.*

Source: State of Connecticut, Department of Labor.

Major Employers
As of October 2026

Employer	*Business*	*Number of Employees*
Town of Wallingford……..	Municipality	1,398
Anthem BC/BS (Wellpoint)……..	Health Insurer	1,012
Masonic Health Care Center……..	Hospital	758
Gaylord Hospital……..	Medical & Rehabilitation Facility	636
Community Health Network of CT……..	Nonprofit Managed Care	433
Choate Rosemary Hall……..	Private School	335
Times Microwave Systems……..	Coaxial line technology and product	292
Ulbrich Stainless Steels & Specialty Metals…	Manufacturer - Steel	197
Thurston Foods……..	Wholesale Food Distributor	176
BYK USA……..	Chemical Additives	143

Source: Town of Wallingford.

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Building Permits

Fiscal Year	Residential		Commerical/Indust.		Other [1]		All Categories	
Ending 6/30	No.	Value	No.	Value	No.	Value	No.	Value
2026	1,055	$ 34,701	1,582	$ 52,052	N/A	N/A	2,637	$ 86,753
2025	1,479	51,182	1,806	62,556	N/A	N/A	3,285	113,738
2024	1,122	43,447	1,429	55,296	N/A	N/A	2,551	98,743
2023	1,007	41,441	1,512	62,160	N/A	N/A	2,519	103,601
2022	1,017	21,851	1,525	32,778	N/A	N/A	2,542	54,629
2021	1,108	17,756	1,661	26,635	N/A	N/A	2,769	44,391
2020	1,347	27,621	1,148	23,872	N/A	N/A	2,495	51,493
2019	1,467	46,782	1,065	26,924	N/A	N/A	2,532	73,706
2018	70	9,149	17	6,889	2,131	$ 37,185	2,218	53,223
2017	66	8,768	16	6,145	2,195	17,111	2,277	32,024

[1] *The Town changed the subcategories of building permits starting in Fiscal Year 2019.*

Source: Building Dapartment, Town of Wallingford.

Age Distribution of Housing

	Town of Wallingford		State of Connecticut	
Year Built	Units	Percent	Units	Percent
2010 or Later	827	4.3%	80,407	5.2%
2000 to 2010	1,660	8.5%	109,783	7.1%
1990 to 1999	2,049	10.6%	115,803	7.5%
1980 to 1989	3,473	17.9%	199,083	12.9%
1970 to 1979	2,189	11.3%	210,797	13.7%
1940 to 1969	6,083	31.3%	514,365	33.4%
1939 or earlier	3,137	16.2%	311,584	20.2%
Total	19,418	100.0%	1,541,822	100.0%
Percent Owner Occupied	72.8%		66.5%	

Source: American Community Survey, 2020-2024.

Housing Inventory

	Town of Wallingford		State of Connecticut	
Type	Number	Percent	Number	Percent
1-unit, detached	11,902	61.3%	902,771	58.6%
1-unit, attached	1,268	6.5%	99,493	6.5%
2 units	1,494	7.7%	115,211	7.5%
3 or 4 units	1,597	8.2%	125,486	8.1%
5 to 9 units	580	3.0%	76,014	4.9%
10 to 19 units	539	2.8%	54,675	3.5%
20 or more units	1,710	8.8%	156,730	10.2%
Mobile home	328	1.7%	10,890	0.7%
Boat, RV, van, etc	-	0.0%	552	0.0%
Total	19,418	100.0%	1,541,822	100.0%

Source: American Community Survey, 2020-2024.

Owner-Occupied Housing Values

	Town of Wallingford		*State of Connecticut*	
Specified Owner-Occupied Units	***Number***	***Percent***	***Number***	***Percent***
Less than $50,000	394	2.9%	23,262	2.4%
$50,000 to $99,000	228	1.7%	14,209	1.5%
$100,000 to $149,999	221	1.6%	31,134	3.3%
$150,000 to $199,000	400	3.0%	65,851	6.9%
$200,000 to $299,999	3,230	23.9%	205,349	21.5%
$300,000 to $499,999	6,803	50.4%	350,277	36.8%
$500,000 to $999,999	2,108	15.6%	197,853	20.8%
$1,000,000 or more	114	0.8%	65,054	6.8%
Total	13,498	100.0%	952,989	100.0%
Median Sales Price	$353,100		$366,900	

Source: American Community Survey, 2020-2024.

Land Use Summary

	Town Area 24,920 Acres	
Land Use Category	***Number of Acres***	***% of Total***
Residential		
R - 6-18	7,240	28.2%
RM - 6-40	510	2.0%
Rural - 40-120	13,074	51.0%
HOD	28	0.1%
Sub-Total	20,852	81.3%
Business/Commercial		
LB - 11	71	0.3%
CA - 6-40	143	0.6%
CB - 12-40	359	1.4%
DD - 40	133	0.5%
RF - 40	350	1.4%
Sub-Total	1,056	4.1%
Industrial		
WI - Watershed Interchange	769	3.0%
I - 20-40	1,537	6.0%
IX - Industrial Expansion	1,435	5.6%
Sub-Total	3,741	14.6%
TOTAL TOWN ACREAGE	25,649	100.0%

Source: Planning Department, Town of Wallingford; "POCD 2016": June 13, 2016.

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IV. Tax Base Data

Property Tax Assessments

Under Section 12-62 of the Connecticut General Statutes, Connecticut municipalities must conduct a revaluation of its real property every five years and, generally, a physical inspection every ten years. The Town conducted a full physical revaluation of its real estate as of October 1, 2024, which went into effect for the Fiscal Year 2025-2026. Section 12-62 also imposes a penalty on municipalities that fail to effect revaluations as required, with certain exceptions. However, the statute permits the phase-in of a real property assessment increase 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 Town 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 Town as of October 1. For the list of October 1, 2025, the Town's next taxable Grand List amounted to $6,131,579,572. Assessments for real estate are computed at seventy percent (70%) of the estimated market value at the time of last revaluation, while assessments for both personal property and motor vehicles are computed at seventy percent (70%) of present market value. Grand List information is used by municipalities to set the mill rate which in turn becomes the basis for the Town's annual tax levy. Any property owner may seek to appeal its assessment by filing a written appeal to a Town'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 municipality's Board of Assessment Appeals may appeal the decision to the Connecticut Superior Court.

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 municipality's building inspector. Upon issuance of a certificate of completion, a physical inspection is conducted and the structure is assigned a fair market value with the aid of a schedule developed as of the last revaluation. Property depreciation and obsolescence factors are also considered when arriving at an equitable value.

Motor vehicle registration lists are furnished to the Town by the State Department of Motor Vehicles ("DMV"). Section 12-71b of the Connecticut General Statutes provides that motor vehicles which are registered with the DMV after the October 1 assessment date but before the last day of September in such assessment year are subject to a property tax as if the motor vehicle has been included on the October 1 Grand List, provided such registration occurs prior to November 1. If such registration occurs on or after November 1 but prior to the October 1 next succeeding, the tax is prorated, and the pro-ration is based on the number of months from the date of such registration, including the month in which registration occurs, to the next succeeding October 1. Cars purchased in August and September are not taxed until the next October 1 Grand List. If the motor vehicles replaces a motor vehicle that was taxed on the October Grant List, the taxpayer is entitled to certain credits. The same process is applied to the Supplemental Motor Vehicle list, which represents new or replacement vehicles which were registered after the October 1 assessment date, but before the following July 1. Bills for this supplemental list are issued the following January, eighteen months after the Grand List date. For assessment years commencing on or after October 1, 2024, assessments for motor vehicles are computed at 70% of the vehicle's depreciated manufacturer's suggested retail price ("MSRP") pursuant to Section 12-63(7) of the Connecticut General Statutes. The Town Council may elect to apply a modified depreciated MSRP pursuant to such statute but has yet to do so thus far.

Section 12-71e of the Connecticut General Statutes, as amended, allows municipalities to tax motor vehicles at a different rate than other taxable property provided the motor vehicle rate is the lower rate. The statute caps the motor vehicle tax rate at 32.46 mills for each assessment year thereafter. The Town's motor vehicle tax rate for the current 2025 assessment year is 24.57. Section 4-66l of the Connecticut General Statutes, as amended ("Section 4-66l"), diverts a portion of State collected sales tax revenue to provide funding to municipalities to mitigate the revenue loss attributed to the motor vehicle property tax cap.

All commercial personal property (furniture, fixtures, equipment, machinery and leased equipment) is assessed annually. An assessor's check and audit is completed periodically.

Section 12-124a of the Connecticut General Statutes permits a municipality, upon approval by its legislative body, to abate property taxes on owner-occupied residences to the extent that the taxes exceed 8% of the owner's total income, from any source, adjusted for self-employed persons to reflect expenses allowed in determining adjusted gross income. The owner must agree to pay the amount of taxes abated with interest at 6% per annum, or at such rate approved by the legislative body, at such time that the residence is sold or transferred or on the death of the last surviving owner. A lien for such amounts is recorded in the land records but does not take precedence over any mortgage recorded before the lien. The Town Council enacted the use of this abatement provision on January 1, 2009.

Section 12-170v of the Connecticut General Statutes permits a municipality, upon approval by its legislative body, to freeze the property taxes due for certain low-income elderly residents. Any municipality providing such property tax relief may place a lien upon such property in the amount of total tax relief granted plus interest. The Town has not enacted the elderly property tax freeze.

Data Center Tax Incentives

Governor Lamont signed into law Public Act No. 21-1, An Act Concerning Incentives for Qualified Data Centers to Locate in the State ("PA 21-1"), which went into effect on July 1, 2021. Under PA 21-1, the Connecticut Department of Economic and Community Development (the "DECD") is authorized to enter into agreements to provide tax incentives to "qualified data centers" that locate within the State and make a minimum investment. Specifically, PA 21-1 provides for (i) sales and use tax exemptions for certain goods and services purchased or used by the data center and (ii) property tax exemptions for certain real property and equipment used by the data center. PA 21-1 also provides an exemption for financial transactions taxes that the State may impose in the future. The DECD may enter into tax incentive agreements with qualified data centers for 20- or 30-year terms, depending on the size and location of the data center investment. In order to be eligible, a data center must agree to make a "qualified investment" of at least $50 million if the data center is located in an enterprise zone or a federal opportunity zone, or $200 million if it is located outside such a zone. PA 21-1 requires owners and developers of qualified data centers to enter into a host municipality fee agreement with the municipality in which the data center is located before beginning the capital project. PA 21-1 also requires that the DECD agreement and host municipality fee agreement include provisions to recoup the taxes exempted under PA 21-1 if the data center does not meet such agreements' terms. The Town is not currently a party to a host municipality fee agreement.

Property Tax Collection Procedure

Real estate and personal property taxes for the fiscal year are paid on the Grand List of the prior October 1, and are due on July 1 and January 1 in two equal installments, except that real estate and personal property taxes of less than $100 are payable in one installment on July 1. Motor vehicle taxes are payable in one installment on July 1 following the levy date with motor vehicle supplemental bills payable on January 1. Payments not received by August 1 and February 1 become delinquent, with interest charged at the rate of 1.50% per month from the due date of the tax. In accordance with State law, the oldest outstanding tax is collected first. Outstanding real estate tax accounts are 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 accounts are transferred to a suspense account after three years at which time they cease to be carried as receivables. Real estate accounts are transferred to suspense 15 years after the due date in accordance with State statutes.

Comparative Assessed Valuations

Grand List of 10/1	Residential Real Property (%)	Commercial Real Property (%)	Industrial Real Property (%)	Personal Property (%)	Motor Vehicle (%)	Gross Taxable Grand List	Less Exemption	Net Taxable Grand List	Percent Growth
2025	67.6	12.5	5.7	6.5	7.7	$ 6,402,706,990	$ 271,127,418	$ 6,131,579,572	0.86
2024 [1]	68.1	12.6	5.9	6.2	7.2	6,316,074,503	236,535,120	6,079,539,383	31.07
2023	61.4	13.6	5.9	7.5	11.6	4,846,647,085	208,395,252	4,638,251,833	0.45
2022	61.5	13.6	6.0	7.3	11.6	4,813,160,866	195,529,147	4,617,631,719	1.08
2021	62.0	13.8	5.9	7.1	11.2	4,758,818,793	190,583,130	4,568,235,663	1.92
2020 [1]	63.0	14.3	6.1	7.5	9.1	4,665,952,852	183,675,559	4,482,277,293	4.71
2019	63.3	14.4	6.1	7.3	8.9	4,464,853,688	184,362,470	4,280,491,218	0.97
2018	63.9	14.0	6.5	6.8	8.8	4,419,931,528	180,580,299	4,239,351,229	1.15
2017	64.3	13.8	6.5	6.8	8.6	4,427,035,035	236,079,345	4,190,955,690	(0.64)
2016	64.1	13.4	7.6	6.4	8.5	4,464,208,573	246,432,920	4,217,775,653	0.33

[1] *Revaluation years.*

Source: Assessor's Office, Town of Wallingford.

Exempt Property

The following categories of exempt properties are not included in the net taxable Grand List:

	Assessed Value [1]
Public	
State of Connecticut	$ 11,100,900
Town of Wallingford	344,634,400
United States of America	32,271,000
Other Public	1,084,000
Sub-Total Public	$ 389,090,300
Private	
Private Hospitals and Schools	$ 138,797,800
Scientific, Educational, Historical & Charitable	245,320,800
Houses of Worship & Cemeteries	33,339,100
Veteran's Organizations	717,100
Sub-Total Private	418,174,800
Total Exempt Property	$ 807,265,100
Percent Compared to Net Taxable Grand List	13.17%

[1] *Based on October 1, 2025 Net Taxable Grand List of $6,131,579,572.*

Source: Assessor's Office, Town of Wallingford.

Property Tax Levies and Collections

(in thousands)

Grand List of 10/1	Fiscal Year Ending 6/30	Net Taxable Grand List	Mill Rate	Adjusted Annual Levy	Percent of Annual Levy Collected at End of Fiscal Year	Percent of Annual Levy Uncollected at End of Fiscal Year	Percent of Annual Levy Uncollected as of 6/30/2026
2025	2027[2]	$ 6,131,580	24.57	$ 150,201	*IN COLLECTION*		
2024[1]	2026[2]	6,079,539	24.12	147,445	98.3%	1.7%	1.7%
2023	2025	4,638,252	30.66	143,789	98.1%	1.9%	0.9%
2022	2024	4,617,632	29.34	136,706	98.1%	1.9%	0.5%
2021	2023	4,568,236	29.04	133,468	98.2%	1.8%	0.4%
2020[1]	2022	4,482,277	28.52	128,822	98.3%	1.7%	0.2%
2019	2021	4,280,491	29.19	125,872	98.3%	1.7%	0.2%
2018	2020	4,239,351	29.19	124,727	98.4%	1.6%	0.1%
2017	2019	4,190,956	28.64	121,327	98.5%	1.5%	0.0%
2016	2018	4,217,776	28.55	120,824	98.6%	1.4%	0.0%

[1] *Revaluation.*

[2] *Subject to audit.*

Sources: Tax Collector's Office, Town of Wallingford

Ten Largest Taxpayers

Name	Nature of Business	Taxable Valuation	Percent of Net Taxable Grand List[1]
Eversource (formerly Yankee Gas)	Public Gas Utility	$ 51,226,940	0.84%
Eversource (formerly CL&P)	Public Power Utility	45,011,240	0.73%
665 Foxon Rd LLC	Real Estate	35,389,600	0.58%
Agree Eastern LLC	Retail Plazas	30,456,900	0.50%
Masonic Healthcare Center	Retirement Community	29,245,780	0.48%
RSS Comm	Real Estate	25,403,500	0.41%
Cellco Partnership Verizon Wireless	Communications	22,426,710	0.37%
BYK USA	Manufacturing	17,338,590	0.28%
1070 North Farms	Real Estate	16,798,900	0.27%
Walmart	Retail Plaza	16,322,870	0.27%
Total		$ 289,621,030	4.72%

[1] *Based on October 1, 2025 Net Taxable Grand List of $6,131,579,572.*

Source: Assessor's Office, Town of Wallingford.

Equalized Net Grand List

Grand List of 10/1	Equalized Net Grand List	% Growth
2024	$ 8,652,339,876	(5.57)
2023	9,162,969,367	6.76
2022	8,582,990,663	5.60
2021	8,127,835,414	26.95
2020	6,402,332,723	(4.65)
2019	6,714,365,812	3.20
2018	6,505,882,705	2.94
2017	6,320,175,830	1.81
2016	6,207,709,482	3.25
2015	6,012,104,553	(2.95)

Source: State of Connecticut Office of Policy and Management.

V. Debt Summary

Principal Amount of Bonded Indebtedness [1]

As of December 17, 2026

(Pro-Forma)

Long-Term Debt Date	Purpose	Rate %	Amount of Original Issue	Outstanding After This Issue [1]	Fiscal Year of Maturity
		TOWN GOVERNMENT BONDS			
General Purpose					
09/16/15	Public Improvements (Refunding) …	2.00 - 5.00	$ 6,424,000	$ 270,000	2027
03/27/19	Public Improvements ……	2.00 - 4.00	9,650,000	6,290,000	2023
08/25/21	Public Improvements ……	2.00 - 4.00	3,566,708	2,085,000	2042
04/10/24	Public Improvements ……	4.00 - 5.00	22,000,000	19,800,000	2044
10/14/25	Public Improvements ……	4.00 - 5.00	10,850,000	10,305,000	2045
	Sub-Total Public Improvements……		$ 52,490,708	$ 38,750,000	
Schools					
09/16/15	School Improvements (Refunding) …	2.00 - 5.00	$ 4,606,000	$ 225,000	2027
10/15/15	School Improvements ……	2.00 - 4.00	10,320,000	4,230,000	2036
03/27/19	School Improvements ……	2.00 - 4.00	7,000,000	4,550,000	2038
08/25/21	School Improvements……	2.00 - 4.00	3,213,292	2,155,000	2042
04/10/24	School Improvements……	4.00 - 5.00	2,430,000	2,180,000	2044
10/14/25	School Improvements……	4.00 - 5.00	7,175,000	6,820,000	2045
	Sub-Total Schools……		$ 34,744,292	$ 20,160,000	
This Issue					
12/17/26	Public Improvements ……	*tbd*	$ 9,800,000	$ 9,800,000	2047
12/17/26	School Improvements……	*tbd*	2,900,000	2,900,000	2047
	Sub-Total This Issue ……		$ 12,700,000	$ 12,700,000	
	Total Town Government Bonds……		$ 99,935,000	$ 71,610,000	
		ENTERPRISE BONDS / OBLIGATIONS [2]			
Water					
08/25/21	Water (Refunding) ……	5.00	$ 1,340,000	$ 680,000	2031
	Sub-Total Water……		$ 1,340,000	$ 680,000	
Sewer					
08/31/23	Sewer Permanent Loan Obligation …	2.00	$ 31,620,693	$ 26,235,509	2043
10/14/25	Sewer Improvements……	4.00 - 5.00	2,000,000	1,900,000	2045
	Sub-Total Sewers……		$ 33,620,693	$ 28,135,509	
	Total Enterprise Bonds……		$ 34,960,693	$ 28,815,509	
	Total Long Term Debt……		$ 134,895,693	$ 100,425,509	

[1] *Excluded bonds that have been refunded.*

[2] *Self-supporting debt. The Water and Sewer debt obligations are supported by the Enterprise Funds.*

Short-Term Debt

The Town has no short-term debt as of the date of this Official Statement.

Other Obligations

The Town has no other obligations.

Clean Water Fund Program

The Town has entered into the following two financings pursuant to the State of Connecticut Clean Water Fund Program under Connecticut General Statutes Section 22a-475 et seq., as amended (the "CWF Program"): (1) $1,996,812 Project Loan Obligation in 2005 to fund denitrification improvements; and (2) $31,620,693 Project Loan Obligation in 2023 to fund phosphorous treatment and other improvements. The loans bear interest at 2.0% pursuant to the CWF Program.

All participating municipalities in the CWF Program receive funding for eligible expenses in the form of 20% grant and 80% loan, except for combined sewer overflow projects (50% grant and 50% loan) and denitrofication projects (30% grant and 70% loan). Loans and grants to each municipality are made pursuant to a Project Loan and Grant Agreement ("Loan and Grant Agreement"). During construction the municipality executes a short-term borrowing obligation in favor of the State called an Interim Funding Obligation ("IFO") under which it pays project costs as needed. Each municipality is obligated to repay only that amount which it draws down for the payment of project costs. Upon project completion a 20-year debt obligation called a Project Loan Obligation ("PLO") is issued to the State. The municipal obligations issued to the State are secured by the full faith and credit of the municipality and/or dedicated source of revenue of such municipality.

Amortization of each loan is required to begin one year from the earlier of the scheduled completion date specified in the Loan and Grant Agreement or the actual project completion date. The final maturity of each loan is twenty years from the scheduled completion date. Principal and interest payments are made (1) in monthly installments commencing one month after the scheduled completion date, or (2) in single annual installments representing 1/20 of total principal not later than one year from the scheduled completion date specified in the Loan and Grant Agreement repayable thereafter in monthly installments. Monthly installments may be in level debt service or amortized with level principal at the election of the municipal borrower. Borrowers may prepay their loans at any time prior to maturity without penalty.

Annual Bonded Debt Maturity Schedule [1]
As of December 17, 2026
(Pro-Forma)

General Government

Fiscal Year Ended 6/30	*Principal Payments*	*Interest Payments*	*Total Payments*	*This Issue*			*Total Principal*	*Cumulative Principal Retired %*
				General Purpose	*Schools*	*Total*		
2027 [1]	$ 2,550,000	$ 1,107,197	$ 3,657,197	$ -	$ -	$ -	$ 2,550,000	3.6%
2028	3,790,000	2,087,306	5,877,306	490,000	145,000	635,000	4,425,000	9.7%
2029	3,700,000	1,940,081	5,640,081	490,000	145,000	635,000	4,335,000	15.8%
2030	3,705,000	1,791,106	5,496,106	490,000	145,000	635,000	4,340,000	21.9%
2031	3,700,000	1,636,031	5,336,031	490,000	145,000	635,000	4,335,000	27.9%
2032	3,700,000	1,496,256	5,196,256	490,000	145,000	635,000	4,335,000	34.0%
2033	3,700,000	1,357,906	5,057,906	490,000	145,000	635,000	4,335,000	40.0%
2034	3,695,000	1,224,106	4,919,106	490,000	145,000	635,000	4,330,000	46.1%
2035	3,695,000	1,094,856	4,789,856	490,000	145,000	635,000	4,330,000	52.1%
2036	3,695,000	965,319	4,660,319	490,000	145,000	635,000	4,330,000	58.2%
2037	3,235,000	842,681	4,077,681	490,000	145,000	635,000	3,870,000	63.6%
2038	3,235,000	727,231	3,962,231	490,000	145,000	635,000	3,870,000	69.0%
2039	3,235,000	610,738	3,845,738	490,000	145,000	635,000	3,870,000	74.4%
2040	2,400,000	493,200	2,893,200	490,000	145,000	635,000	3,035,000	78.6%
2041	2,405,000	402,750	2,807,750	490,000	145,000	635,000	3,040,000	82.9%
2042	2,405,000	312,250	2,717,250	490,000	145,000	635,000	3,040,000	87.1%
2043	2,120,000	224,600	2,344,600	490,000	145,000	635,000	2,755,000	90.9%
2044	2,120,000	139,800	2,259,800	490,000	145,000	635,000	2,755,000	94.8%
2045	910,000	54,800	964,800	490,000	145,000	635,000	1,545,000	96.9%
2046	915,000	18,300	933,300	490,000	145,000	635,000	1,550,000	99.1%
2047	-	-	-	490,000	145,000	635,000	635,000	100.0%
Total.....	$ 58,910,000	$ 18,526,514	$ 77,436,514	$ 9,800,000	$ 2,900,000	$ 12,700,000	$ 71,610,000	

[1] *Excludes $1,960,000 in principal payments and $1,145,397 in interest payments from July 1, 2026 through December 17, 2026.*

Enterprise Funds

Fiscal Year Ended 6/30	Principal Payments [2]	Interest Payments	Total Payments	Total Principal	Cumulative Principal Retired (%)
2027 [1]	$ 1,096,571	$ 359,233	$ 1,455,804	$ 1,096,571	3.8%
2028	1,891,980	597,182	2,489,162	1,891,980	10.4%
2029	1,891,980	552,285	2,444,265	1,891,980	16.9%
2030	1,896,980	507,395	2,404,375	1,896,980	23.5%
2031	1,896,980	462,256	2,359,236	1,896,980	30.1%
2032	1,756,980	417,124	2,174,104	1,756,980	36.2%
2033	1,756,980	378,976	2,135,956	1,756,980	42.3%
2034	1,756,980	341,337	2,098,317	1,756,980	48.4%
2035	1,756,980	304,197	2,061,177	1,756,980	54.5%
2036	1,756,980	267,065	2,024,045	1,756,980	60.6%
2037	1,756,980	229,918	1,986,898	1,756,980	66.7%
2038	1,756,980	192,779	1,949,759	1,756,980	72.8%
2039	1,756,980	155,639	1,912,619	1,756,980	78.9%
2040	1,756,980	118,507	1,875,487	1,756,980	85.0%
2041	1,756,980	81,360	1,838,340	1,756,980	91.1%
2042	1,756,980	44,220	1,801,200	1,756,980	97.2%
2043	514,244	15,381	529,625	514,244	99.0%
2044	100,000	10,000	110,000	100,000	99.3%
2045	100,000	6,000	106,000	100,000	99.7%
2046	100,000	2,000	102,000	100,000	100.0%
Total	$ 28,815,515	$ 5,042,854	$ 33,858,369	$ 28,815,515	

[1] *Excludes $790,408 in principal payments and $282,581 in interest payments from July 1, 2026 through December 17, 2026.*

[2] *Consists of $680,000 of water bonds and $28,135,509 of sewer obligations.*

Overlapping/Underlying Debt

The Town does not have any overlapping or underlying debt.

Debt Statement [1]
As of December 17, 2026
(Pro-Forma)

Long-Term Debt Outstanding:	
General Purpose (Includes this Issue)	$ 48,550,000
Schools	23,060,000
Enterprise Fund - Water	680,000
Enterprise Fund - Sewer	28,135,509
Total Long-Term Debt	100,425,509
Short-Term Debt	-
Total Direct Debt	100,425,509
Less: Self Supporting Water Bonds	(680,000)
Less: Self Supporting Sewer Debt	(28,135,509)
Total Direct Net Debt	71,610,000
Overlapping/Underlying Debt	-
Total Overall Net Debt	$ 71,610,000

[1] *The State of Connecticut will reimburse the City for eligible principal and interest costs over the life of bonds issued for projects authorized by the General Assembly prior to July 1, 1996. School construction grants receivable stated above are for principal reimbursement only.*

Current Debt Ratios
As of December 17, 2026
(Pro-Forma)

Population [1]		44,362
Net Taxable Grand List at 70% of Full Value (10/1/25)	$	6,131,579,572
Estimated Full Value	$	8,759,399,389
Equalized Grand List (10/1/24) [2]	$	8,652,339,876
Money Income per Capita [1]	$	54,137

	Total Direct Debt $100,425,509	*Total Overall Net Debt $71,610,000*
Per Capita	$2,263.77	$1,614.22
Ratio to Net Taxable Grand List	1.64%	1.17%
Ratio to Estimated Full Value	1.15%	0.82%
Ratio to Equalized Grand List	1.16%	0.83%
Debt per Capita to Money Income per Capita	4.18%	2.98%

[1] *American Community Survey, 2020-2024.*

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

Bond Authorization

The issuance of bonds or notes of the Town is authorized by ordinance in accordance with the Town Charter and the Connecticut General Statutes. The ordinance adoption procedure requires the holding of a public hearing, Town Council passage, and Mayoral approval, or in the event of Mayoral disapproval, Council override of such disapproval by seven members. Thereafter, the ordinance becomes effective unless a petition signed by at least ten (10) percent of registered voters requesting a referendum is timely filed with the Town Clerk within 30 days after publication of the bond ordinance. A referendum vote to repeal the ordinance approved by a majority of the electors does not become effective unless 20% of the electorate have voted in the referendum. Notwithstanding the foregoing, the issuance of refunding bonds may be authorized by the vote of the Council so long as the refunding results in net present value savings. (CGS Sec. 7-370c).

Maturities

Except for refunding bonds that achieve net present value savings or refunding bonds issued prior to July 1, 2027 that are approved by two-thirds vote of the municipality's legislative body, general obligation bonds are required to be payable in maturities wherein a succeeding maturity may not exceed any prior maturity by more than 50% or aggregate annual principal and interest payments must be substantially equal. The term of an issue may not exceed twenty years except in the case of sewer and school bonds or other bonds issued on or after July 1, 2017, which may mature in up to thirty years.

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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 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 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 by which temporary financing exceeds two years.

Temporary notes issued for sewer or school projects and in anticipation of State and/or Federal grants may be funded beyond ten years from their initial borrowing. If a written commitment exists for State and/or Federal grants, a municipality may renew such 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 fifteen 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 issue date (whichever is sooner), and in each year thereafter, the notes must be reduced by at least $1/15^{th}$ 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 fifteen 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).

Limitation of Indebtedness

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

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

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

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

Statement of Statutory Debt Limitation [1]
As of December 17, 2026
(Pro Forma)

Total Tax Collections (including interest and lien fees)

Received by the Treasurer for the Fiscal Year ended June 30, 2026 (unaudited)	$ 144,086,000
Reimbursement For Revenue Loss:	
Tax relief for elderly	-
Base for Debt Limitation Computation	$ 144,086,000

	General Purpose	***Schools***	***Sewers***	***Urban Renewal***	***Unfunded Pension***
Debt Limitation:					
2 1/4 times base	$ 324,193,500	-	-	-	-
4 1/2 times base	-	$ 648,387,000	-	-	-
3 3/4 times base	-	-	$ 540,322,500	-	-
3 1/4 times base	-	-	-	$ 468,279,500	-
3 times base	-	-	-	-	$ 432,258,000
Total Debt Limitation	$ 324,193,500	$ 648,387,000	$ 540,322,500	$ 468,279,500	$ 432,258,000
Indebtedness: [1]					
Bonds Outstanding	$ 38,750,000	$ 20,160,000	$ -	$ -	$ -
Bonds – This Issue	9,800,000	2,900,000	- [2]	-	-
CWF Project Loan Obligations (PLO)	-	-	28,135,509 [2]	-	-
Debt Authorized But Unissued	19,668,198	13,966,760	6,564,570	-	-
Total Indebtedness	68,218,198	37,026,760	34,700,079	-	-
Less:					
State School Grants Receivable	-	-	-	-	-
Total Net Indebtedness	68,218,198	37,026,760	34,700,079	-	-
DEBT LIMITATION IN EXCESS OF OUTSTANDING INDEBTEDNESS	$ 255,975,302	$ 611,360,240	$ 505,622,421	$ 468,279,500	$ 432,258,000

[1] *Excludes $680,000 in outstanding Water Bonds as allowed under the Connecticut General Statutes.*

[2] *Represents Sewer Debt supported by the Enterprise Funds.*

Note: In no case shall total indebtedness exceed seven times annual receipts from taxation or $1,008,602,000.

For the purposes of determining a municipality's compliance with the statutory debt limitation, there is no requirement that authorized but unissued debt be considered.

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Authorized but Unissued Debt
As of December 17, 2026
(Pro Forma)

Project	Bonds Authorized	Bonds Issued [1]	Amount Self-Funded	Grants	This Issue: The Bonds	Debt Authorized but Unissued: General Purpose	Schools	Sewer
Northford Road Bridge	$ 1,000,000	$ 200,022	$ 61,370	$ -	$ -	$ 738,608	$ -	$ -
Toelles Road Construction & Bridge	1,000,000	205,022	-	-	-	794,978	-	-
Community Pool Project	625,000	425,048	-	-	-	199,952	-	-
Community Pool Park	10,500,000	-	-	-	9,800,000	700,000	-	-
Police Headquarters	36,398,000	34,524,074	-	-	-	1,873,926	-	-
School CIP Phase II.[3]	11,175,000	10,142,849	-	-	-	-	1,032,151	-
School CIP Phase III.[3]	490,000	312,534	153,133	-	-	-	24,333	-
School CIP Phase IV	898,000	630,000	-	-	-	-	268,000	-
North Farms Fire Station[3]	4,625,000	4,285,000	272,000	-	-	68,000	-	-
2015-16 CIP.[3]	3,263,498	-	-	-	-	3,263,498	-	-
2016-17 CIP.[3]	2,254,528	-	-	-	-	2,254,528	-	-
2017-18 CIP.[3]	1,839,425	-	-	-	-	1,839,425	-	-
2018-19 CIP.[3]	2,055,855	-	-	-	-	2,055,855	-	-
2021-22 CIP.[3]	2,107,062	-	-	-	-	2,107,062	-	-
2022-23 CIP	1,762,362	-	-	-	-	1,762,362	-	-
2023-24 CIP	1,757,851	-	-	-	-	1,757,851	-	-
Center Street Cemetery Building[3]	340,000	-	57,847	275,000	-	7,153	-	-
33 North Cherry Street Purchase.[3]	610,000	365,000	-	-	-	245,000	-	-
Sheehan High School Track & Field Project	2,000,000	1,800,000	-	-	-	-	200,000	-
Town-Wide School System Renov.[3]	72,367,000	37,600,000	1,140,000	29,867,198	-	-	3,759,802	-
Regional Vo-Ag Center School[3]	27,808,000	1,245,000	110,000	23,659,705	-	-	2,793,295	-
School Roof Program.[3]	16,165,000	7,200,000	-	4,645,000	-	-	4,320,000	-
School System CIP - Phase I.[3]	1,400,000	1,120,000	40,821	-	-	-	239,179	-
4 Fairfield Boulevard	5,100,000	4,960,000	-	-	-	-	140,000	-
Various School Boilers	1,500,000	1,365,000	-	-	-	-	135,000	-
Lyman Hall High School Boilers	905,000	850,000	-	-	-	-	55,000	-
Various School Boilers & Elevators	3,900,000	-	-	-	2,900,000	-	1,000,000	-
WWTP Phosphorous.[2]	60,000,000	33,617,693	-	21,217,737	-	-	-	5,164,570
I-91 Wastewater Pump Station.[2]	3,400,000	2,000,000	-	-	-	-	-	1,400,000
Total	$ 277,246,581	$ 142,847,242	$ 1,835,171	$ 79,664,640	$ 12,700,000	$ 19,668,198	$ 13,966,760	$ 6,564,570

[1] *In some cases, includes bond premiums credited by the Comptroller to the projects per bond ordinance.*

[2] *Self Supporting.*

[3] *The Town does not expect to issue debt for the remaining authorization.*

Principal Amount of Outstanding General Fund Debt [1]
Last Five Fiscal Years Ending June 30

Long-Term Debt	*2026* [2]	*2025*	*2024*	*2023*	*2022*
Bonds	$ 62,870,000	$ 46,485,000	$ 51,015,000	$ 30,380,000	$ 34,740,000
Short-Term Debt					
Bond Anticipation Notes	-	-	-	-	-
Totals	$ 62,870,000	$ 46,485,000	$ 51,015,000	$ 30,380,000	$ 34,740,000

[1] *Does not include self-supporting debt of Enterprise Funds.*

[2] *Subject to audit.*

Source: Annual Audited Financial Statements.

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

Fiscal Year Ended 6/30	*Net Assessed Value*	*Estimated Full Value* [1]	*Net Long-Term Debt* [2]	*Ratio of Net Long-Term Debt to Assessed Value (%)*	*Ratio of Net Long-Term Debt to Estimated Full Value (%)*	*Population* [3]	*Net Long-Term Debt per Capita*	*Ratio of Net Long-Term Debt per Capita to Per Capita Income* [4] *(%)*
2026 [5]	$ 6,079,539,383	$ 8,685,056,261	$ 62,870,000	1.03	0.72	44,362	$1,417.20	2.62
2025	4,638,251,833	6,626,074,047	46,485,000	1.00	0.70	44,362	1,047.86	1.94
2024	4,617,631,719	6,596,616,741	51,015,000	1.10	0.77	44,362	1,149.97	2.12
2023	4,568,235,663	6,526,050,947	30,380,000	0.67	0.47	44,362	684.82	1.26
2022	4,482,277,293	6,403,253,276	34,740,000	0.78	0.54	44,362	783.10	1.45

[1] *Assessment Ratio, 70%.*

[2] *Excludes enterprise fund debt.*

[3] *U.S. Department of Commerce, American Community Survey (ACS), 2020-2024.*

[4] *Money Income per Capita: ACS 2020-2024 data: $54,137 used for all calculations.*

[5] *Subject to audit.*

Source: Annual Audited Financial Statements.

Ratio of Annual Long-Term General Fund Debt Service To Total General Fund Expenditures and Transfers Out

(in thousands)

Fiscal Year Ended 6/30	*Principal*	*Interest*	*Total Debt Service*	*Total General Fund Expenditures* [1]	*Ratio of General Fund Debt Service To Total General Fund Expenditures*
2026	$ 5,500	$ 2,230	$ 7,731	$ 220,626	3.50%
2025	4,530	1,774	6,304	210,149	3.00%
2024	3,795	900	4,695	203,670	2.31%
2023	4,360	1,077	5,437	195,037	2.79%
2022	4,065	1,150	5,215	185,590	2.81%
2021	4,280	1,215	5,495	183,223	3.00%
2020	4,285	1,339	5,624	180,241	3.12%
2019	3,455	1,040	4,495	169,891	2.65%
2018	3,455	1,101	4,556	180,842	2.52%
2017	3,460	1,230	4,690	175,682	2.67%

[1] *GAAP basis of accounting. Includes Transfers out.*

Source: Annual Audited Financial Statements. FY 2026 from Finance Department.

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

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VI. Financial Administration

Fiscal Year

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

Basis of Accounting

The financial statements of the Town 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. In June 1999, GASB issued Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". The statement established a new reporting model for governments that was substantially different from prior reporting standards. The Town changed its financial reporting to comply with GASB Statement No. 34 beginning with its financial report for Fiscal Year ended June 30, 2002. Please refer to Appendix A "Notes to Financial Statements" herein for compliance and implementation details.

The new reporting model includes the following segments:

Management's Discussion and Analysis ("MD&A") – provides introductory information on basic financial statements and an analytical overview of the Town's financial activities.

Government-wide financial statements – consists of a statement of net assets and a statement of activities, which are prepared on the accrual basis of accounting. These statements distinguish between governmental activities and business-type activities and exclude fiduciary (employee retirement system and agency funds). Capital assets, including infrastructure and long-term obligations are included along with current assets and liabilities.

Fund financial statements – provides information about the Town's governmental, proprietary and fiduciary funds. These statements emphasize major fund activity and, depending on the fund type, utilize different basis of accounting.

Required supplementary information – in addition to the MD&A, budgetary comparison schedules are presented for the General Fund.

Please refer to Appendix A "Notes to Financial Statements" herein for measurement focus and basis of accounting of the government-wide financial statements as well as the fiduciary fund financial statements of the Town of Wallingford.

Budget Procedure

Departmental managers submit their budgets to the Finance Department one hundred twenty (120) days prior to year-end for the Fiscal Year commencing the following July 1. Thirty days later the Mayor and the Comptroller present the proposed operating budget to the Town Council. The Council shall hold one or more public hearings not later than sixty (60) days prior to the end of the Fiscal Year. The Enterprise Funds are also under the same budgetary control. The Council is required to adopt a budget by the second Tuesday of May in each year and file such budget with the Town Clerk.

Supplemental budget appropriations must be adopted by the Town Council.

The annual budget is approved at the line-item level. Upon approval of the Town Council, transfers from one budgetary line to another, or from contingency accounts, may be made within a department. Transfers between departments can be made upon request of the Mayor and resolution of the Council during the last three months of the applicable fiscal year. Appropriations lapse at year-end except appropriations of the capital projects funds, which continue until completion of the applicable project.

The Town's budget process must also anticipate the impact of the State's budget which proceeds simultaneously with the Town's budget process. Every session legislative proposals are set forth which if enacted would impact Connecticut municipalities. It is impossible to predict which will be enacted, if any.

Municipal Budget Expenditures Cap

Section 4-66l of the Connecticut General Statutes, as amended, (the "Act") creates disincentives on increasing adopted budget expenditures for Connecticut municipalities. The Act reduces a municipality's State revenue sharing grant if its adopted general budget expenditures (as modified by the Act) in any fiscal year, with certain exceptions, exceeds the threshold set forth in the Act. As a result of utilizing modified budget growth to reduce a municipality's revenue sharing grant the Act is sometimes popularly referred to as imposing a "spending cap". Beginning in Fiscal Year 2018, and in each fiscal year thereafter, the State of Connecticut Office of Policy and Management ("OPM") must reduce the municipal revenue sharing grant amount for those municipalities whose spending, with certain exceptions, exceeds the spending limits specified in the Act. Each fiscal year, OPM must determine the municipality's percentage growth in spending 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. The reduction to the municipal revenue sharing grant is generally equal to 50 cents for every dollar the municipality spends over this cap.

The Act requires that each municipality annually certify to the Secretary of OPM whether the municipality exceeded the spending cap and if so, the amount by which the cap was exceeded.

Under the Act, municipal spending does not include expenditures: (1) for debt service, special education, costs to implement 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; (2) associated with a major disaster or emergency declaration by the President or disaster emergency declaration issued by the Governor under the civil preparedness law; or (3) for any municipal revenue sharing grant the municipality disburses to a special taxing district. In addition, if budget expenditures exceed the 2.5% cap, but are proportional to population growth from the previous year, the municipal revenue sharing grant will not be reduced.

The Town received $7,113 in revenue sharing grants in Fiscal Year 2026.

Annual Audit

Pursuant to State law, the Town is required to undergo an annual examination by an independent certified public accountant. The audit must be conducted under the guidelines issued by the State Office of Policy and Management ("OPM") and a copy of the audit report must be filed with OPM within six months of the end of the applicable fiscal year. For the Fiscal Year ended June 30, 2025, the examination was conducted by CliftonLarsonAllen, LLP, Certified Public Accountants, of West Hartford, Connecticut.

Certificate of Achievement for Excellence in Financial Reporting

The Town has received a Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada for its comprehensive annual financial reports for Fiscal Years ended June 30, 1988 through June 30, 2001, and June 30, 2003 through June 30, 2025. To be eligible for the award, financial reports must include general purpose financial statements presented in conformity with GAAP, and have been audited in accordance with generally accepted auditing standards. The reports must also contain statistical information useful in evaluating the financial condition of a government and meet the standards established for the Certificate Program.

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Pensions

Town Plan

The Town is the administrator of the Town's Consolidated Pension Plan (the "Town Plan"), a single-employer contributory defined benefit public employee retirement system ("PERS") established and administered by the Town to provide pension benefits to all full-time non-certified employees. The Town Plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a pension trust fund. The Plan does not issue a stand-alone report. The certified faculty and administrative personnel of the Board of Education participate in a contributory defined benefit retirement plan established under Chapter 167a of the Connecticut General Statutes and administered by the State Teachers Retirement Board. The Town is not required to and does not contribute to this plan.

Schedule of Contributions

Town

	2026 [1]	*2025*	*2024*	*2023*	*2022*
Actuarially Determined Contribution (ADC)…	$ 11,583,000	$ 10,961,000	$ 11,074,000	$ 10,526,000	$ 10,505,000
Contributions in Relation to the ADC……	14,010,000	10,961,000	12,501,000	11,639,000	11,043,000
Contribution Deficiency (Excess)……	$ (2,427,000)	$ -	$ (1,427,000)	$ (1,113,000)	$ (538,000)
Contributions as a % of ADC……	120.95%	100.00%	112.89%	110.57%	105.12%
Covered Employee Payroll……	$ 50,020,000	$ 45,792,000	$ 43,590,000	$ 44,546,000	$ 43,061,000
Contributions as a Percentage of Covered Employee Payroll……	28.01%	23.94%	28.68%	26.13%	25.65%

[1] *Budgetary basis and subject to audit.*

Pension Liability

Town Plan

Total Pension Liability at June 30, 2025……	$ 363,475,000
Plan Fiduciary Net Position……	285,661,000
Net Pension (Asset) Liability……	$ 77,814,000
Plan Fiduciary Net Position as % of Total Pension Liability……	78.59%

Volunteer Fire Plan

The Town is the administrator of the Town's Volunteer Firefighters Length of Service Award Plan ("Volunteer Fire Plan"), a single-employer defined benefit plan established and administered by the Town to provide pension benefits to qualified volunteer firefighters. The Volunteer Fire Plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a pension trust fund. The Volunteer Fire Plan does not issue a stand-alone report.

Schedule of Contributions

Volunteer Fire

	2026 [1]	*2025*	*2024*	*2023*	*2022*
Actuarially Determined Contribution (ADC)…	$ 78,000	$ 17,000	$ 11,000	$ 11,000	$ 13,000
Contributions in Relation to the ADC……	78,000	17,000	11,000	11,000	13,000
Contribution Deficiency (Excess)……	$ -	$ -	$ -	$ -	$ -
Contributions as a % of ADC……	100.00%	100.00%	100.00%	100.00%	100.00%
Covered Employee Payroll……	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

[1] *Budgetary basis and subject to audit.*

Pension Liability

Volunteer Fire Plan	
Total Pension Liability at June 30, 2025……	$ 1,828,000
Plan Fiduciary Net Position……	1,557,000
Net Pension (Asset) Liability……	$ 271,000
Plan Fiduciary Net Position as % of Total Pension Liability……	85.18%

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

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

	1% Decrease (6.00%)	***Current Discount (7.00%)***	***1% Increase (8.00%)***
Town - Net Pension Liability ……	$ 119,075,000	$ 77,814,000	$ 43,123,000
Volunteer Fire - Net Pension Liability …	$ 474,000	$ 271,000	$ 102,000

The most recent valuation for the Town Plan was performed as of July 1, 2025. The next valuation for such plan will be prepared as of July 1, 2026. The most recent valuation for the Volunteer Fire Plan was performed as of July 1, 2025. The next valuation for such plan will be prepared as of July 1, 2027.

Please refer to the "Notes to Financial Statements – Note 14" in Appendix A herein for further information regarding the Town's pension plans.

Other Post-Employment Benefits

The Town provides post-employment health care benefits, in accordance with current contracts, to Board of Education certified teachers and administrators who retire from the Town in accordance with criteria listed in "Notes to Financial Statements-Note 13" in Appendix A. For those employees who are terminated without retirement, healthcare benefits continue for 30 days after termination.

The Town also provides health care benefits to retired police and fire employees as well as chiefs and assistant chiefs, in accordance with union contracts. When they retire, police and fire employees may have up to fifty percent of their health care benefits paid for by the Town until they reach age 65. The cost of this benefit is recognized as a General Fund expense in the year premiums are incurred.

The most recent OPEB valuation was performed as of July 1, 2025. The next OPEB valuation will be prepared as of July 1, 2026.

Total OPEB Liability

	2025	***2024***	***2023***
Total OPEB Liability			
Service Cost……	$ 1,214,000	$ 1,130,000	$ 1,109,000
Interest……	1,445,000	1,168,000	1,097,000
Differences Between Expected and Actual Experience……	(937,000)	1,600,000	874,000
Changes of Assumptions & Other Inputs..	(3,615,000)	1,877,000	(307,000)
Benefit Payments……	(814,000)	(1,357,000)	(2,234,000)
Net Change in Total OPEB Liability……	(2,707,000)	4,418,000	539,000
Total OPEB Liability - Beginning……	35,957,000	31,539,000	31,000,000
Total OPEB Liability - Ending……	$ 33,250,000	$ 35,957,000	$ 31,539,000
Covered Payroll……	$ 102,239,000	$ 98,972,000	$ 96,482,000
Total OPEB Liability as a % of Covered Payroll……	32.52%	36.33%	32.69%

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

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

	1% Decrease (3.20%)	Current Discount Rate (4.20%)	1% Increase (5.20%)
Total OPEB Liability ……..	$ 36,060,000	$ 33,250,000	$ 30,698,000

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be calculated using healthcare cost trend rates that is 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease (6.00% Decreasing to 3.40%)	Healthcare Cost Trend Rates (7.00% Decreasing to 4.40%)	1% Increase (8.00% Decreasing to 5.40%)
Total OPEB Liability ……..	$ 29,597,000	$ 33,250,000	$ 37,521,000

Please refer to the "Notes to Financial Statements – Note 13" in Appendix A herein for further information regarding OPEB.

Investment Practices

The Town Charter and Sections 7-400 and 7-402 of the Connecticut General Statutes govern the investments that the Town is permitted to make. Generally, the Town may invest in certificates of deposit, municipal notes and bonds, obligations of the United States of America, including joint and several obligations of the Federal Home Loan Mortgage Association, the Federal Savings and Loan Insurance Corporation, obligations of the United States Postal Service, all Federal Home Loan Banks, all Federal Land Banks, the Tennessee Valley Authority, or any other agency of the United States government, and money market mutual funds.

The Connecticut General Statutes enumerate the allowable investment products for municipal funds. The Department of Finance is responsible for the treasury function and utilizes a short-term cash management approach. The three main objectives of the Town's operating cash policy are safety of principal, liquidity and rate of return. Available cash is invested on a daily basis in certificates of deposit ranging from 7 to 200 days, municipal money market accounts and other products allowed by State law. Derivatives and highly leveraged investments are not utilized for operating cash management purposes because of their unacceptable exposure to risk.

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Long Term Planning

Capital Improvement Plan

The Town, per ordinance, develops a Six-Year Capital Budget each year primarily for infrastructure projects, such as road and bridge reconstruction and other non-recurring expenditures. The ordinance requires the Electric Division to make a PILOT payment based upon the prior audited year kilowatt volume sales to finance a portion of these projects. These projects may also be funded by project specific federal and state grants, debt issuance and up to two mills of the Town's annual property tax levy. Proposed projects for the ensuing fiscal year and the next five fiscal years thereafter are presented in the same manner as all other funds during the annual budget process. Each year the recommended projects for the ensuing fiscal year are appropriated. This activity is accounted for in the Town's Capital and Non-Recurring Capital Projects Fund.

The Fiscal Year 2027 adopted Capital and Non-Recurring Fund Budget was in the amount of $2.211 million, which is funded by the $1.722 million PILOT payment from the Electric Division and $500,000 from reserves.

	Fiscal Year						
Project	***2026-27***	***2027-28***	***2028-29***	***2029-30***	***2030-31***	***2031-32***	***Total***
Town-Wide Paving Program	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ 7,200,000
Brick Paver - Townwide	-	25,000	-	25,000	-	25,000	75,000
Downtown Parking Lot Improvements	172,953	111,000	-	-	-	-	283,953
Highland Street Crossing	140,000	-	-	-	-	-	140,000
Gregory Road Sidewalk Extension	-	280,000	-	-	-	-	280,000
Town-Wide Guardrails	50,000	50,000	50,000	50,000	50,000	50,000	300,000
Nothrup Road Improvements	-	-	-	100,000	-	-	100,000
Sidewalk Install/Replace	350,000	400,000	400,000	400,000	400,000	400,000	2,350,000
Lighting Upgrade - West Side Softball	-	175,000	-	-	-	-	175,000
Lighting Upgrade - West Side Baseball	-	250,000	-	-	-	-	250,000
Lufberry Park	61,000	264,000	-	-	-	-	325,000
Fencing - West Side Field	27,375	-	-	-	-	-	27,375
Generator - EOC Emergency Shelter	-	300,000	-	-	-	-	300,000
Security Cameras	-	103,000	-	-	-	-	103,000
Hope Hill/Highland/Parker Farms Intersection	-	225,000	-	-	-	-	225,000
Hope Hill Sidewalk Replacement	-	-	330,000	-	-	-	330,000
Curbing Projects - Townwide	10,000	50,000	20,000	50,000	20,000	50,000	200,000
Quinnipiac Street Bridge	200,000	-	-	-	-	-	200,000
Total	$ 2,211,328	$ 3,433,000	$ 2,000,000	$ 1,825,000	$ 1,670,000	$ 1,725,000	$ 12,864,328

Risk Management

The Risk Management Office, a unit of the Department of Human Resources, administers the property and casualty insurance programs, and the workers' compensation benefits program. A professional risk manager supervises this function. In addition, the Town has retained an experienced risk management-oriented broker/agent to serve as a consultant to the Town.

The Town is self-insured for worker's compensation claims. A professional third-party administrator investigates claims and processes them for payment. Weekly disability and medical benefit payments and specific awards granted by the state Worker's Compensation Commission are budgeted annually.

The Town is self-insured for employee health claims and costs. A professional third-party administrator processes claims, reports financial activity, monitors costs and trends, and prepares analyses for annual budget purposes. The Town procures the service of a professional consulting firm to assist in this function.

The Town procures insurance policies with commercial insurance companies to protect itself against various property and liability exposures such as general liability, property damage and errors and omissions.

General Fund Revenues and Expenditures
Four-Year Summary of Audited Revenues and Expenditures (GAAP Basis)
and Adopted Budget (Budgetary Basis)
(in thousands)

	Adopted Budget [1] 2027	Estimated Actual [1] 2026	Actual 2025	Actual 2024	Actual 2023	Actual 2022
Revenues:						
General Property Taxes	$ 160,005	$ 148,456	$ 144,086	$ 137,694	$ 133,639	$ 128,784
Licensese and Permits	2,650	1,066	1,526	1,433	1,149	836
Intergovernmental Revenues	28,098	51,589	51,862	51,936	50,105	46,626
Charges for Services	7,134	5,997	6,122	5,665	5,706	5,837
Investment Income	2,773	2,833	3,082	3,141	1,693	30
Other	123	3,396	3,348	4,730	3,242	2,419
Use of Fund Balance	11,000	-	-	-	-	-
Transfers In	100	3,086	2,027	2,023	2,022	1,954
Total	$ 211,883	$ 216,423	$ 212,053	$ 206,622	$ 197,556	$ 186,486
Expenditures:						
General Government	$ 36,913	$ 34,294	$ 31,830	$ 30,506	$ 27,884	$ 27,128
Public Safety	28,042	25,043	22,332	22,164	20,776	19,307
Public Works	8,566	7,896	6,510	6,578	6,355	6,072
Health and Social Services	3,255	3,027	2,532	2,228	2,155	2,015
Parks and Recreation	1,407	1,191	967	1,046	816	873
Education	125,726	141,186	137,227	134,187	129,350	122,646
Capital Outlay	-	-	493	-	-	-
Debt Service	7,014	5,638	6,306	4,695	5,454	5,215
Transfers Out	1,722	2,351	1,952	2,266	2,247	2,334
Total	$ 212,645	$ 220,626	$ 210,149	$ 203,670	$ 195,037	$ 185,590
Other Financing Sources (Uses):						
Issuance of Refunding Bonds	$ -	$ -	$ -	$ -	$ -	$ -
Payments to Escrow Agent	-	-	-	-	-	-
Premium on Bond Issuance	762	364	-	-	-	-
Premium on Refunding Bond Issuance	-	-	-	-	-	-
Total	$ 762	$ 364	$ -	$ -	$ -	$ -
Excess (Deficiency) of Revenues Over Expenditures	$ -	$ (3,839)	$ 1,904	$ 2,952	$ 2,519	$ 896
Fund Equity, Beginning of Year	30,314	34,153	32,249 [2]	30,297	27,778	26,882
Fund Equity, End of Year	N/A	$ 30,314	$ 34,153	$ 33,249	$ 30,297	$ 27,778

[1] *Budgetary basis and subject to audit.*

[2] *Restated.*

Analysis of General Fund Equity

	Adopted Budget [1] 2027	Estimated Actual [1] 2026	Actual 2025	Actual 2024	Actual 2023	Actual 2022
Nonspendable	N/A	$ 8	$ 8	$ 3	$ 11	$ 10
Committed	N/A	2,527	3,148	1,844	2,367	2,843
Assigned	N/A	12,303	10,281	8,381	8,979	7,391
Unassigned	N/A	15,476	20,716	22,021	18,940	17,534
Total Fund Equity	$ -	$ 30,314	$ 34,153	$ 32,249	$ 30,297	$ 27,778

[1] *Budgetary basis and subject to audit.*

Intergovernmental Revenues

Fiscal Year Ended 6/30	*Intergovernmental Revenues*	*Total Revenues*	*Percent*
2026 [1]	$ 51,589,000	$ 216,423,000	23.84%
2025	51,862,000	212,053,000	24.46%
2024	51,936,000	206,622,000	25.14%
2023	50,105,000	197,556,000	25.36%
2022	46,626,000	186,486,000	25.00%
2021	45,496,000	181,531,000	25.06%

[1] *Budgetary basis of accounting, subject to audit.*

Source: Annual Audited Financial Statements.

Electric Enterprise Fund
Statement of Revenues and Expenditures
(GAAP Basis)
(in thousands)

	Actual 6/30/2025	*Actual 6/30/2024*	*Actual 6/30/2023*	*Actual 6/30/2022*	*Actual 6/30/2021*
Operating Revenues:					
Operations	$ 79,797	$ 75,567	$ 79,953	$ 75,134	$ 65,247
Other	1,432	1,371	1,491	1,175	886
Total	81,229	76,938	81,444	76,309	66,133
Operating Expenditures:					
Operations	71,478	67,985	69,659	64,175	59,107
Depreciation	3,766	3,731	3,716	3,673	3,609
Gross Earnings Tax	2,262	2,294	2,410	2,370	1,784
Other	170	119	104	1,225	2,593
Total	77,676	74,129	75,889	71,443	67,093
Operating Income (Loss)	3,553	2,809	5,555	4,866	(960)
NON-OPERATING INCOME (LOSS):					
Interest on customer deposits	(234)	(230)	(69)	(5)	(6)
Gain on disposal of assets	-	-	2	-	-
Loss on disposal of assets	(19)	(7)	-	(11)	(18)
Rental income	637	626	665	-	-
Lease income	1,491	1,491	1,491	2,159	1,575
Investment income	1,804	1,974	898	66	59
Investment Income - affiliated benefit fund	-	-	-	-	-
Total Non-Operating Income (Expenses)	3,679	3,854	2,987	2,209	1,610
NET INCOME (LOSS) BEFORE TRANSFERS	7,232	6,663	8,542	7,075	650
Capital Grants and Contributions	-	110	745	515	-
Transfers out	(1,739)	(1,758)	(1,762)	(1,781)	(1,842)
Change in net assets	5,493	5,015	7,525	5,809	(1,192)
Total Net Assets, July 1 (as restated)	76,998	71,983	64,458	58,649	59,841
Total Net Assets, June 30	$ 82,491	$ 76,998	$ 71,983	$ 64,458	$ 58,649

Source: Annual Audited Financial Statements.

Water Enterprise Fund
Statement of Revenues and Expenditures
(GAAP Basis)
(in thousands)

	Actual 6/30/2025	Actual 6/30/2024	Actual 6/30/2023	Actual 6/30/2022	Actual 6/30/2021
Operating Revenues:					
Operations	$ 8,632	$ 7,411	$ 7,267	$ 6,909	$ 7,361
Other	140	61	654	71	87
Total	8,772	7,472	7,921	6,980	7,448
Operating Expenditures:					
Operations	5,979	5,254	5,711	5,045	4,394
Depreciation	2,104	1,985	1,875	1,846	1,824
Gross Earnings Tax	-	-	-	-	-
Total	8,083	7,239	7,586	6,891	6,218
Operating Income (Loss)	689	233	335	89	1,230
NON-OPERATING INCOME (LOSS):					
Lease income	-	-	-	73	62
Rental income	77	-	104	-	-
Interest & Amortization Expense	(8)	(11)	(14)	(90)	(67)
Investment income	699	828	441	96	95
Other Nonoperating Revenues (Exp.)	-	-	-	-	-
Total Non-Operating Income (Expenses)	768	817	531	79	90
NET INCOME (LOSS) BEFORE TRANSFERS	1,457	1,050	866	168	1,320
Capital Grants and Contributions	-	43	17	24	35
Transfers out	-	-	-	-	-
Change in net assets	1,457	1,093	883	192	1,355
Total Net Assets, July 1 (as restated)	49,025	47,932	47,049	46,857	45,502
Total Net Assets, June 30	$ 50,482	$ 49,025	$ 47,932	$ 47,049	$ 46,857

Source: Annual Audited Financial Statements.

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Sewer Enterprise Fund
Statement of Revenues and Expenditures
(GAAP Basis)
(in thousands)

	Actual 6/30/2025	Actual 6/30/2024	Actual 6/30/2023	Actual 6/30/2022	Actual 6/30/2021
Operating Revenues:					
Operations	$ 9,138	$ 9,367	$ 8,743	$ 7,595	$ 6,952
Other	328	77	405	269	244
Total	9,466	9,444	9,148	7,864	7,196
Operating Expenditures:					
Operations	6,697	5,628	5,489	5,210	4,745
Depreciation	3,612	2,824	2,076	2,043	2,074
Gross Earnings Tax	-	-	-	-	-
Total	10,309	8,452	7,565	7,253	6,819
Operating Income (Loss)	(843)	992	1,583	611	377
NON-OPERATING INCOME (LOSS):					
Capital grants and contributions	-	-	-	-	-
Lease income	-	-	-	-	-
Interest & Amortization Expense	(591)	(634)	(625)	(536)	(283)
Investment income	1,000	1,091	554	106	102
Other Nonoperating Revenues (Exp.)	-	-	-	-	-
Total Non-Operating Income (Expenses)	409	457	(71)	(430)	(181)
NET INCOME (LOSS) BEFORE TRANSFERS	(434)	1,449	1,512	181	196
Capital Grants and Contributions	-	215	1,168	5,051	7,796
Transfers out	-	-	-	-	-
Change in net assets	(434)	1,664	2,680	5,232	7,992
Total Net Assets, July 1 (as restated)	59,067	57,403	54,723	49,491	41,499
Total Net Assets, June 30	$ 58,633	$ 59,067	$ 57,403	$ 54,723	$ 49,491

Source: Annual Audited Financial Statements.

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VII. Legal and Other Information

Litigation

The Town of Wallingford, 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 Town Attorney's opinion that such pending litigation, appeals and proceedings will not be finally determined, individually or in the aggregate, so as to result in final judgments against the Town which would have a material adverse effect on the Town's financial position.

Cybersecurity

The Town, like many other public and private entities, relies on technology to conduct its operations. The Town and its departments face cyber threats from time to time, including, but not limited to, hacking, viruses, malware, phishing, and other attacks on computers and other sensitive digital networks and systems. To mitigate the risk of business operations being impacted and/or damaged by cyber incidents or cyber-attacks, the Town invests in various forms of cybersecurity and operational controls, including, but not limited to, the use of offsite servers and hosting platforms for its financial systems. The Town has cyber insurance coverage with a $1,000,000 policy limit. The Town has isolated its financial system from its online system. Additionally, the Town annually undertakes internal testing of its systems and maintains variable daily backup schedules. No assurances can be given, however, that such security and operational control measures will be completely successful to guard against all cyber threats and attacks. The results of any such attack could materially impact business operations and/or damage the Town's digital networks and systems and the costs of remedying any such damage could be substantial.

Climate Change

Numerous scientific studies have detailed changing global weather patterns and the potential for increasing extreme weather events across the world. Like much of Connecticut, the Town is vulnerable to inland wetlands, small river and stream flooding. The Town faces other threats due to climate change, including damaging wind that could become more severe and frequent. The Town cannot predict the timing, extent or severity of climate change and its potential impact on the Town's operations and finances. However, the Town holds various property insurance policies to protect from weather related losses. The Town also believes that it holds sufficient reserves and annually budgets for contingencies to address any unforeseen expenses resulting from the increasing frequency of severe weather. The Town is prepared to quickly respond to and recover from any such weather events that would exceed its annual operating budget.

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Documents Furnished at Delivery of Bonds

The original purchaser will be furnished the following documents when the Bonds are delivered:

1. A Signature and No Litigation Certificate stating that at the time of delivery no litigation is pending or threatened affecting the validity of the Bonds or the levy or collection of taxes to pay them.
2. A Certificate on behalf of the Town, signed by the Mayor and the Comptroller, which will be dated the date of delivery and which will certify, to the best of said officials' knowledge and belief, that at the time the bids were awarded for the Bonds, the descriptions and statements in the Official Statement relating to the Town and its finances were true and correct in all material respects and did not contain any untrue statement of a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in the financial condition of the Town from that set forth in or contemplated by the Official Statement.
3. A receipt for the purchase price of the Bonds.
4. The approving opinion of Updike, Kelly & Spellacy, P.C., Bond Counsel, of Hartford, Connecticut substantially in the form contained in Appendix B attached hereto.
5. An executed Continuing Disclosure Agreement for the Bonds in substantially the form attached hereto as Appendix C to this Official Statement.
6. The Town will make available to the winning bidder of the Bonds a reasonable number of copies of the final Official Statement at the Town's expense. The copies of the Official Statement will be made available to the winning bidder at the office of the Town's Municipal Advisor no later than seven business days of the bid opening. If the Town's Municipal Advisor is provided with the necessary information from the winning bidder by noon of the day following the day bids on the Bonds are received, the copies of the final Official Statement will include an additional cover page and other pages, if necessary, indicating the interest rates, yields or reoffering prices, the name of the underwriters, the name of the insurer, if any, and any changes on the Bonds. The purchaser shall arrange with the Municipal Advisor the method of delivery of the copies of the Official Statement to the purchaser.

A record of the proceedings taken by the Town in authorizing the Bonds will be kept on file at offices of U.S. Bank Trust Company, National Association, in Hartford, Connecticut, and may be examined upon reasonable request.

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Concluding Statement

Neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Town since the date hereof. References to statutes, charters, or other laws herein may not be complete and such provisions of law are subject to repeal or amendment.

Information set forth herein has been derived or obtained by the Town from official and other sources and is believed by the Town to be reliable, but such information other than that obtained from official records of the Town has not been independently confirmed or verified by the Town and its accuracy is not guaranteed.

The following officials, in their capacity as officers of the Town, and in the name and on behalf of the Town, 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 Town 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.

TOWN OF WALLINGFORD, CONNECTICUT

Vincent Cervoni, *Mayor*

Timothy M. Sena, *Comptroller*

Dated as of December __, 2026

Appendix A

Fiscal Year Ended 2025 General Purpose Financial Statements Excerpted from the Town's Annual Financial Report

The following includes excerpts from the Annual Financial Report of the Town of Wallingford, Connecticut 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 A. 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.

CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

Town Council
Town of Wallingford, Connecticut

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wallingford, 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 Town of Wallingford, Connecticut and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Wallingford, 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.

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Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the pension and OPEB schedules, 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit for the year ended June 30, 2025 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Wallingford, Connecticut's basic financial statements. The combining and individual nonmajor fund financial statements, schedule, and report of the tax collector for the year ended June 30, 2025 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 for the year ended June 30, 2025 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, schedule, and report of the tax collector are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2025.

We also previously audited, in accordance with GAAS, the basic financial statements of the Town of Wallingford, Connecticut as of and for the year ended June 30, 2024, (not presented herein), and have issued our report thereon dated December 12, 2024 which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The accompanying General Fund balance sheet for the year ended June 30, 2024 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2024 basic financial statements. The information was subjected to the audit procedures applied in the audit of the 2024 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the General Fund balance sheet is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2024.

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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2025, on our consideration of the Town of Wallingford, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Wallingford, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Town of Wallingford, Connecticut's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

West Hartford, Connecticut
December 6, 2025

This discussion and analysis of the Town of Wallingford, Connecticut's (the Town) financial performance is offered by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2025. Please read this Management's Discussion and Analysis in conjunction with the transmittal letter and the Town's financial statements, Exhibits I to IX.

Financial Highlights

- The Town's total net position increased as a result of this year's operations by $9.1 million, an increase of 2.9% from last year.

- During the year, governmental activity expenses exceeded revenues by $2.6 million (including transfers), and business-type activities revenues exceeded expenses by $6.5 million (including transfers).

- Total cost of all of the Town's programs was $319.3 million.

- The General Fund reported a total fund balance this year of $34.2 million, which includes $20.7 million 'Unassigned' and available for future use.

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 Town as a whole and present a longer-term view of the Town's finances. Fund financial statements are presented in Exhibits 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 Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds.

Government-Wide Financial Statements

The analysis of the Town as a whole begins with Exhibits I and II. The statement of net position and the statement of activities report information about the Town 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 Town's net position and changes in them. The Town's net position, the difference between assets and liabilities, is one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other non-financial factors, however, such as changes in the Town's property tax base and the condition of the Town's capital assets, to assess the overall health of the Town.

In the statement of net position and the statement of activities, the Town is divided into two types of activities:

- *Governmental Activities* – Most of the Town's basic services are reported here, including education, public safety, public works, health and social services, parks and recreation, and general administration. Property taxes, charges for services, and state and federal grants finance most of these activities.

- *Business-Type Activities* – The Town charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Town's Electric Fund, Water Fund, and Sewer Fund are reported here.

Fund Financial Statements

The fund financial statements begin with Exhibit III and provide detailed information about the most significant funds—not the Town as a whole. Some funds are required to be established by Charter. However, the Town establishes many other funds to help control and manage financial activities for particular purposes (like the capital projects funds) or to show that it is meeting legal responsibilities for using grants, and other money (like grants received from the State of Connecticut's Department of Education). The Town's funds are divided into three categories: governmental, proprietary, and fiduciary.

- *Governmental Funds* (Exhibits III and IV) – Most of the Town'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 into cash. The governmental fund statements provide a detailed short-term view of the Town'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 Town'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 at the bottom of the fund financial statements.

- *Proprietary Funds* (Exhibits V, VI and VII) – When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, 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 Town'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.

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

Government-Wide Financial Analysis

The Town's combined net position increased from $310.2 million to $319.3 million. This was primarily due to the Electric Division. The analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the Town's governmental and business-type activities.

TABLE 1
NET POSITION
(in Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and Other Assets	$ 56,616	$ 71,637	$ 124,192	$ 121,952	$ 180,808	$ 193,589
Capital Assets	252,972	245,784	149,670	151,183	402,642	396,967
Total Assets	309,588	317,421	273,862	273,135	583,450	590,556
Deferred Outflows of Resources	20,363	18,921	3,870	3,221	24,233	22,142
Long-Term Debt Outstanding	163,078	173,646	49,372	53,006	212,450	226,652
Other Liabilities	10,636	18,456	15,195	16,592	25,831	35,048
Total Liabilities	173,714	192,102	64,567	69,598	238,281	261,700
Deferred Inflows of Resources	28,582	19,155	21,559	21,668	50,141	40,823
Net Position:						
Net Investments in Capital Assets	203,423	190,393	120,084	119,606	323,507	309,999
Restricted	3,680	3,551	5,276	4,327	8,956	7,878
Unrestricted	(79,448)	(68,859)	66,246	61,157	(13,202)	(7,702)
Total Net Position	$ 127,655	$ 125,085	$ 191,606	$ 185,090	$ 319,261	$ 310,175

TABLE 2
CHANGES IN NET POSITION
(in Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program Revenues:						
Charges for Services	$ 10,213	$ 9,394	$ 99,467	$ 93,854	$ 109,680	$ 103,248
Operating Grants and Contributions	60,360	60,878	-	-	60,360	60,878
Capital Grants and Contributions	1,073	2,265	-	368	1,073	2,633
General Revenues:						
Property Taxes	144,584	137,233	-	-	144,584	137,233
Grants and Contributions Not Restricted to Specific Purposes	8,155	9,152	-	-	8,155	9,152
Unrestricted Investment Earnings	3,138	3,238	3,503	3,893	6,641	7,131
Other General Revenues	4,753	6,286	2,205	2,117	6,958	8,403
Total Revenues	232,276	228,446	105,175	100,232	337,451	328,678
Program Expenses:						
General Government	27,731	32,090	-	-	27,731	32,090
Public Safety	22,852	23,864	-	-	22,852	23,864
Public Works	10,396	12,254	-	-	10,396	12,254
Health and Social Services	5,285	5,553	-	-	5,285	5,553
Parks and Recreation	2,666	2,218	-	-	2,666	2,218
Education	160,954	151,610	-	-	160,954	151,610
Interest on Long-Term Debt	1,561	1,025	-	-	1,561	1,025
Electric	-	-	77,929	74,366	77,929	74,366
Water	-	-	8,091	7,250	8,091	7,250
Sewer	-	-	10,900	9,086	10,900	9,086
Total Program Expenses	231,445	228,614	96,920	90,702	328,365	319,316
Change in Net Position Before Transfers	831	(168)	8,255	9,530	9,086	9,362
Transfers	1,739	1,758	(1,739)	(1,758)	-	-
Change in Net Position	2,570	1,590	6,516	7,772	9,086	9,362
Net Position - Beginning of Year	125,085	123,495	185,090	177,318	310,175	300,813
Net Position - End of Year	$ 127,655	$ 125,085	$ 191,606	$ 185,090	$ 319,261	$ 310,175

The net position of the Town's Governmental activities increased by $2.6 million, from $125.1 million to $127.7 million. Unrestricted net position—the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—decreased by $10.5 million, from ($68.9) million to ($79.4) million.

The net position of the Town's business-type activities increased by $6.5 million from $185.1 million to $191.6 million. $5.5 million of this increase is due mostly to the operating surplus in the Electric Division due to higher operating income created by purchase power costs being less than market projections and higher non-operating revenues due to increased interest rates.

The Town's total revenues (excluding transfers) were $331.7 million. The total cost of all programs and services was $328.4 million. Our analysis below separately considers the operations of governmental and business-type activities.

Governmental Activities

Governmental activities increased the Town's net position by $2.6 million. Revenues of the Town's total governmental activities increased $3.9 million in 2025, $232.3 million compared to $228.4 million. This is primarily due to an increase in Property Taxes. The increase in expenses of $2.8 million, $231.4 million versus $228.6 million for Governmental activities is attributed to an increase in Education expenses. Governmental Accounting Standards require that the activity from the Teacher's Retirement Fund be recognized in the financial statements as both a revenue and an expense. The slight tax increase in Property Taxes and budgetary conservatism allowed the Town to provide services consistent with previous years' levels.

Table 3 presents the cost of each of the Town's five largest programs—general government, public safety, public works, health and social services, and education—as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

TABLE 3
GOVERNMENTAL ACTIVITIES
(in Thousands)

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
General Government	$ 27,731	$ 32,090	$ 21,206	$ 24,018
Public Safety	22,852	23,864	18,586	20,144
Public Works	10,396	12,254	9,576	9,999
Health and Social Services	5,285	5,553	4,251	1,868
Education	160,954	151,610	103,078	97,860
All Others	4,227	3,243	3,102	2,188
Total	$ 231,445	$ 228,614	$ 159,799	$ 156,077

Business-Type Activities

Business-type activities increased the Town's net position by $7.8 million, primarily due to the aforementioned operating surplus in the Electric Division.

TOWN FUNDS FINANCIAL ANALYSIS

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

Governmental Funds

The focus of the Town's governmental funds is to provide information on the near-term inflows, outflows and balances of expendable resources. Such information is useful in assessing the Town's financing requirements.

At June 30, 2025 the Town's governmental funds (as presented in the balance sheet, Exhibit III) reported a combined fund balance of $26.7 million, a decrease of $13.2 million from last year's total of $39.9 million, mostly due to expenditures from the Police Headquarters construction project and the purchase of 4 Fairfield Boulevard that will be bonded next fiscal year.

General Fund

The General Fund is the primary operating fund of the Town. The Town's General Fund reported a total fund balance this year of $34.2 million reflecting an increase of $1.9 million over the prior year. The General Fund's unassigned component is $20.7 million with $9.0 million assigned to the FY 2026 Budget.

Key factors that contributed to the financial outcome are as follows:

Revenue exceeded the amended budget by $2.5 million. Interest revenue exceeded the amended budget by $1.1 million since interest rates remained higher than the Town anticipated. Building permit fees exceeded the amended budget by $535 thousand due to increased building activity during the year. Ambulance revenue exceeded the amended budget by $396 thousand due to additional units being put in service during peak hours.

Town Departments and the Board of Education expended $9.2 million less than budgeted. Of this amount, $1.3 million was assigned to fiscal year 2026 for purchases on order at June 30, 2025. There was also $3.1 million committed to fiscal year 2026 as Appropriations in Force

Capital and Nonrecurring Fund

The Town's Capital and Nonrecurring Fund reported a fund balance this year of $3.6 million reflecting an increase of $.8 million over the prior year. The $3.2 million in expenditures shows the Town's continued commitment to capital improvements.

American Rescue Plan Act

The Town was awarded $13.1 million in ARPA funds. As of June 30, 2025, the Town has received $13.1 million and expended $11.6 million, reporting the balance of $1.5 million as unearned revenue.

General Fund Budgetary Highlights

The following were the primary General Fund revenue budget variances:

- The Town collected $416 thousand more in General Property Taxes.
- The Ambulance revenue collected $396 thousand more than budgeted.
- The Town earned $1.1 million more interest income than budgeted, as rates did not decrease as significantly as was anticipated.

The larger General Fund expenditure budget variances were in the following areas:

- The Town's pension contributions were approximately $1 million less than budgeted, and the Town's health insurance contributions were approximately $417 thousand less than budgeted primarily due to employee retirements exceeding the Town's expectations and the time lag in replacing them.

- The same reason caused a total positive $1.8 million budget variance in Regular Wages for the Police, Fire, and Public Works departments.

- A mild winter season resulted in $341 thousand less spent than budgeted for Public Works Operating costs.

- The Town had $659 thousand remaining in the Contingency budget.

There were no significant expenditure budget line items that required additional funding during the year.

The final amended expenditure budget was $4.2 million higher than the original budget, primarily due to general government and school items approved as Appropriations-in-Force carried forward from prior fiscal years budgets, as reported as part of the General Fund "Committed" Fund Balance.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2025, the Town had $403 million invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and electric, water, and sewer utility plant, and transmission and distribution lines (see Table 4). This amount represents a net increase (including additions, deductions, and depreciation) of $6 million or 1.51% more than last year. The Town's administration views this as moderate increase and sufficient to meet the Town's needs, balanced with the economic times.

TABLE 4
CAPITAL ASSETS AT YEAR END (Net of Depreciation)
(in Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land and Land Improvements	$ 43,011	$ 42,765	$ 2,321	$ 2,318	$ 45,332	$ 45,083
Buildings, Utility Plant, and Improvements	129,969	131,866	74,203	75,817	204,172	207,683
Vehicles, Machinery, and Equipment	4,350	4,000	9,053	9,914	13,403	13,914
Infrastructure	29,823	30,571	63,745	62,790	93,568	93,361
Lease Assets	224	467	-	-	224	467
Subscription Based Information Technology Arrangements	494	64	-	-	494	64
Construction in Progress	45,101	36,051	348	344	45,449	36,395
Total	$ 252,972	$ 245,784	$ 149,670	$ 151,183	$ 402,642	$ 396,967

This year's major capital additions included:

4 Fairfield Boulevard	$4.2 Million
Police HQ Building	$8.4 Million

The Town's fiscal year 2025/2026 budget calls for spending $1.7 million for capital projects, principally for road reconstruction. More detailed information about the Town's capital assets is presented in Note 6 to the financial statements.

Long-Term Debt

At June 30, 2025, the Town had $76.0 million in bonds and serial notes outstanding versus $82.4 million last year, as shown in Table 8.

TABLE 5
OUTSTANDING DEBT AT YEAR END
(in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General Obligation Bonds and State of Connecticut Serial Notes (Backed by the Town)	46.5	51.0	29.5	31.4	76.0	82.4

The Town of Wallingford's total debt outstanding decreased by $6.4 million or 7.8% during the 2024-2025 fiscal year. The Town participates in the State Clean Water Fund Program which provides grants and short-term/interim financing for qualifying projects. The Town utilized $31.6 million of this interim financing, pending closing of this project with the state upon project completion. See Note 8 to the financial statements for more detailed information.

State statutes limit the amount of general obligation debt a governmental entity may issue up to seven times its annual receipts from taxation. The current debt limitation for the Town of Wallingford is $963.9 million. The Town's outstanding general obligation debt is significantly below this limitation.

Other obligations include accrued vacation pay and sick leave. More detailed information about the Town's long-term liabilities is presented in Note 8 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The unemployment rate for the Town of Wallingford has declined since last year. At June 30, 2025, the unemployment rate was 2.9%, up from 2.0% one year ago. This compares favorably to 3.4% for the state of Connecticut in 2025.

In addition, the real estate market for commercial/industrial and residential property has continued to be strong.

Results of municipal financial operations show stability and consistency, as demonstrated by solid financial results in the past few audits.

As previously stated, the General Fund total fund balance increased from $32.2 million at June 30, 2024, to $34.2 million at June 30, 2025. Of this $34.2 million General Fund balance is $20.7million of unassigned fund balance. The Town feels that the $20.7 million in unassigned fund balance places the Town in a strong position to withstand unexpected events. Although all municipalities in the State, including the Town of Wallingford, are facing major uncertainties due to the rising inflation rates, the Town's finances and financial plans remain stable.

The Town adopted a General Fund budget that contains conservative revenue forecasts as follows:

- Utilized an estimated tax collection rate of 98.2%, in recognition of the unemployment rate of homeowners who may fall delinquent on taxes.

- The Town will continue to work with its state assembly delegation and municipal cooperative organizations to minimize reductions in State aid and make necessary budget decisions if State grants are reduced.

The Town adopted expenditure budgets attempting to maintain essential services with no new programs or initiatives. Some of the major highlights of these efforts are:

- Most part time positions in the general government, which were eliminated over the last several years, remain unfilled and excluded from the budget.

- Several major capital items were reduced from General Fund budgets for consideration of funding from the American Rescue Plan Act, which is recorded as a special revenue fund.

The taxable Grand List of October 1, 2024, which is in effect for fiscal 2025/2026 increased 31.11% from the previous year following a revaluation. The increase is attributed to a significant increase in property values including residential and commercial properties. The mill rate decreased by 6.54 mills to 24.12 mills, or (21.33) %.

Although there was a slight increase in growth of the grand list, expenditure requests had to be pared to present a modest tax increase to the Town Council. The Budget also utilized $9.0 million of fund balance, an increase of $1.1 million to achieve this.

The total adopted General Fund expenditure budget for fiscal year 2025/2026 increased $7.8 million, or 3.99% higher than fiscal year 2024/2025. The general government budget increased $4.1 million, or 5.3%, mostly due increases in employee benefits for pension, health insurance and debt service. The Board of Education budget increased $3.7 million, or 3.1%, mostly due to increases in wages and employee benefits.

As for the Town's business-type activities, the Electric Division operating expense budget reflects an increase of $3.75 million, or 4.56%, mostly due to increased purchase power costs. Base electric rates were realigned in July 2025 on the results of the cost-of-service study completed in Quarter 2 of 2021. The adjustment was the last phase of a multi-year realignment. Wallingford Electric Division rates remain among the lowest in Connecticut and the New England region. The Water Division operating expense budget increased by approximately $388 thousand, or 3.99%, from the prior fiscal year. The Sewer Division operating expense budget decreased by $129 thousand, or (1.05) %, from the prior fiscal year.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Office of the Comptroller, 45 South Main Street, Wallingford, Connecticut 06492.

BASIC FINANCIAL STATEMENTS

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2025
(IN THOUSANDS)

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 49,355	$ 30,293	$ 79,648
Investments	-	55,300	55,300
Receivables, Net	7,109	14,289	21,398
Lease Receivables	-	20,129	20,129
Due from Pension Trust	63	-	63
Supplies	50	4,097	4,147
Other Assets	39	84	123
Capital Assets:			
Assets Not Being Depreciated	78,115	2,669	80,784
Assets Being Depreciated, Net	174,857	147,001	321,858
Total Assets	309,588	273,862	583,450
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	42	-	42
Deferred Outflows Related to OPEB	7,544	246	7,790
Deferred Outflows Related to Pension	12,777	3,624	16,401
Total Deferred Outflows of Resources	20,363	3,870	24,233
LIABILITIES			
Accounts Payable and Accrued Expenses	6,203	10,703	16,906
Customer Deposits	-	4,492	4,492
Unearned Revenue	4,347	-	4,347
Other Liabilities	86	-	86
Noncurrent Liabilities:			
Due Within One Year	12,388	2,589	14,977
Due in More than One Year	150,690	46,783	197,473
Total Liabilities	173,714	64,567	238,281
DEFERRED INFLOWS OF RESOURCES			
Advanced Property Tax Collections	5,020	-	5,020
Deferred Inflows Related to OPEB	14,552	829	15,381
Deferred Inflows Related to Pension	9,010	2,433	11,443
Lease Receivables	-	18,297	18,297
Total Deferred Inflows of Resources	28,582	21,559	50,141
NET POSITION			
Net Investment in Capital Assets	203,423	120,084	323,507
Restricted:			
Conservation Programs	-	5,276	5,276
Trust Purposes:			
Nonexpendable	1,519	-	1,519
Education	1,505	-	1,505
Other Purposes	656	-	656
Unrestricted	(79,448)	66,246	(13,202)
Total Net Position	$ 127,655	$ 191,606	$ 319,261

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

FUNCTIONS/PROGRAMS	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net Revenues (Expenses) and Changes in Net Position: Governmental Activities	Net Revenues (Expenses) and Changes in Net Position: Business-Type Activities	Net Revenues (Expenses) and Changes in Net Position: Total
Governmental Activities:							
General Government	$ 27,731	$ 2,669	$ 3,856	$ -	$ (21,206)	$ -	$ (21,206)
Public Safety	22,852	4,112	154	-	(18,586)	-	(18,586)
Public Works	10,396	9	-	811	(9,576)	-	(9,576)
Health and Social Services	5,285	58	976	-	(4,251)	-	(4,251)
Parks and Recreation	2,666	1,125	-	-	(1,541)	-	(1,541)
Education	160,954	2,240	55,374	262	(103,078)	-	(103,078)
Interest on Long-Term Debt	1,561	-	-	-	(1,561)	-	(1,561)
Total Governmental Activities	231,445	10,213	60,360	1,073	(159,799)	-	(159,799)
Business-Type Activities:							
Electric	77,929	81,229	-	-	-	3,300	3,300
Water	8,091	8,772	-	-	-	681	681
Sewer	10,900	9,466	-	-	-	(1,434)	(1,434)
Total Business-Type Activities	96,920	99,467	-	-	-	2,547	2,547
Total	$ 328,365	$ 109,680	$ 60,360	$ 1,073	(159,799)	2,547	(157,252)
GENERAL REVENUES							
Property Taxes					144,584	-	144,584
Grants and Contributions Not Restricted to Specific Programs					8,155	-	8,155
Unrestricted Investment Earnings					3,138	3,503	6,641
Miscellaneous					4,753	2,205	6,958
Total General Revenues					160,630	5,708	166,338
TRANSFERS					1,739	(1,739)	-
Total General Revenues and Transfers					162,369	3,969	166,338
CHANGE IN NET POSITION					2,570	6,516	9,086
Net Position - Beginning of Year					125,085	185,090	310,175
NET POSITION - END OF YEAR					$ 127,655	$ 191,606	$ 319,261

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025
(IN THOUSANDS)

	General	Capital and Nonrecurring	American Rescue Plan Act	Police Headquarters	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	$ 44,819	$ -	$ -	$ -	$ 4,536	$ 49,355
Receivables, Net	6,488	-	-	-	453	6,941
Due from Other Funds	19,537	3,873	1,525	-	6,828	31,763
Supplies	-	-	-	-	50	50
Prepaid Items	8	-	-	-	30	38
Total Assets	$ 70,852	$ 3,873	$ 1,525	$ -	$ 11,897	$ 88,147
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts and Other Payables	$ 4,590	$ 300	$ 27	$ 120	$ 603	$ 5,640
Due to Other Funds	21,323	-	-	10,420	9,117	40,860
Unearned Revenue	302	-	1,498	-	2,547	4,347
Other Liabilities	-	-	-	-	86	86
Total Liabilities	26,215	300	1,525	10,540	12,353	50,933
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Property Taxes	5,464	-	-	-	-	5,464
Advanced Property Tax Collections	5,020	-	-	-	-	5,020
Total Deferred Inflows of Resources	10,484	-	-	-	-	10,484
FUND BALANCES						
Nonspendable	8	-	-	-	1,599	1,607
Restricted	-	-	-	-	2,161	2,161
Committed	3,148	3,573	-	-	5,400	12,121
Assigned	10,281	-	-	-	-	10,281
Unassigned	20,716	-	-	(10,540)	(9,616)	560
Total Fund Balances	34,153	3,573	-	(10,540)	(456)	26,730
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 70,852	$ 3,873	$ 1,525	$ -	$ 11,897	$ 88,147

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2025
(IN THOUSANDS)

RECONCILIATION TO THE STATEMENT OF NET POSITION

Fund Balances - Total Governmental Funds	$	26,730
Amounts reported for governmental activities in the statement of net position (Exhibit I) are different because of the following:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Governmental Capital Assets		483,832
Less: Accumulated Depreciation		(230,860)
Net Capital Assets		252,972
Other long-term assets and deferred outflows are not available to pay for current-period expenditures and, therefore, are not recorded in the funds:		
Property Tax Receivables Greater Than 60 Days		4,303
Interest Receivable on Property Taxes		1,161
Deferred Charges on Refunding		42
Deferred Outflows Related to Pension		12,777
Deferred Outflows Related to OPEB		7,544
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.		4,568
Long-term liabilities, and deferred inflows, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
Bonds and Notes Payable		(46,485)
Interest Payable on Bonds and Notes		(562)
Leases Payable		(233)
Compensated Absences		(14,075)
Retired Employee Obligations		(711)
Heart and Hypertension		(1,624)
Premium on Bond Issuance		(1,982)
Net Pension Liability		(60,936)
Deferred Inflows Related to Pension		(9,010)
Deferred Inflows Related to OPEB		(14,552)
Total OPEB Liability		(32,272)
Net Position of Governmental Activities (Exhibit I)	$	127,655

See accompanying Notes to Basic Financial Statements.

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

	General	Capital and Nonrecurring	American Rescue Plan Act	Police Headquarters	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
General Property Taxes	$ 144,086	$ -	$ -	$ -	$ -	$ 144,086
Licenses and Permits	1,526	-	-	-	-	1,526
Intergovernmental Revenues	51,862	262	2,601	-	10,875	65,600
Charges for Services	6,122	-	-	-	2,730	8,852
Investment Income	3,082	-	-	-	51	3,133
Other	3,348	-	-	-	1,795	5,143
Total Revenues	210,026	262	2,601	-	15,451	228,340
EXPENDITURES						
Current:						
General Government	31,830	-	-	-	22	31,852
Public Safety	22,332	-	-	-	91	22,423
Public Works	6,510	-	-	-	697	7,207
Health and Social Services	2,532	-	2,601	-	885	6,018
Parks and Recreation	967	-	-	-	926	1,893
Education	137,227	-	-	-	12,120	149,347
Capital Outlay	493	3,204	-	8,374	6,138	18,209
Debt Service	6,306	-	-	-	-	6,306
Total Expenditures	208,197	3,204	2,601	8,374	20,879	243,255
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,829	(2,942)	-	(8,374)	(5,428)	(14,915)
OTHER FINANCING SOURCES (USES)						
Transfers In	2,027	1,739	-	-	213	3,979
Transfers Out	(1,952)	-	-	-	(288)	(2,240)
Bonds Issued	-	-	-	-	-	-
Bond Premium	-	-	-	-	-	-
Total Other Financing Sources (Uses)	75	1,739	-	-	(75)	1,739
NET CHANGE IN FUND BALANCES	1,904	(1,203)	-	(8,374)	(5,503)	(13,176)
Fund Balance - Beginning of Year, as Originally Reported	32,249	4,776	-	-	2,881	39,906
Change Within the Reporting Entity	-	-	-	(2,166)	2,166	-
Fund Balance - Beginning of Year, as Adjusted	32,249	4,776	-	(2,166)	5,047	39,906
FUND BALANCE - END OF YEAR	$ 34,153	$ 3,573	$ -	$ (10,540)	$ (456)	$ 26,730

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net Change in Fund Balances - Total Governmental Funds (Exhibit IV)	$	(13,176)
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		16,847
Depreciation Expense		(9,659)
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		408
Property Tax Interest and Lien Revenue - Accrual Basis Change		89
Change in Deferred Outflows related to Pension		2,521
Change in Deferred Outflows related to OPEB		(973)
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		4,530
Lease Payments		250

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

RECONCILIATION TO THE STATEMENT OF ACTIVITIES (CONTINUED)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Compensated Absences	$	(1,337)
Retired Employee Obligations		(324)
Heart and Hypertension		521
Accrued Interest		41
Amortization of Bond Premium		275
Amortization of Deferred Charge on Refunding		(106)
Total OPEB Liability		2,651
Change in Net Pension Liability		3,890
Change in Deferred Inflows related to Pension		(4,943)
Change in Deferred Inflows related to OPEB		(2,841)
Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.		3,906
Change in Net Position of Governmental Activities (Exhibit II)	$	2,570

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025
(IN THOUSANDS)

	Business-Type Activities				Governmental Activities
	Electric Fund	Water Fund	Sewer Fund	Total	Internal Service Fund
ASSETS					
Current Assets:					
Cash and Cash Equivalents	$ 17,201	$ 1,477	$ 1,336	$ 20,014	$ -
Restricted Cash	9,768	511	-	10,279	-
Receivables, Net	9,330	2,429	2,530	14,289	231
Lease Receivables	20,129	-	-	20,129	-
Investments	22,700	14,175	18,425	55,300	-
Supplies	3,746	351	-	4,097	-
Due from Other Funds	-	-	-	-	9,097
Other Assets	76	-	8	84	-
Total Current Assets	82,950	18,943	22,299	124,192	9,328
Noncurrent Assets:					
Capital Assets, Net	43,667	37,272	68,731	149,670	-
Total Assets	126,617	56,215	91,030	273,862	9,328
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows of Resources Related to OPEB	185	43	18	246	-
Deferred Outflows of Resources Related to Pension	1,975	938	711	3,624	-
Total Deferred Outflows of Resources	2,160	981	729	3,870	-
LIABILITIES					
Current Liabilities:					
Accounts Payable and Accrued Expenses	9,007	1,185	511	10,703	-
Bond and Notes Payable	-	195	1,665	1,860	-
Risk Management Claims	-	-	-	-	3,663
Compensated Absences	353	232	106	691	-
Total OPEB Liability	36	1	1	38	-
Current Liabilities Payable from Restricted Assets:					
Customer Deposits Payable	4,492	-	-	4,492	-
Total Current Liabilities	13,888	1,613	2,283	17,784	3,663
Noncurrent Liabilities:					
Bond and Notes Payable	-	800	26,926	27,726	-
Compensated Absences	553	284	130	967	-
Total OPEB Liability	648	184	108	940	-
Net Pension Liability	11,409	2,803	2,938	17,150	-
Risk Management Claims	-	-	-	-	1,097
Total Noncurrent Liabilities	12,610	4,071	30,102	46,783	1,097
Total Liabilities	26,498	5,684	32,385	64,567	4,760
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows of Resources Related to OPEB	273	327	229	829	-
Deferred Inflows of Resources Related to Pension	1,218	703	512	2,433	-
Lease Receivables	18,297	-	-	18,297	-
Total Deferred Inflows of Resources	19,788	1,030	741	21,559	-
NET POSITION					
Net Investment in Capital Assets	43,667	36,277	40,140	120,084	-
Restricted for Conservation Programs	5,276	-	-	5,276	-
Unrestricted	33,548	14,205	18,493	66,246	4,568
Total Net Position	$ 82,491	$ 50,482	$ 58,633	$ 191,606	$ 4,568

See accompanying Notes to Basic Financial Statements.

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

	Business-Type Activities				Governmental Activities
	Electric Fund	Water Fund	Sewer Fund	Total	Internal Service Fund
OPERATING REVENUES					
Operations	$ 79,797	$ 8,632	$ 9,138	$ 97,567	$ -
Fund Premiums	-	-	-	-	33,115
Other	1,432	140	328	1,900	-
Total Operating Revenues	81,229	8,772	9,466	99,467	33,115
OPERATING EXPENSES					
Operations	71,478	5,979	6,697	84,154	-
Depreciation	3,766	2,104	3,612	9,482	-
Gross Earnings and Property Taxes	2,262	-	-	2,262	-
Employee Benefits	-	-	-	-	25,764
Other	170	-	-	170	3,445
Total Operating Expenses	77,676	8,083	10,309	96,068	29,209
OPERATING INCOME (LOSS)	3,553	689	(843)	3,399	3,906
NONOPERATING INCOME (LOSS)					
Lease Income	1,491	-	-	1,491	-
Rental Income	637	77	-	714	-
Loss on Disposal of Capital Assets	(19)	-	-	(19)	-
Interest and Amortization Expense	-	(8)	(591)	(599)	-
Interest on Customer Deposits	(234)	-	-	(234)	-
Investment and Interest Income	1,804	699	1,000	3,503	-
Total Nonoperating Income (Loss)	3,679	768	409	4,856	-
NET INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	7,232	1,457	(434)	8,255	3,906
CONTRIBUTIONS AND TRANSFERS					
Transfer Out	(1,739)	-	-	(1,739)	-
CHANGE IN NET POSITION	5,493	1,457	(434)	6,516	3,906
Total Net Position - Beginning of Year	76,998	49,025	59,067	185,090	662
TOTAL NET POSITION - END OF YEAR	$ 82,491	$ 50,482	$ 58,633	$ 191,606	$ 4,568

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	Business-Type Activities				Governmental Activities
	Electric Fund	Water Fund	Sewer Fund	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Operations	$ 80,542	$ 8,885	$ 9,675	$ 99,102	$ 29,319
Cash Payments to Vendors and Other	(68,155)	(2,953)	(3,340)	(74,448)	(29,319)
Cash Payments to Employees	(6,924)	(4,075)	(3,517)	(14,516)	-
Net Cash Provided by Operating Activities	5,463	1,857	2,818	10,138	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Lease Principal Payments Received	1,491	-	-	1,491	-
Lease Interest Payments Received	412	-	-	412	-
Rental Income	637	77	-	714	-
Purchase of Capital Assets	(5,007)	(1,119)	(1,887)	(8,013)	-
Proceeds from the Sale of Capital Assets	25	-	-	25	-
Principal Payment on Bonds and Notes	-	(233)	(1,758)	(1,991)	-
Interest Paid on Bonds and Notes	-	(8)	(591)	(599)	-
Net Cash Used by Capital and Related Financing Activities	(2,442)	(1,283)	(4,236)	(7,961)	-
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES					
Customer Deposits	(234)	-	-	(234)	-
Transfers to Other Funds	(1,739)	-	-	(1,739)	-
Net Cash Used by Noncapital and Related Financing Activities	(1,973)	-	-	(1,973)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Sale of Investments	(1,309)	(1,325)	675	(1,959)	-
Income on Investments and Interest	1,392	699	1,000	3,091	-
Net Cash Provided (Used) by Investing Activities	83	(626)	1,675	1,132	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,131	(52)	257	1,336	-
Cash and Cash Equivalents - Beginning of Year	25,838	2,040	1,079	28,957	-
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 26,969	$ 1,988	$ 1,336	$ 30,293	$ -

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	Business-Type Activities				Governmental Activities
	Electric Fund	Water Fund	Sewer Fund	Total	Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating Income (Loss)	$ 3,553	$ 689	$ (843)	$ 3,399	$ 3,906
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Depreciation Expense	3,766	2,104	3,612	9,482	-
Changes in Assets, Deferred Outflows of Resources, Liabilities, and Deferred Inflows of Resources:					
(Increase) Decrease in:					
Receivables and Unbilled Revenue	(687)	113	209	(365)	(5)
Lease Receivables	1,118	-	-	1,118	-
Due from Other Funds	2	-	-	2	(3,791)
Inventory	52	(3)	-	49	-
Deferred Charges and Other Assets	254	-	(1)	253	-
Increase (Decrease) in:					
Accounts Payable and Accrued Expenses	(590)	(695)	25	(1,260)	(110)
Total OPEB Liability	(66)	3	7	(56)	-
Net Pension Liability	(842)	(559)	(325)	(1,726)	-
Deferred Outflows of Resources - Pension	(360)	(182)	(144)	(686)	-
Deferred Outflows of Resources - Lease	(1,492)	-	-	(1,492)	-
Deferred Inflows of Resources - Pension	668	397	291	1,356	-
Deferred Outflows of Resources - OPEB	27	7	3	37	-
Deferred Inflows of Resources - OPEB	60	(17)	(16)	27	-
Total Adjustments	1,910	1,168	3,661	6,739	(3,906)
Net Cash Provided by Operating Activities	$ 5,463	$ 1,857	$ 2,818	$ 10,138	$ -

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUND
JUNE 30, 2025
(IN THOUSANDS)

	Pension Trust Fund
ASSETS	
Cash and Cash Equivalents	$ 4,791
Investments:	
Mutual Funds	282,129
Accounts Receivable	361
Total Assets	287,281
LIABILITIES	
Accounts and Other Payables	63
NET POSITION	
Restricted for Pensions	$ 287,218

See accompanying Notes to Basic Financial Statements.

TOWN OF WALLINGFORD, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND
YEAR ENDED JUNE 30, 2025
(IN THOUSANDS)

	Pension Trust Fund
ADDITIONS	
Contributions:	
Employer	$ 13,091
Plan Members	3,785
Total Contributions	16,876
Investment Income (Loss):	
Net Change in Fair Value of Investments	23,336
Interest and Dividends	6,064
Other Income	12
Investment Fee Expense	(114)
Net Investment Income	29,298
Total Additions	46,174
DEDUCTIONS	
Benefits	23,830
Refunds of Contributions	531
Administration	137
Total Deductions	24,498
CHANGE IN NET POSITION	21,676
Net Position Restricted for Pensions - Beginning of Year	265,542
NET POSITION RESTRICTED FOR PENSIONS - END OF YEAR	$ 287,218

See accompanying Notes to Basic Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Wallingford, Connecticut, (the Town) 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 Town are described below.

A. Reporting Entity

The Town was incorporated in May 1670 under the provisions of the State of Connecticut General Assembly. It operates under a Mayor-Council form of government and provides services as authorized by its charter including public safety (police and fire), sanitation, health, recreation, social services, libraries, education, planning and zoning, and general administrative services.

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 a single-employer Public Retirement Systems (PERS) to provide retirement benefits to employees and their beneficiaries. The Town appoints a majority of the Pension Board and is required to make contributions to the pension plan and can impose its will.

The financial statements of the fiduciary component unit is reported as a Pension Trust fund in the fiduciary fund financial statements. Separate financial statements have not been prepared for the fiduciary component unit.

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 Town. The effect of interfund activity has been removed from these statements where appropriate. 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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

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.

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. Fiduciary funds use the economic resources measurement focus. 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The Town reports the following major governmental funds:

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

The *Capital and Nonrecurring Fund* accounts for the resources accumulated and expenditures made for the construction of capital facilities and other capital improvements and equipment purchases.

The *American Rescue Plan Act Fund* accounts for grant revenues and expenditures related to the federal American Rescue Plan Act grant.

The *Police Headquarters Fund* accounts for the resources accumulated and expenditures made for the construction of a new police headquarters.

The Town reports the following major proprietary funds:

The *Electric Fund* accounts for the activities of the Town's electric distribution operations.

The *Water Fund* accounts for the activities of the water plant, the collection system, the storage facilities, and the pumping system.

The *Sewer Fund* accounts for the activities of the sewage treatment plant, sewage pumping stations, and collection systems.

Additionally, the Town reports the following fund types:

The *Internal Service Fund* accounts for the health benefits and risk management activities of the Town.

The *Pension Trust Fund* accounts for the fiduciary activities of the Consolidated Pension Fund and the Volunteer Firefighters Pension Fund, which accumulates resources for pension benefit payments to qualified participants.

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 Town functions because the elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation and amortization 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 Town'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.

D. Deposits and Investments

The Town'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.

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.

Property taxes on all property are assessed as of October 1 prior to the beginning of the fiscal year and become legally due and payable on the following July 1 and January 1. If taxes are unpaid as of June 30 following the payable date, a lien is placed on the real property. Property assessments are made at 70% of the market value. Property taxes receivable are recorded on the due date. Taxes not paid within 30 days of the due date are subject to an interest charge of 1.5% per month. The Town is not a part of any overlapping government that assesses separate property taxes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Supplies and Prepaid Items

All supplies are valued at cost using the first-in/first-out (FIFO) method. Supplies 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. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

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 are defined by the government as individual, or similar, assets with an initial cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of a year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value rather than estimated fair market value at the date of 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	50 Years
Building Improvements	20 Years
Public Domain Infrastructure	50 Years
System Infrastructure	30 Years
Vehicles	5 Years
Office Equipment	5 Years
Computer Equipment	5 Years

Lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets (Continued)

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received form the SBITA vendor at the commencement of the SBITA term. Subsequently SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

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 future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then.

The Town reports a deferred charge on refunding and deferred outflows related to pension 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 pension and OPEB can result from differences between expected and actual experience, changes in assumptions, projected versus actual investment earnings or other inputs. With the exception of differences between projected and actual earnings, which are required to be recognized over a five-year period, these amounts are deferred and included in pension and OPEB 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 (participating active employees and vested former 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 future periods and so will not be recognized as an inflow of resources (revenue) until that time.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Deferred Outflows/Inflows of Resources (Continued)

The Town reports a deferred inflow of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB can result from differences between expected and actual experience, changes in assumptions, projected versus actual investment earnings, or other inputs. With the exception of differences between projected and actual earnings, which are required to be recognized over a five-year period, these amounts are deferred and included in pension and OPEB 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 (participating active employees and vested former employees). The Town also reports deferred inflow(s) of resources related to advanced property tax collections and leases in the government-wide statement of net position and in the governmental funds. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes, interest on property taxes, loans and other receivables. These amounts are deferred and recognized as an inflow of resources (revenue) in the period during which the amounts become available.

I. Compensated Absences

Employees earn compensated absences for various leave types, such as sick and vacation, in accordance with established employment policies and contractual agreements.

The liability for compensated absences reported in the government-wide and proprietary fund 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 include 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.

Expenditures associated with compensated absences are recognized in the governmental funds in the current year to the extent they are paid during the year or expected to be paid with available resources.

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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Total Other Postemployment Benefits Other than Pensions (OPEB) Liability

The total OPEB liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service. The total OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year and no later than the end of the current fiscal year, consistently applied from period to period.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, 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, as well as issuance costs, 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. Significant bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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.

M. Net Position

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

Net Investments in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation and amortization 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 "net investments in capital assets."

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Balance

The equity of the fund financial statements is defined as "fund balance" and is classified in the following categories:

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

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 (Town Council). A fund balance commitment is established, modified and/or rescinded by ordinance.

Assigned Fund Balance – This balance represents amounts constrained for the intent to be used for a specific purpose by the Town Council or the Comptroller, as they have been delegated authority to assign amounts by the Town Charter.

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.

The Town does not have a minimum fund balance policy. When both restricted and unrestricted resources are available for use, it is the Town'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.

O. Accounting Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

P. Adoption of New Accounting Standards

In June 2022, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 101, *Compensated Absences*. This statement aims to achieve a unified model for recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Adoption of New Accounting Standards (Continued)

In December 2023, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 102, *Certain Risk Disclosures*. This statement expands disclosure requirements for risks arising from concentrations and constraints that may significantly impact a government's ability to acquire resources or control spending. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

The City adopted these requirements effective July 1, 2024. The implementation of these standards did not have a material impact on the City's financial statements.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Departmental managers submit their budgets to the finance department 120 days prior to year-end for the fiscal year commencing the following July 1. Thirty days later, the Mayor and Comptroller present the proposed operating budget to the Town Council. The operating budget includes proposed expenditures and the means of financing them. The Town Council holds a public hearing to obtain taxpayer comments, and the budget is legally adopted through passage of an ordinance prior to June 1. The enterprise funds are also under the same budgetary control.

Supplemental budget appropriations must be adopted by the Town Council. During the fiscal year ended June 30, 2025, there were General Fund supplemental budget appropriations totaling $1,743.

In the General Fund, capital purchase appropriations in force of $2,471 were carried forward from prior years.

The annual budget is approved at the line-item level. The Town issues a separately prepared budget report by line item to comply with this legal requirement. Upon approval of the Town Council, transfers from one budgetary line to another, or from contingency accounts, may be made within a department. Transfers between departments can be made upon request of the Mayor and by passage of a resolution by the Council during the last three months of the fiscal year. Appropriations lapse at year-end except appropriations of the capital projects funds, which continue until completion of the applicable project.

The General Fund is the only governmental fund with a legally adopted annual budget.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported in either restricted, committed or assigned fund balance depending on level of restriction and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Deficit Fund Equity

Major Funds:		
Police Headquarters*	$	10,540
Nonmajor Funds:		
Capital Project Funds:		
School Renovations*		1,184
Vernon E. Cleaves Vo-Ag Center*		1,610
School Roof Projects*		1,278
BOE Capital Projects*		1,341
4 Fairfield Blvd*		4,173

* Deficit will be funded through permanent financing or through transfers from the General Fund.

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 position values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net position 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.

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

A. Deposits

Deposit Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposit will not be returned. The Town's formal deposit policy includes sections regarding qualified institutions, independent ratings, insurance and collateralization of uninsured funds to mitigate 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.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures: an amendment of GASB Statement No. 3*, $84,766 of the Town's bank balance of $142,601 was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	$ 76,041
Uninsured and Collateral Held by the Pledging Bank's Trust Department, Not in the Town's Name	8,725
Total Amount Subject to Custodial Credit Risk	$ 84,766

B. Investments

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

	Investment Maturities			
	Less than 1 Year	1 to 10 Years	More than 10 Years	Fair Value
Interest-Bearing Investment:				
Certificate of Deposit*	$ 55,300	$ -	$ -	$ 55,300
Total	$ 55,300	$ -	$ -	55,300
Other Investments:				
Mutual Funds				282,129
Total Investments				$ 337,429

* Certificates of deposit are unrated.

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

B. Investments (Continued)

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

	Fair Value Measurements Using			
	Level 1	Level 2	Level 3	Fair Value
Investments by Fair Value Level:				
Mutual Funds	$ 282,129	$ -	$ -	$ 282,129
Total Investments by Fair Value Level	$ 282,129	$ -	$ -	282,129
Investments Not Recorded at Fair Value				55,300
Total Investments				$ 337,429

* Subject to coverage by Federal Depository Insurance and collateralization as described under "Deposits" above

Interest Rate Risk

The Town's formal investment policy limits short-term investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Short-term investment maturities are allowed to range from seven days to one year. To the extent possible, the Town will attempt to match its investments with anticipated cash flow requirements.

Credit Risk – Investments

As indicated above, State Statutes limit the investment options of cities and towns. The Town's investment policy further limits its investment choices. Derivatives, leveraged investments, repurchase agreements and reverse repurchase agreements are not used because of the unacceptable exposure to risk from these investment products. The Town does not have any further restrictions other than the state statute governing investments in obligations of any state or political subdivision or in obligations of the state of Connecticut or political subdivision.

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

B. Investments (Continued)

Concentration of Credit Risk

The Town's investment policy does not restrict investments in any one issuer that is in excess of 5% of the Town's total investments. The investment policy does limit pooled investments in the management of pension funds; however, no additional restrictions on individual investments are established in the policy.

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 Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town's formal investment policy includes sections regarding safekeeping and custody of investments to mitigate custodial credit risk. At June 30, 2025, the Town did not have any uninsured and unregistered securities held by the counterparty or by its trust department or agent that were not in the Town's name.

NOTE 4 RECEIVABLES

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

	General	Electric	Water	Sewer	Nonmajor and Other Funds	Total
Receivables:						
Taxes	$ 6,189	$ -	$ -	$ -	$ -	$ 6,189
Accrued Interest	1,161	-	-	-	-	1,161
Intergovernmental	19	-	-	-	451	470
Service Fees and Interest	-	4,781	385	415	-	5,581
Unbilled Service Fees	-	3,845	1,989	2,086	-	7,920
Leases	-	20,129	-	-	-	20,129
Due from Pension Trust	63	-	-	-	-	63
Accounts and Other	602	874	55	29	233	1,793
Gross Receivables	8,034	29,629	2,429	2,530	684	43,306
Less Allowance for Uncollectibles:						
Taxes	(1,114)	-	-	-	-	(1,114)
Interest on Taxes	(139)	-	-	-	-	(139)
Service Fees	-	(170)	-	-	-	(170)
Accounts and Other	(293)	-	-	-	-	(293)
Total Allowance	(1,546)	(170)	-	-	-	(1,716)
Net Total Receivables	$ 6,488	$ 29,459	$ 2,429	$ 2,530	$ 684	$ 41,590

NOTE 5 LEASE RECEIVABLES

The Town, acting as lessor, leases land, buildings and electrical pole space under long-term, noncancelable lease agreements. The leases expire at various dates through 2040. During the year ended June 30, 2025, the Town recognized $1,491 and $412 in lease revenue and interest revenue, respectively, pursuant to these contracts.

NOTE 6 CAPITAL ASSETS

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

	Balance - Beginning of Year	Transfers	Increases	Decreases	Balance - End of Year
Governmental Activities:					
Capital Assets Not Being Depreciated:					
Land	$ 32,467	$ -	$ 547	$ -	$ 33,014
Construction in Progress	36,051	(818)	9,868	-	45,101
Total Capital Assets Not Being Depreciated	68,518	(818)	10,415	-	78,115
Capital Assets Being Depreciated:					
Land Improvements	19,998	623	-	-	20,621
Buildings and Improvements	271,789	195	4,402	-	276,386
Vehicles, Machinery, and Equipment	25,075	-	1,537	(280)	26,332
Infrastructure	80,734	-	-	-	80,734
Total Capital Assets Being Depreciated	397,596	818	5,939	(280)	404,073
Less Accumulated Depreciation for:					
Land Improvements	(9,700)	-	(924)	-	(10,624)
Buildings and Improvements	(139,923)	-	(6,494)	-	(146,417)
Vehicles, Machinery, and Equipment	(21,075)	-	(1,187)	280	(21,982)
Infrastructure	(50,163)	-	(748)	-	(50,911)
Total Accumulated Depreciation	(220,861)	-	(9,353)	280	(229,934)
Lease Assets Being Amortized:					
Buildings and Improvements	704	-	-	-	704
Vehicles, Machinery, and Equipment	396	-	-	-	396
Total Lease Assets Being Amortized	1,100	-	-	-	1,100
Less Accumulated Amortization for:					
Buildings and Improvements	(437)	-	(145)	-	(582)
Vehicles, Machinery, and Equipment	(196)	-	(98)	-	(294)
Total Accumulated Amortization	(633)	-	(243)	-	(876)
Intangible Subscription Based Information Technology Arrangement Assets					
Subscription Based Information Technology Arrangements	190	-	493	(139)	544
Less Accumulated Amortization for:					
Subscription Based Information Technology Arrangements	(126)	-	(63)	139	(50)
Total Capital Assets Being Depreciated/Amortized, Net	177,266	818	(3,227)	-	174,857
Governmental Activities Capital Assets, Net	$ 245,784	$ -	$ 7,188	$ -	$ 252,972

NOTE 6 CAPITAL ASSETS (CONTINUED)

Business-Type Activities:					
Capital Assets Not Being Depreciated:					
Land	$ 2,318	$ -	$ 3	$ -	$ 2,321
Construction in Progress	344		4	-	348
Total Capital Assets Not Being Depreciated	2,662	-	7	-	2,669
Capital Assets Being Depreciated:					
Utility Plant	165,169	1,756	1,123	-	168,048
Infrastructure	169,620	-	4,629	(218)	174,031
Machinery and Equipment	43,359	(1,756)	2,253	(35)	43,821
Total Capital Assets Being Depreciated	378,148	-	8,005	(253)	385,900
Less Accumulated Depreciation for:					
Utility Plant	(89,352)	-	(4,493)	-	(93,845)
Infrastructure	(106,830)	-	(3,632)	176	(110,286)
Machinery and Equipment	(33,445)	-	(1,357)	34	(34,768)
Total Accumulated Depreciation	(229,627)	-	(9,482)	210	(238,899)
Total Capital Assets Being Depreciated, Net	148,521	-	(1,477)	(43)	147,001
Business-Type Activities Capital Assets, Net	$ 151,183	$ -	$ (1,470)	$ (43)	$ 149,670

Depreciation and amortization expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General Government	$ 417
Public Safety	988
Public Works	1,028
Parks and Recreation	860
Education	6,366
Total Depreciation/Amortization Expense - Governmental Activities	$ 9,659
Business-Type Activities:	
Electric	$ 3,766
Water	2,104
Sewer	3,612
Total Depreciation Expense - Business-Type Activities	$ 9,482

NOTE 6 CAPITAL ASSETS (CONTINUED)

Construction Commitments

The Town has active construction projects as of June 30, 2025. At year-end, the projects unexpended authorization available to fund commitments with contractors is as follows:

Description	Cumulative Authorization	Current Expenditures	Cumulative Expenditures	Balance
Police HQ Building	$ 36,398	$ 8,375	$ 35,918	$ 480
Northford Road Bridge	2,030	48	1,828	202
4 Fairfield Boulevard	5,100	4,174	4,174	926
Total	$ 43,528	$ 12,597	$ 41,920	$ 1,608

NOTE 7 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

During the course of operations, transactions are processed through a fund on behalf of another fund. Additionally, revenues received in one fund are transferred to another fund. A summary of interfund balances as of June 30, 2025 is presented below.

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	$ 9,117
General	Police Headquarters	10,420
American Rescue Plan Act	General	1,525
Capital and Nonrecurring	General	3,873
Nonmajor Governmental	General	6,828
Internal Service Fund	General	9,097
Total		$ 40,860

Interfund receivables from the General Fund are the result of the General Fund holding cash on behalf of the other funds. Interfund payables to the General Fund are the result of the completion of projects which were temporarily financed by the General Fund. The General Fund will be repaid upon the permanent financing of the projects.

A summary of interfund transfers is presented below:

	Transfers In			
	General	Capital and Nonrecurring	Nonmajor Governmental	Total Transfers Out
Transfers Out:				
General Fund	$ -	$ 1,739	$ 213	$ 1,952
Nonmajor Governmental	288	-	-	288
Electric Fund	1,739	-	-	1,739
Total Transfers In	$ 2,027	$ 1,739	$ 213	$ 3,979

General Fund transfers are made in accordance with budget appropriations. The General Fund transfers to other funds are primarily for the purpose of establishing local funding for capital projects to reduce bonding. The transfer from the Electric Fund to the Capital and Nonrecurring Fund represents a payment in lieu of taxes.

NOTE 8 LONG-TERM DEBT

A. Governmental Activities

Changes in Long-Term Liabilities

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

	Balance - Beginning of Year	Additions	Reductions	Balance - End of Year	Due within One Year
Governmental Activities:					
Bonds Payable	$ 51,015	$ -	$ 4,530	$ 46,485	$ 3,640
Plus Premiums	2,257	-	275	1,982	-
Total Bonds Payable	53,272	-	4,805	48,467	3,640
Lease Payable	483	-	250	233	229
Accrued Compensated Absences	12,738	1,337	-	14,075	3,356
Retired Employee Obligations	387	593	269	711	440
Heart and Hypertension	2,145	-	521	1,624	204
Net Pension Liability	64,826	-	3,890	60,936	-
Total OPEB Liability	34,923	-	2,651	32,272	856
Risk Management	4,870	-	110	4,760	3,663
Total Governmental Activities Long-Term Liabilities	$ 173,644	$ 1,930	$ 12,496	$ 163,078	$ 12,388

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

A schedule of government activities bonds outstanding at June 30, 2025 is presented below:

Description	Date of Issue	Interest Rate	Amount of Original Issue	Balance Outstanding
General Purpose:				
Library and Land Acquisition (2007 and 2008 Refunding)	August 27, 2015	2.00% to 5.00%	$ 6,424	$ 544
North Farms Fire Station Building	March 13, 2019	2.00% to 4.00%	4,285	3,045
Town-Wide Radio Communication System	March 13, 2019	2.00% to 4.00%	5,000	3,725
Town-Wide Radio, Police HQ, Roads	August 11, 2021	2.00% to 4.00%	3,567	2,677
Police Station	April 10, 2024	4.00% to 5.00%	22,000	20,900
Total General Purpose				30,891
School:				
Schools (2007 and 2008 Refunding)	August 27, 2015	2.00% to 5.00%	4,606	476
School Roof Program	October 1, 2015	2.00% to 4.00%	7,200	3,960
Lyman Hall Track and Field	October 1, 2015	2.00% to 4.00%	2,000	1,100
Schools CIP Phase I	October 1, 2015	2.00% to 4.00%	1,120	270
Schools CIP Phase II	March 13, 2019	2.00% to 4.00%	7,000	4,900
Schools CIP Phase III	August 11, 2021	2.00% to 4.00%	3,213	2,583
Schools CIP Phase IV	April 10, 2024	4.00% to 5.00%	2,430	2,305
Total Schools				15,594
Total				$ 46,485

NOTE 8 LONG-TERM DEBT (CONTINUED)

A. Governmental Activities (Continued)

Changes in Long-Term Liabilities (Continued)

Annual maturities of bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 3,640	$ 1,633	$ 5,273
2027	3,610	1,491	5,101
2028	2,890	1,371	4,261
2029	2,800	1,269	4,069
2030	2,805	1,165	3,970
2031-2035	13,990	4,333	18,323
2036-2040	11,300	2,104	13,404
2041-2045	5,450	499	5,949
Total	$ 46,485	$ 13,865	$ 60,350

Leases Payable

The Town leases equipment, fiberoptic cable and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2027.

Total future minimum lease payments under lease agreements are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 229	$ 2	$ 231
2027	4	-	4
Total	$ 233	$ 2	$ 235

Lease assets acquired through outstanding leases are shown below, by underlying asset class.

Equipment	$ 704
Buildings	396
Less: Accumulated Amortization	(876)
Total	$ 224

NOTE 8 LONG-TERM DEBT (CONTINUED)

B. Business-Type Activities

Changes in Long-Term Liabilities

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

	Balance - Beginning of Year	Additions	Reductions	Balance - End of Year	Due within One Year
Bonds Payable	$ 1,070	$ -	$ 195	$ 875	$ 195
Plus Premiums	158	-	38	120	-
State of Connecticut - Serial Notes - Direct Borrowing	30,349	-	1,758	28,591	1,665
Total Bonds and Serial Notes Payable	31,577	-	1,991	29,586	1,860
Net Pension Liability	18,876	-	1,726	17,150	-
Total OPEB Liability	1,034	-	56	978	38
Accrued Compensated Absences	1,519	139	-	1,658	691
Business-Type Activity Long-Term Liabilities	$ 53,006	$ 139	$ 3,773	$ 49,372	$ 2,589

A schedule of business-type activities bonds and serial notes outstanding at June 30, 2025 is presented below:

Description	Date of Issue		Interest Rate	Amount of Original Issue	Balance Outstanding
Water Division:					
McKenzie Reservoir	August 25, 2021		5.00%	$ 1,340	$ 810
Pistapaug Water Tank	October 15, 2015		2.00% to 4.00%	680	65
Total Water Obligations					875
Sewer Division:					
State of Connecticut Serial Note 479-C	August 11, 2005		2.00%	1,997	8
State of Connecticut Serial Note 721-DC	August 31, 2023	*	2.00%	31,621	28,583
Total Sewer Obligations					28,591
Total					$ 29,466

Annual maturities of bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 195	$ 41	$ 236
2027	130	34	164
2028	135	27	162
2029	135	21	156
2030	140	14	154
2031-2035	140	7	147
Total	$ 875	$ 144	$ 1,019

NOTE 8 LONG-TERM DEBT (CONTINUED)

B. Business-Type Activities (Continued)

Changes in Long-Term Liabilities (Continued)

Annual maturities of notes payable – direct borrowing are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 1,665	$ 556	$ 2,221
2027	1,657	523	2,180
2028	1,657	490	2,147
2029	1,657	457	2,114
2030	1,657	424	2,081
2031-2035	8,285	1,622	9,907
2036-2040	8,285	794	9,079
2041-2045	3,728	88	3,816
Total	$ 28,591	$ 4,954	$ 33,545

Bonds Authorized/Unissued

Bonds authorized/unissued for which bonds or notes are outstanding are as follows:

	Authorized	Bonds/ Notes Issued	Grants Received	Self-Funded	Authorized Unissued
Northford Road Bridge	$ 2,030	$ 186	$ -	$ 61	$ 1,783
Toelles Road Construction & Bridge	1,000	191	-	-	809
School CIP Phase II	11,175	9,925	-	-	1,250
Town-Wide Radio Communications System	6,205	6,121	-	-	84
Community Pool Project	625	395	-	-	230
Community Pool Park	10,500	-	-	-	10,500
School CIP Phase III	490	288	-	-	202
Sewer Phosphorous Removal & Improvements	60,000	31,621	20,330	-	8,049
I91 Wastewater Pump Station	3,400	-	-	-	3,400
Police HQ Building	36,398	23,674	-	-	12,724
School CIP Phase IV	898	630	-	-	268
Sheehan Track & Field	2,000	1,800	-	-	200
4 Fairfield Boulevard	5,100	-	-	-	5,100
School Boilers	1,500	-	-	-	1,500
Lyman Hall Boilers	905	-	-	-	905
Total	$ 142,226	$ 74,831	$ 20,330	$ 61	$ 47,004

C. Debt Limitation

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

Category	Debt Limit	Net Indebtedness	Balance
General Purpose	$ 309,812	$ 57,254	$ 252,558
Schools	619,623	25,019	594,604
Sewers	516,353	11,449	504,904
Urban Renewal	447,506	-	447,506
Pension Deficit	413,082	-	413,082

NOTE 8 LONG-TERM DEBT (CONTINUED)

C. Debt Limitation (Continued)

The total of the Town's net statutory indebtedness of $94 million does not exceed the legal debt limitation of $964 million (seven times the base for debt limitation computation).

The net indebtedness excludes water bonds of $0.9 million and clean water notes of $28.6 million, which are considered to be self-funding.

NOTE 9 FUND EQUITY

A. Fund Balance

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

	General Fund	Capital and Nonrecurring	American Rescue Plan Act	Police Headquarters	Nonmajor Governmental Funds	Total
Fund Balances:						
Nonspendable:						
Supplies	$ -	$ -	$ -	$ -	$ 50	$ 50
Prepaid Items	8	-	-	-	30	38
Permanent Fund Principal	-	-	-	-	1,519	1,519
Restricted for:						
General Government	-	-	-	-	108	108
Public Works	-	-	-	-	11	11
Health and Social Services	-	-	-	-	171	171
Education	-	-	-	-	1,612	1,612
Trusts	-	-	-	-	259	259
Committed to:						
General Government	-	-	-	-	636	636
Health and Social Services	-	-	-	-	45	45
Parks and Recreation	-	-	-	-	41	41
Education	-	-	-	-	2,740	2,740
Capital Projects	3,148	3,573	-	-	1,938	8,659
Assigned to:						
General Government - Use of Fund Balance	9,000	-	-	-	-	9,000
Town Council Operating Expenditures	52	-	-	-	-	52
Info Tech Operating Expenditures	32	-	-	-	-	32
Probate Operating Expenditures	9	-	-	-	-	9
Insurance Operating Expenditures	10	-	-	-	-	10
Public Safety Encumbrances:						
Police Operating Expenditures	3	-	-	-	-	3
Police Capital Expenditures	318	-	-	-	-	318
Fire Capital Expenditures	32	-	-	-	-	32
Public Works Encumbrances:						
Public Works Capital Expenditures	576	-	-	-	-	576
Public Works Operating Expenditures	15	-	-	-	-	15
Education Encumbrances:						
Education Equipment Expenditures	43	-	-	-	-	43
Education Other Expenditures	191	-	-	-	-	191
Unassigned	20,716	-	-	(10,540)	(9,616)	560
Total Fund Balances	$ 34,153	$ 3,573	$ -	$ (10,540)	$ (456)	$ 26,730

There were no individually significant encumbrances as of June 30, 2025.

NOTE 9 FUND EQUITY (CONTINUED)

B. Electric Fund – Restricted Net Position

Through December 31, 2013, the Connecticut Municipal Electric Energy Cooperative (CMEEC) administered a Municipal Energy Conservation and Load Management Fund (ECLMF) on behalf of the Town of Wallingford. The ECLMF was established to comply with provisions of House Bill 7501, Public Act No. 05-1 requiring municipal electric utilities to contribute to the fund and CMEEC to administer the fund. Effective January 1, 2014, with the expiration of the "full requirements" contract mentioned below, CMEEC transferred custody of the balance of that portion of the ECLMF held for Wallingford contributions to the Town of Wallingford. The Town's contribution rate is 2.5 mills per kilowatt hour sold. The contributions formerly sent by the Town to CMEEC are now deposited directly into a fund held by the Town. Disbursements from the ECLMF are required to be made pursuant to a comprehensive electric conservation and load management plan. In addition to the ECLMF, the Town receives revenues from periodic Regional Greenhouse Gas Initiative (RGGI) auctions. The Town also received custody from CMEEC of Renewable Resource Investment Funds (RRIF), for revenues received from Independent System Operators-New England (ISO-NE) through the forward capacity market (FCM) for ECLMF measures installed in Wallingford's service territory which CMEEC used to fulfill its obligations in the FCM. Beginning in January 2019, Wallingford, through its agent, CPower, began receiving additional credits from Independent System Operators-New England (ISO-NE) through the forward capacity market (FCM) for ECLMF measures installed in Wallingford's service territory.

Investment income earned on the Town's deposits along with the Fund's authorized expenses during the year are recorded in the Electric Fund's statement of activities. The funds held now by the Town are recorded as assets on the Electric Fund's statement of net position, and, accordingly, the Electric Fund's net position has been restricted. The balance of these unexpended funds held by the Town was $5,276 at June 30, 2025.

NOTE 10 ELECTRIC DIVISION – POWER SUPPLY AGREEMENT AND SPECIAL FUNDS

Through December 31, 2013, the Town purchased its wholesale power requirements under an "all requirements" Power Sales Agreement (PSA) with the Connecticut Municipal Electric Energy Cooperative (CMEEC). Under the PSA the Town was required to purchase from CMEEC and CMEEC was required to sell to the Town, essentially all electric capacity and energy that Wallingford required for sale at retail. On February 23, 2012, in recognition of the fact that the Town was contemplating not renewing the PSA, the Town and CMEEC entered into a Memorandum of Agreement (MOA), which was amended on April 2, 2013. Under the MOA, CMEEC continued to purchase forward energy on behalf of the Town through July 31, 2013.

NOTE 10 ELECTRIC DIVISION – POWER SUPPLY AGREEMENT AND SPECIAL FUNDS (CONTINUED)

On July 1, 2006, the Town entered into the Contract for the Sale of Pierce Project Electric Power and Energy (Pierce Project Contract) with CMEEC. The Pierce Project Contract enables the Town to receive its entitlement allocation of all electric products of the Pierce Project and obligates the Town to pay its entitlement allocation of all fixed and variable costs associated with the Project, in the event the PSA is not extended.

As of June 1, 2009, the Town entered into the Contract for the Sale of 50 in 5 Peaking Electric Power and Energy and Crediting of Avoided Costs Benefits (50 in 5 Project Contract) with CMEEC. The 50 in 5 Project Contract enables the Town to receive its entitlement allocation of all electric products and crediting of avoided cost benefits of the 50 in 5 Project and obligates the Town to pay its entitlement allocation of all fixed and variable costs associated with the Project, in the event the PSA is not extended.

Since the Town did not extend the term of the PSA beyond December 31, 2013, the provisions for each of the project contracts went into effect as of January 1, 2014. The Town did not exercise its option to extend the 50 in 5 Project contract beyond the period ended December 2018, and, therefore, is no longer a participant.

On May 15, 2013, the Town entered into the Energy Portfolio Management and Power Supply Consulting Service Agreement (the Agreement) with Energy New England (ENE). The initial term of the Agreement is through December 31, 2018 and it provided for a single, three-year extension which has been exercised.

Under the terms of the Agreement, the Wallingford Electric Division (WED) operates as an ISO-NE Market Participant (which it became on October 1, 2013) and enters into contracts directly with counterparties for the purpose of hedging the risks associated with its wholesale power supply. ENE acts as the WED's agent in all matters related to the WED's power supply acquisition activities and it assists the WED in fulfilling its obligations in the ISO-NE market. As the WED's agent, ENE managed the forward energy that CMEEC procured on the WED's behalf under the MOA.

As of June 30, 2025, the WED has entered into six Master Power Purchase and Sale Agreements with counterparties.

The WED's power procurement activities are governed by its Energy Risk Management Policy and its Hedging Policy, which were adopted by the Wallingford Board of Public Utilities Commissioners on August 8, 2013, and October 1, 2013, respectively. The Energy Risk Management Policy was amended on September 8, 2018. The Hedging Policy was amended on May 1, 2018.

The foregoing discussion of the Energy Portfolio Agreement, CMEEC contracts, Memorandum of Agreement, Master Power Purchase Agreements and Project Contracts is intended to be a summary of such contracts and funds and is qualified in its entirety by reference to the contracts themselves, which may be obtained from the Town.

NOTE 11 RISK MANAGEMENT

The Town procures insurance policies with commercial insurance companies to protect itself against various risk exposures such as general liability, property damage and professional liability. The Town's Legal Counsel defends the Town in any lawsuits that arise from the normal course of operations.

The Town has a workers' compensation fund and is self-insured for claims up to a maximum of $500,000 (amount not rounded). The Town purchases commercial insurance for claims in excess of self-insured coverage. There is an individual claim maximum of $500,000 (amount not rounded). Settled claims have not exceeded coverage in any of the past three years. The Town's third-party administrator estimates claims payable for incurred claims as of June 30, 2025, at $3,007 for workers' compensation and heart and hypertension claims.

The Town administers the medical self-insurance program through the Health Benefits fund. The Town has an Anthem Blue Cross/Blue Shield medical plan for which payments are based upon actual claims (versus premium payments). In this case, Anthem Blue Cross/Blue Shield acts as a claims processor and a transfer of risk does not occur.

All funds of the Town participate in the program and make payments to the Health Benefits Fund to pay claims, claim reserves and administrative costs of the program. During the fiscal year ended June 30, 2025, $24,377 in health care benefits and administrative costs were paid. Incurred but not reported health claims of $1,753 have been accrued as a liability based upon information supplied by the Town's Health Care Administrator. Actuarial estimated liability for claims incurred but not reported is not available.

The changes in the claims liability were as follows for the years ended June 30:

	Balance - Beginning of Year	Current Year Claims and Changes in Estimates	Claim Payments	Balance - End of Year
Workers' Compensation Fund:				
2023 to 2024	$ 2,516	$ 2,030	$ 1,617	$ 2,929
2024 to 2025	2,929	1,575	1,497	3,007
Health Benefits Fund:				
2023 to 2024	1,673	25,337	25,069	1,941
2024 to 2025	1,941	24,189	24,377	1,753

NOTE 12 TAX ABATEMENTS

As of June 30, 2025, the Town provides tax abatements via Tax Assessment (Stabilization) Agreements. The Town enters into Tax Assessment Agreements (Stabilization Agreements) which provide real property tax abatements for real property improvements pursuant to Connecticut General Statutes Section 12-65. The agreements are entered into by the Town and are approved by the Town Council. The abatements are obtained pursuant to a contract between the Town and the owner of the property. The agreements fix the assessment value prior to improvement and defer the increase in the assessed value attributable to the construction/renovation over a period of 7 to 15 years. Continuation of the agreement is conditioned upon continued compliance with the provisions of the agreement and is terminated upon sale or transfer of the property for any other purpose unless the Town has consented thereto. There are no provisions to recapture abated taxes under this program. No other commitments have been made by the Town to the abatement recipients under this program. For the fiscal year ended June 30, 2025, taxes abated through this program total $1,072.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS

Town OPEB

The Town, in accordance with various collective bargaining agreements, is committed to provide health and other benefits to eligible retirees and their spouses through a single-employer postemployment benefit plan. Benefits are established and amended through negotiations between the Town and the various unions representing Town employees. The Town provides postemployment healthcare benefits, in accordance with current contracts, to Board of Education certified teachers and administrators who retire from the Town in accordance with criteria listed in Note 14. For those employees who terminate without retirement, healthcare benefits continue for 30 days after termination.

Retiree health insurance is provided as a combination of HMO and indemnity coverage, with the retiree selecting the type of coverage. The Town pays for a major portion or all of the total health insurance cost for retirees depending on the coverage election. The Town pays approximately 50% of the cost of coverage for dependents and surviving spouses eligible to participate in the group plan. The remainder of the premium is paid by the retirees for their dependents or the surviving spouse for themselves.

The Town also provides health care benefits to retired police and fire employees as well as chiefs and assistant chiefs, in accordance with union contracts. When they retire, police and fire employees may have up to 50% of their health care benefits paid for by the Town until they reach age 65.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Town OPEB (Continued)

A. Funding Policy (Not Rounded)

The Town's current strategy is to fund current claims and administrative costs for postemployment benefits through its purchase of premium-based coverage.

Although a trust fund may be established in the future to exclusively control the funding and reporting of postemployment benefits, the Town's current commitment is to fund the other postemployment benefits provided to Town retirees on a pay-as-you-go basis.

The Town has not established an OPEB Trust fund, as of June 30, 2025, to irrevocably segregate assets to fund the liability associated with postemployment benefits, which would require the reporting of a trust fund in accordance with GASB guidelines.

The following is the current census of Town benefit participants as of July 1, 2023:

Inactive Employees Currently Receiving Benefit Payments	72
Active Employees	1,117
Total	1,189

Postemployment retiree benefit payments for the year ended June 30, 2025, net of retiree and other contributions, amounted to approximately $814.

B. Total OPEB Liability

The Town's total OPEB liability was measured as of June 30, 2025 and was determined by an actuarial valuation as of July 1, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability as of June 30, 2025, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.40% (Prior: 2.60%)
Salary Increases	3.30%, including Inflation
Discount Rate	5.20% (Prior: 3.93%)
Healthcare Cost Trend Rates	7.00% in 2023, Reducing by 0.25% Each Year to an Ultimate Rate of 4.40% per Year for 2034 and Later Dental is assumed to increased by 4.00% per year
Retirees' Share of Benefit-Related Costs	Various

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Town OPEB (Continued)

B. Total OPEB Liability (Continued)

Actuarial Assumptions and Other Inputs (Continued)

The discount rate was based on the 20-year AA municipal bond index for unfunded OPEB plans.

Mortality rates were based on Pub-2010 Public Retirement Plans Amount-Weighted Mortality Tables, projected to the valuation date with Scale MP-2021.

The actuarial assumptions used in the July 1, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2016 to July 1, 2021.

C. Changes in the Total OPEB Liability

	Total OPEB Liability
Balance - July 1, 2024	$ 35,957
Changes for the Year:	
Service Cost	1,214
Interest on Total OPEB Liability	1,445
Difference between Expected and Actual Experience	(937)
Changes in Assumptions or Other Inputs	(3,615)
Benefit Payments	(814)
Net Changes	(2,707)
Balance - June 30, 2025	$ 33,250

Changes of assumptions and other inputs reflect a change in the discount rate from 3.93% in 2024 to 5.20% in 2025.

D. Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

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

	1% Decrease (4.20%)	Current Discount Rate (5.20%)	1% Increase (6.20%)
Total OPEB Liability	$ 36,060	$ 33,250	$ 30,698

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Town OPEB (Continued)

E. Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

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

	1% Decrease (6.00% Decreasing to 3.40%)	Healthcare Cost Trend Rates (7.00% Decreasing to 4.40%)	1% Increase (8.00% Decreasing to 5.40%)
Total OPEB Liability	$ 29,597	$ 33,250	$ 37,521

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

For the year ended June 30, 2025, the Town recognized OPEB expense of $1,824. At June 30, 2025, the Town 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	$ 2,883	$ (8,388)
Changes of Assumptions or Other Inputs	4,907	(6,993)
Total	$ 7,790	$ (15,381)

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	$ (674)
2027	(674)
2028	(674)
2029	(674)
2030	(655)
Thereafter	(4,240)

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Teachers OPEB

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 (Not Rounded)

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 (amount not rounded) per month for a retired member plus an additional $220 (amount 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 (amount 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 (amount 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.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Teachers OPEB (Continued)

B. Benefit Provisions (Not Rounded) (Continued)

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. 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 (amount not rounded) 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.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Teachers OPEB (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 $269 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 Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the state pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related state support and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's Proportionate Share of the Net OPEB Liability	$ -
State's Proportionate Share of the Net OPEB Liability associated with the Town	40,053
Total	$ 40,053

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Teachers OPEB (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 Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2025, the Town recognized OPEB expense and revenue of $554,961 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%
Health Care Costs Trend Rate	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 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Teachers OPEB (Continued)

F. Actuarial Assumptions (Continued)

The long-term expected rate of return on plan assets is reviewed as part of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, 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 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Teachers OPEB (Continued)

G. Discount Rate (Continued)

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

The Town'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 Town has no obligation to contribute to the plan.

Aggregate OPEB Information

The Town recognizes the following amounts related to OPEB plans as of and for the year ended Jone 30, 2025:

Plan	OPEB Liability	Deferred Outflows	Deferred Inflows	OPEB Expense
Town of Wallingford	$ 33,250	$ 7,790	$ 15,381	$ 1,825
Connecticut Teachers Retirement Plan	-	-	-	555
Total	$ 33,250	$ 7,790	$ 15,381	$ 2,380

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

Wallingford Consolidated Pension Plan

A. Plan Description and Benefits Provided (Not Rounded)

The Town of Wallingford is the administrator of the Town's Consolidated Pension Plan, a single-employer contributory defined benefit public employee retirement system (PERS) established and administered by the Town to provide pension benefits to all full-time noncertified employees. The plan is considered to be part of the Town of Wallingford's financial reporting entity and is included in the Town's financial reports as a pension trust fund. The plan does not issue a stand-alone report.

Per the Town Charter, the Personnel Department administers the pension system, receives retirement applications from employees, determines pension eligibility of those employees, calculates pension amounts for those eligible and handles all communication with retirees. The Personnel Department also procures the services of actuaries for pension plan valuation and other consultants as needed for advice regarding the pension plan. Also, per the Town Charter, a Pension Commission determines and invests the pension assets. The Commission consists of six members: the Town Comptroller, Town Treasurer, Personnel Director and three resident electors of the Town who have experience and training in investments and finance, who are appointed by the Mayor with the approval of the Town Council. The Town Treasurer has custody of all pension funds and sees to the investment of pension assets in conformity with actions and policies of the Pension Commission. The Commission may appoint a financial custodian to implement investment decisions and trustees to manage the pension funds.

Membership as of July 1, 2024, of the PERS consisted of the following:

	Number of Employees
Retirees and Beneficiaries Currently Receiving Benefits	647
Terminated Employees Not Yet Receiving Benefits	159
Active Plan Members	736
Total	1,542

Members are required to contribute to the plan, and the Town is required to contribute amounts necessary to finance the coverage for its employees. Benefits and contributions are established by the Town and may be amended only by the Town Charter and Union negotiation.

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan (Continued)

A. Plan Description and Benefits Provided (Not Rounded) (Continued)

The following summarizes the major provisions of the plan. It is not intended to be, nor should it be interpreted as, a complete statement of all plan provisions.

Regular Employees:	
Normal Retirement:	
Age and Service Requirement:	
Public Works	30 Years of Credited Service or Age 62 with 10 Years of Credited Service
Management and Supervisors	30 Years of Credited Service or Age 62 with 10 Years of Credited Service.
Electric Division and Water Division	29 Years of Credited Service or Age 60 with 10 Years of Credited Service
Benefit:	
Public Works	2.15% of Final Average Salary Multiplied by Years of Credited Service, Subject to a Maximum of 75% Final Average Salary, including Social Security if Applicable
Management and Supervisors:	2.25% of Final Average Salary Multiplied by Years of Credited Service, Subject to a Maximum of 75% Final Average Salary, including Social Security if Applicable
Electric Division and Water Division:	2.35% of Final Average Salary Multiplied by Years of Credited Service, Subject to a Maximum of 75% Final Average Salary, including Social Security if Applicable
Employees Covered by Social Security:	1.00% to 1.30% Final Average Salary Multiplied by Years of Credited Service, Subject to a Maximum of 70% Final Average Salary, including Social Security if Applicable
Early Retirement:	
Age Requirement	55
Service Requirement	15 Years
Amount:	Normal Pension Accrued Reduced by 0.25% for Each Month that the Participant's Retirement Date Precedes Normal Retirement
Vesting	100% Vested with 5 Years of Credited Service
Employee Contributions:	
Public Works	7% of Weekly Salary
Management and Supervisors	7% of Weekly Salary
Water or Electric Divisions	7.5% of Weekly Salary
	Interest Credited Limited to be Within 0% and 10.8%

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan (Continued)

A. Plan Description and Benefits Provided (Not Rounded) (Continued)

Hazard Employees:	
Normal Pension:	
Police, Firefighters, and Lineworkers:	
Age Requirement:	None
Service Requirement:	
Police	22 Years of Service
Firefighter	23 Years of Service
Lineworker	25 Years of Service
Benefit:	
Police:	For Pre-February 23, 2018 Hires: 2.35% of Final Average Salary per Year of Credited Service, Subject to a Maximum of 75% Final Average Salary For Post-February 22, 2018 Hires: 2.25% of Final Average Salary per Year of Credited Service, Subject to a Maximum of 75% Final Average Salary
Firefighter	2.35% of Final Average Salary per Year of Credited Service, Subject to a Maximum of 75% Final Average Salary, Minimum of $1,200 per Year For Post-July 1, 2015, Hires: 2.25%
Lineworker	For Pre-July 1, 2007 Hires: 2.35% of Final Average Salary per Year of Credited Service, Subject to a Maximum of 75% Final Average Salary, Minimum of $1,200 per Year For Post-July 1, 2007, Hires: 2.25% of Final Average Salary per Year of Credited Service, Subject to a Maximum of 75% Final Average Salary. Minimum of $1,200 per Year
Vesting	100% Vesting after 5 Years of Credited Service
Employee Contributions:	
Police	9.0% of Weekly Salary
Firefighter	9.0% of Weekly Salary
Lineworker	8.5% of Weekly Salary Interest is Credited at 3% per Year
Cost-of-Living Adjustment:	
Police	2% per Year after Age 60. Normal Retirements Only
Firefighter	2% per Year after Age 60, Normal and Disability Retirements
Lineworker	2% per Year after Age 60, if Hired on or before January 1, 2001, All Normal Retirement Benefits on or after July 1, 1992, with at Least 25 Years of Service

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan (Continued)

B. Summary of Significant Accounting Policies and System Assets

Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the defined benefit pension plan. Plan member contributions are recognized in the period in which they are due. Employer contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

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

Concentration of Investments

There were no investments in any one organization that represented 5% or more of net position available for benefits, except for investments in United States backed bonds.

Plan Expenses

Expenses of administering the plan are paid for from contributions to the plan.

Measurement Date

The most recent valuation was performed as of July 1, 2023, rolled forward to a measurement date of June 30, 2025.

C. Funding Policy

Employees contribute between 5% and 7.5% of their weekly salary to the plan. Contributions earn 3% interest returnable upon termination before retirement. The Town is required to contribute the remaining amounts necessary to finance the benefits for its employees as determined by its actuaries; the current rate is 25.1% of annual covered payroll. Benefits and employee contributions are fixed by contract and may be amended subject to union negotiations.

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan (Continued)

D. Investments

The Pension Commission utilizes the plan's Investment Policy Statement (IPS) to determine the allocation of the plan's invested assets. The goal of the IPS is to reduce risk by utilizing an investment strategy through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's adopted asset allocation policy as of June 30, 2025.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*	Weighting
Fixed Income	24.50 %	2.40 %	0.59 %
U.S. Equity	41.50	7.60	3.15
International Equity	30.00	10.30	3.09
International Equity	4.00	5.60	0.22
Total Portfolio	100.00 %		7.05
Long-Term Expected Nominal Return			7.05 %

*Long-Term Returns are provided by Fiducient Advisors. The returns are geometric means.

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, was 11.20%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

E. Net Pension Liability of the Town

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

Total Pension Liability	$	363,475
Plan Fiduciary Net Position		285,661
Town's Net Pension Liability	$	77,814
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		78.59 %

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan (Continued)

E. Net Pension Liability of the Town (Continued)

Actuarial Assumptions

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

Inflation	2.40%
Salary Increases:	
Hazardous Plan	Ranges from 2.4% to 8.9%, Based on Age
Non-Hazardous Plan	Ranges from 2.4% to 8.7%, Based on Age
Investment Rate of Return	7.00%

For hazard employees and regular employees, mortality rates were based on the Pub-2010 Public Retirement Plans Amount-Weighted Mortality Tables, with separate tables for General Employees and Public Safety, projected to valuation date with Scale MP-2021.

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 are developed. Best estimates of the real rates of return for each major asset class are included along with the pension plan's long-term target asset allocation. Since the term rates shown above are geometric averages, the impact of asset allocation and rebalancing is not reflected in the expected return. An expected rate of return of 7.00% was used.

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

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan (Continued)

E. Net Pension Liability of the Town (Continued)

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Consolidated Pension Fund:			
Balance - July 1, 2024	$ 347,587	$ 263,896	$ 83,691
Changes for the Year:			
Service Cost	5,924	-	5,924
Interest on Total Pension Liability	23,916	-	23,916
Differences between Expected and Actual Experience	10,167	-	10,167
Changes in Assumptions	-	-	-
Employer Contributions	-	13,074	(13,074)
Member Contributions	-	3,785	(3,785)
Net Investment Income	-	29,160	(29,160)
Benefit Payments, Including Refunds of Employee Contributions	(24,119)	(24,119)	-
Administrative Expenses	-	(135)	135
Other Changes	-	-	-
Net Changes	15,888	21,765	(5,877)
Balance - June 30, 2025	$ 363,475	$ 285,661	$ 77,814

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	$ 119,075	$ 77,814	$ 43,123

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Volunteer Firefighters Length of Service Award Plan

A. Plan Description and Benefits Provided (Not Rounded)

The Town of Wallingford is the administrator of the Town's Volunteer Firefighters Length of Service Award Plan, a single-employer defined benefit public employee retirement system (PERS) established and administered by the Town to provide pension benefits to qualified volunteer firefighters. The plan is considered to be part of the Town of Wallingford's financial reporting entity and is included in the Town's financial reports as a pension trust fund. The plan does not issue a stand-alone report.

The plan is administered by the Personnel Department and Pension Commission as previously stated in the Consolidated Pension Plan Note above.

Membership as of July 1, 2023, of the PERS consisted of the following:

	Number of Employees
Inactive Members Currently Receiving Benefits	24
Inactive Vested Members	63
Current Active Members	39
Total	126

Benefits are established by the Town and may be amended only by the Town Charter.

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Volunteer Firefighters Length of Service Award Plan (Continued)

A. Plan Description and Benefits Provided (Not Rounded) (Continued)

The following is a brief summary of the plan provisions:

Normal Pension:	
Age Requirement	65
Service Requirement	5 Years (1 Year After Program's Initiation)
Amount	$10 per Month for the 1st 10 Years of Service Plus $15 per Month for the 2nd 10 Years of Service; Plus $20 per Month for Each Year of Service for the Next 10 Years of Service (30-Year Maximum). The monthly pension amount is subject to a $450 maximum.
Disability:	
Age Requirement	None
Service Requirement	None
Amount	Regular Pension Accrued Deferred to Age 65 or Lump-Sum Cash Benefit Equal to the Accrued Benefit Multiplied by 120
Vesting:	
Age Requirement	None
Service Requirement	5 Years
Amount	Regular Pension Accrued Deferred to Age 65
Service	One year of service will be credited for each year the activity requirement is met. Currently, this requirement is 100 points.

B. Summary of Significant Accounting Policies and System Assets

Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the defined benefit pension plan. Plan member contributions are recognized in the period in which they are due. Employer contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

The plan reports investments at fair value. Investment income is recognized as earned.

Concentration of Investments

There were no investments in any one organization that represented 5% or more of net position available for benefits, except for investments in United States-backed bonds.

Plan Expenses

Expenses of administering the plan are paid for from contributions to the plan.

Measurement Date

The most recent valuation was performed as of July 1, 2023, rolled forward to a measurement date of June 30, 2025.

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Volunteer Firefighters Length of Service Award Plan (Continued)

C. Funding Policy

The Town funding policy is to contribute the amount equal to the normal cost, plus a past service payment representing amortization of the unfunded accrued liability.

D. Investments

Funds are invested in the same manner as in the Consolidated Pension Plan Note above.

The following was the Board's adopted asset allocation policy as of June 30, 2025.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*	Weighting
Fixed Income	24.50 %	2.40 %	0.59 %
U.S. Equity	41.50	7.60	3.15
International Equity	30.00	10.30	3.09
Real Assets	4.00	5.60	0.22
Total Portfolio	100.00 %		7.05
Long-Term Expected Nominal Return			7.05 %

*Long-Term Returns are provided by Fiducient Advisors. The returns are arithmetic means.

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, was 8.56%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

E. Net Pension Liability of the Town

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

Total Pension Liability	$	1,828
Plan Fiduciary Net Position		1,557
Town's Net Pension Liability	$	271
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		85.18 %

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Volunteer Firefighters Length of Service Award Plan (Continued)

E. Net Pension Liability of the Town (Continued)

Actuarial Assumptions

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

Inflation	2.40% (Prior: 2.60%)
Salary Increases	N/A - Members are Volunteers
Investment Rate of Return	7.0%, Including Inflation

Mortality rates were based on the RP-2010 Public Retirement Plans Amount-Weighted Mortality Tables for Safety Employees, projected to the valuation date with Scale MP-2021 (Prior: RP-2000 Mortality Tables).

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 are developed. Best estimates of the real rates of return for each major asset class are included along with the pension plan's long-term target asset allocation. Since the term rates shown above are geometric averages, the impact of asset allocation and rebalancing is not reflected in the expected return. An expected rate of return of 7.00% was used.

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

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Volunteer Firefighters Length of Service Award Plan (Continued)

E. Net Pension Liability of the Town (Continued)

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Volunteer Firefighter's Pension Fund:			
Balance - July 1, 2024	$ 1,657	$ 1,646	$ 11
Changes for the Year:			
Service Cost	12	-	12
Interest on Total Pension Liability	109		109
Employer Contributions	-	17	(17)
Changes of benefit terms	292		292
Net Investment Income	-	138	(138)
Benefit Payments, Including Refund to Employee Contributions	(242)	(242)	-
Administrative Expenses	-	(2)	2
Net Changes	171	(89)	260
Balance - June 30, 2025	$ 1,828	$ 1,557	$ 271

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	$ 474	$ 271	$ 102

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan and Volunteer Firefighters Length of Service Award Plan Information

A. Net Pension Liability of the Town

The Town maintains two pension trust funds. The following tables are prepared combining the Consolidated Pension Plan and the Volunteer Firefighters Length of Service Award Plan.

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

For the year ended June 30, 2025, the Town recognized total pension expense of $359. At June 30, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related pension from the following sources:

	Deferred Outflows of Resources		
	Consolidated Pension	Volunteer Firefighters	Total
Differences Between Expected and Actual Experience	$ 12,305	$ 43	$ 12,348
Changes of Assumptions	3,988	26	4,014
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	39	39
Total	$ 16,293	$ 108	$ 16,401

	Deferred Inflows of Resources		
	Consolidated Pension	Volunteer Firefighters	Total
Differences Between Expected and Actual Experience	$ 2,026	$ -	$ 2,026
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	9,417	-	9,417
Total	$ 11,443	$ -	$ 11,443

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan and Volunteer Firefighters Length of Service Award Plan Information (Continued)

A. Net Pension Liability of the Town

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

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,	Consolidated Pension	Volunteer Firefighters	Total
2026	$ 10,201	$ 107	$ 10,308
2027	(2,988)	17	(2,971)
2028	(2,742)	(10)	(2,752)
2029	(710)	(6)	(716)
2030	1,089	-	1,089
Total	$ 4,850	$ 108	$ 4,958

The following schedules present the net position held in trust for pension benefits at June 30, 2025, and the changes in net position for the year then ended:

	Consolidated Pension Fund	Volunteer Firefighters Pension Fund	Interfund Eliminations	Totals
Assets:				
Cash and Cash Equivalents	$ 4,791	$ -	$ -	$ 4,791
Investments:				
Mutual Funds	282,129	-	-	282,129
Accounts Receivable	361	-	-	361
Due from Consolidated Pension Fund	-	1,557	(1,557)	-
Total Assets	287,281	1,557	(1,557)	287,281
Liabilities:				
Accounts and Other Payables	63	-	-	63
Due to Other Funds	1,557	-	(1,557)	-
Total Liabilities	1,620	-	(1,557)	63
Net Position:				
Restricted for Pensions	$ 285,661	$ 1,557	$ -	$ 287,218

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Wallingford Consolidated Pension Plan and Volunteer Firefighters Length of Service Award Plan Information (Continued)

A. Net Pension Liability of the Town

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

	Combining Statement of Changes in Fiduciary Net Position		
	Consolidated Pension Fund	Volunteer Firefighters Pension Fund	Totals
Additions:			
Contributions:			
Employer	$ 13,074	$ 17	$ 13,091
Plan Members	3,785	-	3,785
Total Contributions	16,859	17	16,876
Investment Income:			
Net Change in Fair Value of Investments	23,227	109	23,336
Interest and Dividends	6,035	29	6,064
Other Income	12	-	12
Investment Fee Expense	(114)	-	(114)
Total Investment Income	29,160	138	29,298
Total Additions	46,019	155	46,174
Deductions:			
Benefits	23,588	242	23,830
Refunds of Contributions	531	-	531
Administration	135	2	137
Total Deductions	24,254	244	24,498
Net Change	21,765	(89)	21,676
Net Position Restricted for Pensions - Beginning of Year	263,896	1,646	265,542
Net Position Restricted for Pensions - End of Year	$ 285,661	$ 1,557	$ 287,218

NOTE 14 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 three 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.

NOTE 14 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.

For the year ended June 30, 2025, the amount of "on-behalf" contributions made by the state was $19,246 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 Town 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 Town 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 Town were as follows:

Town's Proportionate Share of the Net Pension Liability	$ -
State's Proportionate Share of the Net Pension Liability associated with the Town	195,253
Total	$ 195,253

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

For the year ended June 30, 2025, the Town recognized pension expense and revenue of $22,396 in Exhibit II.

NOTE 14 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% to 6.50%, Including Inflation
Investment Rate of Return	6.90%, Net of Pension Plan Investment Expense, Including Inflation

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

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

NOTE 14 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 Fund	0.40	13.00
Liquidity Fund	(0.40)	1.00
Risk Mitigation	0.10	5.00
Private Equity	11.20	15.00
Private 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.

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

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

NOTE 14 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Connecticut Teachers Retirement System – Pension (Continued)

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 Town has no obligation to contribute to the plan.

Aggregate Pension Information

The Town recognizes the following amounts related to pension plans as of and for the year ended Jone 30, 2025:

Plan	Net Pension Liability	Deferred Outflows	Deferred Inflows	Pension Expense
Consolidated Pension Plan	$ 77,814	$ 16,293	$ 11,443	$ 10,207
Volunteer Firefighters' Plan	271	108	-	359
Connecticut Teachers Retirement Plan	-	-	-	22,396
Total	$ 78,085	$ 16,401	$ 11,443	$ 32,962

NOTE 15 CONTINGENT LIABILITIES

The Town is contingently liable in connection with litigation involving personal injury claims, zoning matters, property tax appeals, other miscellaneous suits and unasserted claims. The Town intends to vigorously defend these actions; however, there can be no assurance that the Town will prevail.

The Town Attorney estimates that the potential claims against the Town not covered by insurance resulting from such litigation would not materially affect the financial position of the Town. When it has been determined that the Town faces an exposure in matters of litigation, the Town's policy is to establish an appropriate reserve.

NOTE 16 ACCOUNTING CHANGES

The Police Headquarters Fund has met the criteria to be reported as major fund in fiscal year 2025.

	as Previously Reported at June 30, 2024	Presentation from Nonmajor to Major Fund	Fund Balance as Adjusted June 30, 2024
Governmental Funds:			
Major Funds:			
Police Headquarters	$ -	$ (2,166)	$ (2,166)
Nonmajor Funds	2,881	2,166	5,047
Total Governmental Funds	$ 2,881	$ -	$ 2,881

NOTE 17 SUBSEQUENT EVENTS

On September 30, 2025, the Town issued $20,025 in General Obligation Bonds that have interest rates between 4.0%-5.0% and a maturity date of October 1, 2045.

REQUIRED SUPPLEMENTARY INFORMATION

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
Revenues:				
General Property Taxes:				
Current Tax Levy	$ 141,110	$ 141,110	$ 141,085	$ (25)
Prior Year's Levy	1,730	1,730	2,041	311
Interest and Liens	830	830	960	130
Total General Property Taxes	143,670	143,670	144,086	416
Licenses and Permits:				
Building	900	900	1,435	535
Public Safety	29	29	20	(9)
Public Works	5	5	8	3
Health	21	21	63	42
Total Licenses and Permits	955	955	1,526	571
Intergovernmental Revenues:				
Education Cost Sharing	21,287	21,287	21,242	(45)
PILOT Housing / State	4,550	4,550	4,556	6
Municipal Revenue Sharing	3,482	3,482	3,482	-
Disability and Veterans Exemptions	34	34	31	(3)
Pequot Funds	33	33	33	-
Health	27	27	30	3
Vocational Agriculture	1,450	1,450	1,508	58
ARPA Grant		1,043	1,181	138
Miscellaneous Grants	100	257	284	27
Total Intergovernmental Revenues	30,963	32,163	32,347	184
Charges for Services:				
Rent	52	52	216	164
Town Clerk	850	850	919	69
Public Safety	3,209	3,509	3,932	423
Public Works	41	41	50	9
Veterans	14	14	14	-
Tuition	989	989	991	2
Total Charges for Services	5,155	5,455	6,122	667
Use of Money:				
Investment Income	2,000	2,000	3,082	1,082

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
Revenues (Continued):				
Other Revenue:				
Sewer Assessment	$ 1	$ 1	$ 72	$ 71
In Lieu of Taxes/Telephone	2,000	2,000	1,655	(345)
Compensation and Insurance Recovery	87	264	199	(65)
Proportionate Charges	1,280	1,280	1,280	-
Encumbrance Cancellations	70	70	19	(51)
Miscellaneous	144	210	142	(68)
Total Other Revenue	3,582	3,825	3,367	(458)
Total Revenues	186,325	188,068	190,530	2,462
Other Financing Sources:				
Transfers In:				
Electric Division	1,739	1,739	1,739	-
Other Funds	254	254	288	34
Total Other Financing Sources	1,993	1,993	2,027	34
Total Revenues and Other Financing Sources	$ 188,318	$ 190,061	192,557	$ 2,496
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut "on-behalf" contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted:				
Pension			19,246	
OPEB			269	
Under liquidation of prior year encumbrances is recorded as miscellaneous revenue for budgetary reporting. This amount is excluded for financial reporting purposes.			(19)	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			$ 212,053	

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
General Government:				
Town Council:				
Salaries and Wages	$ 58	$ 58	$ 57	$ 1
Operating and Maintenance	11	63	59	4
Total Town Council	69	121	116	5
Information Technology				
Salaries and Wages	160	168	168	-
Operating and Maintenance	250	120	104	16
Capital	-	130	-	130
Total Information Technology	410	418	272	146
Mayor:				
Salaries and Wages	297	301	301	-
Operating and Maintenance	72	69	51	18
Capital	15	15	15	-
Total Mayor	384	385	367	18
Program Planning:				
Salaries and Wages	122	122	113	9
Operating and Maintenance	6	6	2	4
Total Program Planning	128	128	115	13
Government Access TV:				
Salaries and Wages	76	76	61	15
Operating and Maintenance	10	10	7	3
Capital	6	6	6	-
Total Government Access TV	92	92	74	18
Department of Law:				
Salaries and Wages	362	366	365	1
Operating and Maintenance	258	258	182	76
Total Department of Law	620	624	547	77
Board of Assessment Appeals:				
Salaries and Wages	14	14	14	-
Operating and Maintenance	3	3	1	2
Total Board of Assessment Appeals	17	17	15	2

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
General Government (Continued):				
Finance:				
Salaries and Wages	$ 2,097	$ 2,158	$ 2,144	$ 14
Operating and Maintenance	742	746	638	108
Capital	100	100	1	99
Total Finance	2,939	3,004	2,783	221
Library:				
Operating and Maintenance	3,460	3,460	3,460	-
Personal Pension and Risk Management:				
Salaries and Wages	593	628	626	2
Operating and Maintenance	320	317	280	37
Total Personal Pension and Risk Management	913	945	906	39
Pension Fund:				
Operating and Maintenance	11,300	11,300	10,284	1,016
Employee Insurance and Other Benefits:				
Salaries and Wages	548	518	205	313
Operating and Maintenance	9,265	9,295	8,878	417
Total Employee Insurance and Other Benefits	9,813	9,813	9,083	730
Property and Casualty Insurance:				
Operating and Maintenance	1,659	1,659	1,610	49
Building Department:				
Salaries and Wages	490	476	466	10
Operating and Maintenance	34	148	129	19
Total Building Department	524	624	595	29
Register of Voters:				
Salaries and Wages	213	226	184	42
Operating and Maintenance	51	47	24	23
Total Register of Voters	264	273	208	65

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
General Government (Continued):				
Town Clerk:				
Salaries and Wages	$ 260	$ 263	$ 262	$ 1
Operating and Maintenance	79	99	96	3
Total Town Clerk	339	362	358	4
Planning and Zoning:				
Salaries and Wages	282	289	287	2
Operating and Maintenance	38	36	34	2
Capital	-			-
Total Planning and Zoning	320	325	321	4
Inland/Wetlands Commission:				
Salaries and Wages	101	112	111	1
Operating and Maintenance	13	28	20	8
Total Inland/Wetlands Commission	114	140	131	9
Zoning Board of Appeals:				
Salaries and Wages	2	2	1	1
Operating and Maintenance	15	15	10	5
Total Zoning Board of Appeals	17	17	11	6
Economic Development Commission:				
Salaries and Wages	90	96	96	-
Operating and Maintenance	37	37	15	22
Total Economic Development Commission	127	133	111	22
Conservation Commission:				
Salaries and Wages	1	1	-	1
Operating and Maintenance	8	8	5	3
Total Conservation Commission	9	9	5	4
Public Utilities Commission:				
Salaries and Wages	303	315	313	2
Operating and Maintenance	9	9	6	3
Total Public Utilities Commission	312	324	319	5

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
General Government (Continued):				
Probate Court:				
Operating and Maintenance	$ 19	$ 23	$ 21	$ 2
Capital	2	3	3	-
Total Probate Court	21	26	24	2
Civil Preparedness:				
Salaries and Wages	14	14	14	-
Operating and Maintenance	12	12	6	6
Capital	27	27	24	3
Total Civil Preparedness	53	53	44	9
Contingency Accounts:				
General and Accrued Expenses	1,050	659	-	659
Total General Government	34,954	34,911	31,759	3,152
Public Safety:				
Police Department:				
Salaries and Wages	10,602	10,802	10,204	598
Operating and Maintenance	1,848	1,810	1,402	408
Capital	216	954	657	297
Total Police Department	12,666	13,566	12,263	1,303
Dog Pound:				
Salaries and Wages	214	208	202	6
Operating and Maintenance	62	70	60	10
Total Dog Pound	276	278	262	16
Fire Department:				
Salaries and Wages	9,384	9,341	8,486	855
Operating and Maintenance	1,327	1,404	1,252	152
Capital	306	656	285	371
Total Fire Department	11,017	11,401	10,023	1,378
Total Public Safety	23,959	25,245	22,548	2,697

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
Public Works:				
Engineering Department:				
Salaries and Wages	$ 437	$ 451	$ 449	$ 2
Operating and Maintenance	82	82	65	17
Capital	20	20	-	20
Total Engineering Department	539	553	514	39
Department of Public Works:				
Salaries and Wages	3,595	3,586	3,283	303
Operating and Maintenance	2,961	2,961	2,620	341
Capital	43	562	49	513
Total Department of Public Works	6,599	7,109	5,952	1,157
Total Public Works	7,138	7,662	6,466	1,196
Health and Social Services:				
Health Department:				
Salaries and Wages	460	468	468	-
Operating and Maintenance	45	44	22	22
Total Health Department	505	512	490	22
Social Services:				
Salaries and Wages	524	524	405	119
Operating and Maintenance	99	99	82	17
Capital	3	3	2	1
Pass-Through Agency Contributions	1,516	1,528	1,522	6
Total Social Services	2,142	2,154	2,011	143
Veteran's Service Center:				
Salaries and Wages	26	26	26	-
Operating and Maintenance	1	1	-	1
Total Veteran's Service Center	27	27	26	1
Total Health and Social Services	2,674	2,693	2,527	166

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

	Budgeted Amounts			Variance Favorable
	Original	Final	Actual	(Unfavorable)
Parks and Recreation:				
Department of Parks and Recreation:				
Salaries and Wages	$ 923	$ 920	$ 733	$ 187
Operating and Maintenance	199	213	183	30
Capital	38	41	40	1
Total Parks and Recreation	1,160	1,174	956	218
Education	118,017	118,017	117,791	226
Debt Service:				
Principal	4,530	4,530	4,530	-
Interest	1,775	1,775	1,775	-
Administration, Registration, and Other	59	2	1	1
Total Debt Service	6,364	6,307	6,306	1
Appropriations in Force Carryforward:				
Capital and Nonrecurring Items	-	2,471	927	1,544
Total Expenditures	194,266	198,480	189,280	9,200
Other Financing Uses:				
Transfers Out	1,952	1,952	1,952	-
Total Expenditures and Other Financing Uses	$ 196,218	$ 200,432	191,232	$ 9,200

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

Budgetary expenditures are different than GAAP expenditures because:		
State of Connecticut "on-behalf" contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted:		
Pension	$	19,246
OPEB		269
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes.		(1,228)
Encumbrances for purchases and commitments ordered in the previous year, that were received and liquidated in the current year are reported for in the current year are reported for financial statement reporting purposes.		409
The Town and Board of Education do not budget for accrued payroll services earned at year end. The accrued wages are charged to the subsequent year's budget. The change in the accrual is recorded as an adjustment to the current year expenditure for GAAP financial statement purposes.		221
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV	$	210,149

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
TOWN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability:										
Service Cost	$ 5,924	$ 6,042	$ 6,750	$ 6,661	$ 6,507	$ 6,456	$ 6,014	$ 6,069	$ 5,664	$ 5,280
Interest	23,916	23,709	22,327	21,625	20,892	20,393	19,524	18,772	17,964	17,178
Changes of Benefit Terms	-	-	-	-	-	-	-	-	-	-
Differences between Expected and Actual Experience	10,167	(3,153)	6,775	3,339	2,691	(957)	2,850	(1,276)	1,596	1,376
Changes of Assumptions	-	-	6,775	3,372	3,197	2,230	2,847	5,242	2,618	-
Benefit Payments, including Refunds of Member Contributions	(24,119)	(22,953)	(21,414)	(20,026)	(18,071)	(16,659)	(15,702)	(14,698)	(13,966)	(13,828)
Net Change in Total Pension Liability	15,888	3,645	21,213	14,971	15,216	11,463	15,533	14,109	13,876	10,006
Total Pension Liability - Beginning of Year	347,587	343,942	322,729	307,758	292,542	281,079	265,546	251,437	237,561	227,555
Total Pension Liability - End of Year	363,475	347,587	343,942	322,729	307,758	292,542	281,079	265,546	251,437	237,561
Plan Fiduciary Net Position:										
Contributions - Employer	13,074	12,501	11,639	11,043	9,194	9,602	9,367	9,297	8,639	8,411
Contributions - Member	3,785	3,604	3,378	3,204	3,042	3,046	2,989	2,919	2,797	2,723
Net Investment Income	29,160	31,697	23,383	(39,545)	59,407	5,912	11,504	14,521	23,070	766
Benefit Payments, including Refunds of Member Contributions	(24,119)	(22,953)	(21,414)	(20,026)	(18,071)	(16,659)	(15,702)	(14,698)	(13,966)	(13,828)
Administrative Expense	(135)	(137)	(173)	(124)	(132)	(106)	(112)	(109)	(97)	(102)
Other	-	-	-	-	-	-	2	7	80	33
Net Change in Plan Fiduciary Net Position	21,765	24,712	16,813	(45,448)	53,440	1,795	8,048	11,937	20,523	(1,997)
Plan Fiduciary Net Position - Beginning of Year	263,896	239,184	222,371	267,819	214,379	212,584	204,536	192,599	172,076	174,073
Plan Fiduciary Net Position - End of Year	285,661	263,896	239,184	222,371	267,819	214,379	212,584	204,536	192,599	172,076
Net Pension Liability - End of Year	$ 77,814	$ 83,691	$ 104,758	$ 100,358	$ 39,939	$ 78,163	$ 68,495	$ 61,010	$ 58,838	$ 65,485
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	78.59 %	75.92 %	69.54 %	68.90 %	87.02 %	73.28 %	75.63 %	77.02 %	76.60 %	72.43 %
Covered Payroll	$ 45,792	$ 43,590	$ 44,546	$ 43,061	$ 43,559	$ 43,663	$ 43,222	$ 43,097	$ 42,990	$ 41,595
Net Pension Liability as a Percentage of Covered Payroll	169.93 %	192.00 %	235.17 %	233.06 %	91.69 %	179.01 %	158.47 %	141.56 %	136.86 %	157.43 %

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TOWN
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 10,961	$ 11,074	$ 10,526	$ 10,505	$ 9,194	$ 9,602	$ 9,367	$ 9,297	$ 8,639	$ 8,411
Contributions in Relation to the Actuarially Determined Contribution	13,074	12,501	11,639	11,043	9,194	9,602	9,367	9,297	8,639	8,411
Contribution Deficiency (Excess)	$ (2,113)	$ (1,427)	$ (1,113)	$ (538)	$ -	$ -	$ -	$ -	$ -	$ -
Covered Payroll	$ 45,792	$ 43,590	$ 44,546	$ 43,061	$ 43,559	$ 43,663	$ 43,222	$ 43,097	$ 42,990	$ 41,595
Contributions as a Percentage of Covered Payroll	28.55 %	28.68 %	26.13 %	25.65 %	21.11 %	21.99 %	21.67 %	21.57 %	20.10 %	20.22 %

Notes to Schedule:

Valuation Date: July 1, 2024
Measurement Date: June 30, 2025
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Salary
Remaining Amortization Period	24 Years, Open
Asset Valuation Method	5-Year Smoothed
Inflation	2.40%
Salary Increases:	
Hazardous Plan	Ranges from 2.4% to 8.9%, Based on Age
Non-Hazardous Plan	Ranges from 2.4% to 8.7%, Based on Age
Investment Rate of Return	7.00%

Retirement Age - Hazardous Plan:

Police	22 Years of Service
Fire	23 Years of Service
Lineman	25 Years of Service

Retirement Age - Non-Hazardous Plan:

Public Works	30 Years of Credited Service or Age 62 with 10 Years of Credited Service
Management and Supervisors	30 Years of Credited Service or Age 62 with 10 Years of Credited Service
Electric and Water Division	29 Years of Credited Service or Age 60 with 10 Years of Credited Service

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
TOWN
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	11.20 %	13.45 %	10.66 %	(14.93)%	28.03 %	2.81 %	5.68 %	7.60 %	13.57 %	0.46 %

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
VOLUNTEER FIRE
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability:										
Service Cost	$ 12	$ 7	$ 7	$ 8	$ 8	$ 13	$ 13	$ 23	$ 22	$ 17
Interest	109	102	100	103	100	117	112	115	110	103
Changes of Benefit Terms	292									
Differences Between Expected and Actual Experience	-	83	-	(84)	-	(298)	-	(115)		22
Changes of Assumptions	-	50	-	32	-	27	-	26	16	-
Benefit Payments, Including Refunds of Member Contributions	(242)	(75)	(67)	(62)	(53)	(57)	(53)	(59)	(63)	(50)
Net Change in Total Pension Liability	171	167	40	(3)	55	(198)	72	(10)	85	92
Total Pension Liability - Beginning of Year	1,657	1,490	1,450	1,453	1,398	1,596	1,524	1,534	1,449	1,357
Total Pension Liability - End of Year	1,828	1,657	1,490	1,450	1,453	1,398	1,596	1,524	1,534	1,449
Plan Fiduciary Net Position:										
Contributions - Employer	17	11	11	13	13	26	26	43	43	41
Net Investment Income	138	145	112	(312)	365	20	62	124	178	(10)
Benefit Payments, Including Refunds of Member Contributions	(242)	(75)	(67)	(62)	(53)	(57)	(53)	(59)	(62)	(50)
Administrative Expense	(2)	(1)	(2)	-	-	(7)	-	(8)	-	-
Net Change in Plan Fiduciary Net Position	(89)	80	54	(361)	325	(18)	35	100	159	(19)
Plan Fiduciary Net Position - Beginning of Year	1,646	1,566	1,512	1,873	1,548	1,566	1,531	1,431	1,272	1,291
Plan Fiduciary Net Position - End of Year	1,557	1,646	1,566	1,512	1,873	1,548	1,566	1,531	1,431	1,272
Net Pension Liability (Asset) - End of Year	$ 271	$ 11	$ (76)	$ (62)	$ (420)	$ (150)	$ 30	$ (7)	$ 103	$ 177
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	85.18 %	99.34 %	105.10 %	104.28 %	128.91 %	110.73 %	98.12 %	100.46 %	93.29 %	87.78 %
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	N/A

*Covered payroll is not included in the above schedule as the persons covered are volunteers.

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
VOLUNTEER FIRE
LAST TEN FISCAL YEARS
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$ 17	$ 11	$ 11	$ 13	$ 13	$ 26	$ 26	$ 43	$ 43	$ 41
Contributions in Relation to the Actuarially Determined Contribution	17	11	11	13	13	26	26	43	43	41
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered Payroll*	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Contributions as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to Schedule:

Valuation Date	July 1, 2023
Measurement Date	June 30, 2025

Actuarially determined contribution rates are calculated as of January 1, one and a half years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:	
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Salary
Remaining Amortization Period	25 Years, Open
Asset Valuation Method	5-Year Smoothed
Inflation	2.40% (Prior: 2.60%)
Investment Rate of Return	7.00%
Retirement Age	The Later of Age 65 and 5 Years of Service
Mortality	Healthy: RP-2010 Public Retirement Plans Amount-Weighted Mortality Tables for Safety Employees, for non-annuitants / annuitants, projected to the valuation date with Scale MP-2021. (Prior: RP-2000 Mortality Table) Disabled: Pub-2010 Public Retirement Plans Amount-Weighted Mortality Tables for Safety Employees, for disabled retirees, projected to the valuation date with Scale MP-2021. (Prior: RP-2000 Disabled Mortality Table)

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
VOLUNTEER FIRE
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	8.56 %	9.41 %	7.54 %	(16.84)%	23.79 %	1.28 %	4.07 %	8.64 %	13.90 %	(0.79)%

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF THE TOWN'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
Town's Proportion of the Net Pension Liability	- %	- %	- %	- %	- %	- %	- %	- %	- %	- %
Town's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the Net Pension Liability Associated with the Town	195,253	213,316	233,968	188,480	237,978	214,685	165,534	166,166	175,306	133,407
Total	$ 195,253	$ 213,316	$ 233,968	$ 188,480	$ 237,978	$ 214,685	$ 165,534	$ 166,166	$ 175,306	$ 133,407
Town's Covered Payroll	$ 59,823	$ 59,196	$ 58,065	$ 57,631	$ 55,439	$ 53,946	$ 52,545	$ 51,357	$ 50,654	$ 49,221
Town's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll	- %	- %	- %	- %	- %	- %	- %	- %	- %	- %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.68 %	58.39 %	54.06 %	60.77 %	49.24 %	49.24 %	49.24 %	49.24 %	49.24 %	49.24 %

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
Remaining 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

Note: the measurement date is one year earlier than the employer's reporting date.

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST EIGHT FISCAL YEARS*
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability:								
Service Cost	$ 1,214	$ 1,130	$ 1,109	$ 1,718	$ 1,627	$ 1,195	$ 1,066	$ 1,077
Interest	1,445	1,168	1,097	988	995	1,291	1,327	1,226
Differences Between Expected and Actual Experience	(937)	1,600	874	(10,400)	(713)	1,346	26	429
Changes of Assumptions	(3,615)	1,877	(307)	(4,457)	214	5,111	1,276	(1,022)
Benefit Payments	(814)	(1,357)	(2,234)	(1,773)	(1,134)	(1,176)	(1,493)	(1,789)
Net Change in Total OPEB Liability	(2,707)	4,418	539	(13,924)	989	7,767	2,202	(79)
Total OPEB Liability - Beginning of Year	35,957	31,539	31,000	44,924	43,935	36,168	33,966	34,045
Total OPEB Liability - End of Year	$ 33,250	$ 35,957	$ 31,539	$ 31,000	$ 44,924	$ 43,935	$ 36,168	$ 33,966
Covered-Employee Payroll	$ 102,239	$ 98,972	$ 96,482	$ 93,400	$ 92,723	$ 89,760	$ 89,958	$ 87,084
Total OPEB Liability as a Percentage of Covered-Employee Payroll	32.52 %	36.33 %	32.69 %	33.19 %	48.45 %	48.95 %	40.21 %	39.00 %

Note: There are no assets accumulated in a trust to pay benefits for the OPEB plan.

*This schedule is intended to show information for 10 years. Additional years' information will be displayed as it becomes available.

TOWN OF WALLINGFORD, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHERS RETIREMENT PLAN
LAST EIGHT FISCAL YEARS*
(IN THOUSANDS)

	2025	2024	2023	2022	2021	2020	2019	2018
Town's Proportion of the Net OPEB Liability	- %	- %	- %	- %	- %	- %	- %	- %
Town's Proportionate Share of the Net OPEB Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the Net OPEB Liability Associated with the Town	40,053	19,985	20,490	20,535	35,494	33,481	33,091	42,769
Total	$ 40,053	$ 19,985	$ 20,490	$ 20,535	$ 35,494	$ 33,481	$ 33,091	$ 42,769
Town's Covered Payroll	$ 59,823	$ 59,196	$ 58,065	$ 57,631	$ 55,439	$ 53,946	$ 52,545	$ 51,357
Town's Proportionate Share of the Net OPEB Liability as a Percentage of Its Covered Payroll	- %	- %	- %	- %	- %	- %	- %	- %
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 3.93% as of June 30, 2024; 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 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	Market 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 ten years. Additional years' information will be displayed as it becomes available.
- The measurement date is one year earlier than the employer's reporting date

*This schedule is intended to show information for 10 years. Additional years' information will be displayed as it becomes available.

Appendix B

Form of Legal Opinion of Bond Counsel and Tax Matters

Appendix B

Form of Legal Opinion of Bond Counsel and Tax Matters

December 17, 2026

Town of Wallingford
45 South Main Street
Wallingford, CT 06492

RE: Town of Wallingford, Connecticut
$12,700,000 General Obligation Bonds, Issue of 2026, dated December 17, 2026

Greetings:

We have acted as bond counsel in connection with the issuance by the Town of Wallingford, Connecticut (the "Town") of its $12,700,000 General Obligation Bonds, Issue of 2026 dated December 17, 2026 (the "Bonds").

In connection therewith, we have examined the law and such other materials as we have deemed necessary in order to render this opinion and have relied upon originals or copies, certified or otherwise identified to our satisfaction, of such public and private records, certificates and correspondence of public officials, including certificates of officials of the Town, and such other documents as were provided to us. In making such examinations, we have assumed the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity to original documents of documents submitted as certified or photostatic copies, the validity of all applicable statutes, ordinances, rules and regulations, the capacity of all persons executing documents and the proper indexing and accuracy of all public records and documents. As to questions of fact material to our opinion, we have relied upon written representations and agreements executed by officials of the Town authorized to issue the Bonds, in connection with the issuance and delivery of the Bonds, without undertaking to verify the same by independent investigation.

Based upon the foregoing examination, we are of the opinion, as of the date hereof and under existing law, as follows:

1. When certified as provided thereon by a duly authorized official of U.S. Bank Trust Company, National Association, the Bonds will be the valid and binding general obligations of the Town.

2. The Bonds will be payable as to both principal and interest, unless paid from other sources, from ad valorem taxes which may be levied on all taxable property in the territory of the Town without limitation regarding rate or amount, except as to certain classified property. Pursuant to the Connecticut General Statutes, classified property includes, without limitation, certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income or qualified disabled persons taxable at limited amounts.

3. Interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations.

The opinions set forth in the preceding paragraphs are subject to the condition that the Town comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, and continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. The Town has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Bonds to be includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

4. 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 subject to and required to pay the federal alternative minimum tax.

The rights of the holders of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting the rights and remedies of creditors, and by equitable principles, whether considered at law or in equity.

We express no opinion regarding the accuracy, adequacy, or completeness of the Preliminary Official Statement dated November 23, 2026, the final Official Statement dated December 2, 2026, or any other offering material relating to the Bonds.

Further, we express no opinion regarding tax consequences arising with respect to the Bonds other than as expressly set forth herein.

The opinions given in this opinion letter are given as of the date set forth above, and we assume no obligations to revise or supplement them to reflect any facts or circumstances that may later come to our attention, or any changes in law that may later occur.

Very truly yours,

UPDIKE, KELLY & SPELLACY, P.C.

TAX MATTERS

Federal Tax Matters

The Internal Revenue Code of 1986, as amended (the "Code"), imposes certain requirements which must be met at and subsequent to delivery of the Bonds in order that interest on the Bonds be and remains excluded from gross income for federal income tax purposes. Failure to comply with the continuing requirements of the Code may cause interest on the Bonds to be includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds, irrespective of the date on which such noncompliance occurs. The Tax Regulatory Agreement, which will be executed and delivered by the Town concurrently with the Bonds, contains certain representations, covenants and procedures relating to the use, expenditure and investment of proceeds of the Bonds in order to comply with requirements of the Code. Pursuant to the Tax Regulatory Agreement, the Town also covenants and agrees that it shall perform all things necessary or appropriate under any valid provision of law to ensure interest on the Bonds shall be excluded from gross income for federal income tax purposes under the Code.

In the opinion of Bond Counsel, based on existing statutes and court decisions and assuming continuing compliance by the Town with its covenants and the procedures contained in the Tax Regulatory Agreement, interest on the Bonds is excludable from gross income for federal income tax purposes and is not treated as an item of tax preference for purposes of computing the federal alternative minimum tax; however, such interest is taken into account in determining the adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations.

Ownership of the Bonds may result in certain collateral federal income tax consequences to certain taxpayers, including, without limitation, financial institutions, property and casualty insurance companies, certain foreign corporations doing business in the United States, certain S corporations with excess passive income, individual recipients of Social Security and Railroad Retirement benefits, taxpayers utilizing the earned income credit and taxpayers who have or are deemed to have incurred indebtedness to purchase or carry tax exempt obligations, such as the Bonds. The foregoing is not intended to be an exhaustive list of potential tax consequences. Prospective purchasers of the Bonds, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the federal tax consequences of ownership and disposition of the Bonds.

State Taxes

In the opinion of Bond Counsel, based on 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 opinion of Bond Counsel is rendered as of its date and is based on existing law, which is subject to change. Bond Counsel assumes no obligation to update or supplement its opinion to reflect any facts or circumstances that may come to its attention, or to reflect any changes in law that may thereafter occur or become effective.

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

No assurance can be given that future legislation, or amendments to the income tax law of the State of Connecticut, if enacted into law, will not contain provisions that could, directly or indirectly, reduce the benefit of the exclusion of the interest on the Bonds or any gain made on the sale or exchange thereof from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and Bond Counsel expresses no opinion thereon.

Prospective purchasers of the Bonds are advised to consult their own tax advisors regarding other state and local tax consequences of ownership and disposition of the Bonds.

Original Issue Discount

With respect to any of the Bonds where the initial public offering prices of certain maturities of the Bonds (the "OID Bonds"), may be less than their stated principal amounts, the difference between the stated principal amount and the initial public 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 on the cover page of the 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 includable in gross income of the owners of the Bonds for federal income tax purposes if interest on the Bonds is not included in gross income for federal income tax purposes. Accrued original issue discount on an OID Bonds is also excludable from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates and is excludable 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.

Under Section 1288 of the Code, the amount of original issue discount treated as having accrued with respect to any bond during each day it is owned is added to the adjusted basis of such owner for purposes of determining gain or loss upon the sale or other disposition of such bonds by such owner. Original issue discount on any bond is treated as accruing on the basis of economic accrual, computed by a constant semiannual compounding method using the yield to maturity on such bond, and the adjusted basis of such OID Bonds acquired at such initial offering price by an initial purchaser thereof will be increased by the amount of such accrued original issue discount. Owners of the OID Bonds are advised to consult with their tax advisors with respect to the federal, state and local tax consequences of owning the OID Bonds.

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

With respect to any of the Bonds where the initial public offering prices of certain maturities of the Bonds is greater than the amount payable on those Bonds at maturity (the "OIP Bonds"), the excess of the price paid by the first owner of an OIP Bond over the principal amount payable at maturity, or the earlier call date, if any, of such OIP Bond constitutes original issue premium. Original issue premium on any bond is treated as amortizing on the basis of the taxpayer's yield to maturity using the taxpayer's adjusted basis and a constant semiannual compounding method. The portion of such premium amortizing over the period the OIP Bond is held by the owner does not reduce taxable income for purposes of either the federal income tax or the Connecticut income tax on individuals, trusts and estates and does not reduce 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, but it does reduce the owner's adjusted basis in the OIP Bond for purposes of determining gain or loss on its disposition. Prospective purchasers of OIP Bonds should consult their own tax advisors regarding the amortization of premium and the effect upon basis.

Proposed Legislation and Other Matters

Federal, state or local legislation, administrative pronouncements or court decisions may affect the tax-exempt status of interest on the Bonds, gain from the sale or other disposition of the Bonds, the market value of the Bonds, or the marketability of the Bonds, or otherwise prevent the owners of the Bonds from realizing the full current benefit of the exclusion from gross income of the interest thereon. For example, federal legislative proposals have been made recently and in recent years that would, among other things, limit the exclusion from gross income of interest on obligations such as the Bonds for higher-income taxpayers. If enacted into law, such proposals could affect the tax exemption of interest on the Bonds or the market price for, or marketability of, the Bonds. No assurance can be given with respect to the impact of future legislation on the Bonds. Prospective purchasers of the Bonds should consult their own tax and financial advisors regarding such matters.

General

The opinions of Bond Counsel are rendered as of their date, and Bond Counsel assumes no obligation to update or supplement their opinion to reflect any facts or circumstances that may come to their attention or any changes in law that may occur after the date of their opinion. Bond Counsel's opinions are based on existing law, which is subject to change. Bond Counsel has not undertaken to advise in the future whether any events after the date of issuance of the Bonds may affect the tax status of interest on the Bonds. No assurance can be given that future federal legislation enacted or proposed after the date of issuance of the Bonds will not have an adverse effect on the tax-exempt status or market price of the Bonds or will not change the effect of other federal tax law consequences discussed above of owning and disposing of the Bonds. No assurance can be given that future legislation, or amendments to the State of Connecticut income tax law, if enacted into law, will not contain provisions which could, directly or indirectly, reduce the benefit of the exclusion of the interest on the Bonds or any gain made on the sale or exchange thereof from Connecticut taxable income for purposes of the Connecticut income tax on

individuals, trusts and estates. The opinions of Bond Counsel are further based on factual representations made to Bond Counsel as of the date of issuance. Moreover, Bond Counsel's opinions are not a guarantee of a particular result, and are not binding on the Internal Revenue Service or the courts; rather, such opinions represent Bond Counsel's professional judgment based on its review of existing law, and in reliance on the representations and covenants that it deems relevant to such opinions.

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 who 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 C

Form of Continuing Disclosure Agreement

Appendix C

Form of Continuing Disclosure Agreement

CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement ("Agreement") is executed and delivered as of the 17th day of December, 2026 by the Town of Wallingford, Connecticut (the "Town") acting by its undersigned officers, duly authorized, in connection with the issuance of its $12,700,000 General Obligation Bonds Issue of 2026 (the "Bonds"), dated December 17, 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:

"Final Official Statement" means the official statement of the Town, dated _____, 2026, prepared in connection with the Bonds.

"Listed Events" means any of the events listed in Section 3 of this Agreement.

"MSRB" means the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto.

"Repository" means the MSRB, through the operation of the Electronic Municipal Market Access (EMMA) system as described in 1934 Act Release No. 59061 and maintained by the MSRB for purposes of the Rule, or any other nationally recognized municipal securities information repository or organization recognized by the SEC from time to time for purposes of the Rule.

"Rule" means rule 15c2-12 adopted by the SEC 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 Town agrees to provide, or cause to be provided, to the Repository in an electronic format, accompanied by identifying information, as prescribed by the MSRB, and otherwise in accordance with the provisions of the Rule and of this Agreement, annual financial information and operating data (commencing with information and data for the fiscal year ending June 30, 2026) as follows:

(i) Audited financial statements of the Town's general fund, governmental funds, proprietary funds, fiduciary funds internal service and agency funds and other funds for the prior fiscal year, which statements shall be prepared in accordance with generally accepted accounting principles or mandated state statutory principles as in effect from time to time. As of the date of this Agreement, the Town is required to prepare audited financial statements of its various funds and accounts. The modified accrual basis of accounting is followed for the Town's general fund with major revenues recorded when measurable and available and expenditures recorded when incurred.

(ii) In addition to the information and statements described in (i) above:

(A) amounts of the gross and net taxable grand list applicable to the fiscal year,

(B) listing of the ten (10) largest taxpayers on the applicable grand list, together with each such taxpayer's taxable valuation thereon,

(C) percentage of the annual property tax levy collected and uncollected as of the close of the fiscal year,

(D) schedule of annual debt service on outstanding long-term bonded indebtedness as of the close of the fiscal year,

(E) calculation of the direct debt, net direct debt and overall net debt (reflecting overlapping and underlying debt) as of the close of the fiscal year,

(F) the direct debt and overall net debt of the Town per capita,

(G) the ratios of direct debt and overall net debt of the Town to the Town's equalized net (taxable) grand list,

(H) statement of statutory debt limitations and debt margins as of the close of the fiscal year, and

(I) funding status of the Town's pension benefit obligations.

(b) The financial statements and other financial information and operating data described above will be provided on or before the date eight (8) months after the close of the fiscal year for which such information is being provided. The Town's fiscal year currently ends on June 30. The Town agrees that if audited information is not available eight months after the close of any fiscal year, it shall submit unaudited information, if available, by such time and will submit audited information when available.

(c) Annual financial information or operating data may be provided in whole or in part by specific reference to other documents available to the public on the MSRB's Electronic Municipal Market Access (EMMA) system, the current internet web address of which is www.emma.msrb.org, or filed with the SEC. If the document to be cross-referenced is a final official statement, it must be available from the MSRB. The Town shall clearly identify each such other document so incorporated by cross-reference. All or a portion of the financial information and operating data may be provided in the form of a comprehensive annual financial report or the annual adopted budget.

(d) The Town reserves the right (i) to provide financial statements which are not audited if no longer required by law, (ii) to modify from time to time the format of the presentation of such information or data, and (iii) to modify the accounting principles it follows to the extent required by law, by changes in generally accepted accounting principles, or by changes in mandated statutory accounting principles as in effect from time to time, provided that the Town agrees that the exercise of any such right will be done in a manner consistent with the Rule.

(e) The Town may file information with the Repository, from time to time, in addition to that specifically required by this Agreement (a "Voluntary Filing"). If the Town chooses to make a Voluntary Filing, the Town 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 Town is under no obligation to provide any Voluntary Filing.

Section 3. Reporting of Listed Events.

The Town agrees to provide, or cause to be provided, to the Repository in an electronic format, accompanied by identifying information, as prescribed by the MSRB, notice of the occurrence of any of the following Listed Events with respect to the Bonds, in a timely manner not later than ten (10) business days after the occurrence of any such Listed Event:

(a) principal and interest payment delinquencies;

(b) non-payment related defaults, if material;

(c) unscheduled draws on debt service reserves reflecting financial difficulties;

(d) unscheduled draws on credit enhancements reflecting financial difficulties;

(e) substitution of credit or liquidity providers, or their failure to perform;

(f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;

(g) modifications to rights of holders of the Bonds, if material;

(h) Bond calls, if material, and tender offers;

(i) 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 Town;

Note to clause (l): For the purposes of the event identified in clause (l) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Town in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or government authority has assumed jurisdiction over substantially all of the assets or business of the Town, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Town;

(m) the consummation of a merger, consolidation, or acquisition involving the Town or the sale of all or substantially all of the assets of the Town, 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 trustee, if material;

(o) the incurrence of a financial obligation of the Town, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Town, any of which affect securities holders, if material; and

(p) a default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Town, any of which reflect financial difficulties.

Note to clauses (o) and (p): For the purposes of the events identified in clauses (o) and (p) above, the term "financial obligation" shall mean 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) but shall not include municipal securities as to which a final official statement has been provided to MSRB consistent with the Rule.

Section 4. Notice of Failure to Provide Annual Financial Information.

The Town agrees to provide, or cause to be provided, in a timely manner, to the Repository in an electronic format, accompanied by identifying information, as prescribed by the MSRB, notice of any failure by the Town 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 Town or by any agents which may be employed by the Town for such purpose from time to time.

Section 6. Termination.

The obligations of the Town 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 Town ceases to be an obligated person with respect to the Bonds within the meaning of the Rule.

Section 7. Enforcement.

The Town acknowledges that the undertakings set forth in Sections 2, 3 and 4 of 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 Town shall fail to perform its duties hereunder, the Town 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 of this Agreement or five (5) business days with respect to the undertakings set forth in Sections 3 and 4 of this Agreement) from the time the Mayor, or a successor, receives written notice from any beneficial owner of the Bonds of such failure. For purposes of this section, notice to the Town should be made to the Mayor, Town of Wallingford, 45 South Main Street, Wallingford, Connecticut 06492.

In the event the Town does not cure such failure within the time specified above, the beneficial owner of any of the Bonds shall be entitled only to the remedy of specific performance. No monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute an event of default with respect to the Bonds.

Section 8. Miscellaneous.

(a) The Town 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 Town from providing such additional information, data or notices from time to time as it deems appropriate in connection with the Bonds. If the Town elects to provide any such additional information, data or notices, the Town 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 provisions of this Agreement, the Town 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 Town, (ii) this Agreement as so amended or waived would have complied with the requirements of the Rule as of the date of this Agreement, taking into account any amendments or interpretations of the Rule, as well as any change in circumstances, and (iii) such amendment or waiver is supported by either an opinion of counsel expert in federal securities laws to the effect that such amendment or waiver would not materially adversely affect the beneficial owners of the Bonds or an approving vote by the holders of not less than 66 2/3% of the aggregate principal amount of the Bonds then outstanding. A copy of any such amendment or waiver will be filed in a timely manner with the Repository in electronic format. The annual financial information provided on the first date following 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 or financial information provided.

TOWN OF WALLINGFORD,
CONNECTICUT

By:_____
VINCENT CERVONI
Mayor

By:_____
TIMOTHY M. SENA
Comptroller

Appendix D

Notice of Sale

Appendix D

NOTICE OF SALE

TOWN OF WALLINGFORD, CONNECTICUT

$12,700,000 GENERAL OBLIGATION BONDS, ISSUE OF 2026

NOTICE IS GIVEN that ELECTRONIC BIDS ***solely*** via ***PARITY*** ® will be received by the TOWN OF WALLINGFORD, CONNECTICUT (the "Town"), at the office of Phoenix Advisors, a division of First Security Municipal Advisors, Inc., the Town's Municipal Advisor, 53 River Street, Suite 1, Milford, Connecticut 06460, until 11:30 A.M. (E.T.) on WEDNESDAY,

DECEMBER 2, 2026

(the "Sale Date") for the purchase, when issued, of all (but not less than all) of the Town's $12,700,000 General Obligation Bonds, Issue of 2026, dated December 17, 2026 (the "Bonds"), at no less than par and accrued interest from the date of the Bonds to the date of delivery, if any, maturing on December 15 in the principal amounts and in each of the years as follows:

Maturity	Amount	Maturity	Amount
2027	$635,000	2037	$635,000
2028	$635,000	2038	$635,000
2029	$635,000	2039	$635,000
2030	$635,000	2040	$635,000
2031	$635,000	2041	$635,000
2032	$635,000	2042	$635,000
2033	$635,000	2043	$635,000
2034	$635,000	2044	$635,000
2035	$635,000	2045	$635,000
2036	$635,000	2046	$635,000

The Bonds will bear interest commencing June 15, 2027 and semiannually thereafter on December 15 and June 15 in each year until maturity, as further described in the Preliminary Official Statement (as hereinafter defined), at the rate or rates per annum specified by the winning bidder.

Optional Redemption

The Bonds maturing on or before December 15, 2033 are not subject to redemption prior to maturity. The Bonds maturing on December 15, 2034 and thereafter are subject to redemption prior to maturity, at the option of the Town, on and after December 15, 2033, at any time, either in whole or in part, in such amounts and in such order of maturity as the Town may determine, and by lot within a maturity, 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:

Period During Which Redeemed	Redemption Price
December 15, 2033 and thereafter	100.0%

Nature of Obligation

The Bonds will constitute general obligations of the Town, and the Town will pledge its full faith and credit to pay the principal of and interest on the Bonds when due. Unless paid from other sources, the Bonds are payable from ad valorem taxes which may be levied against all taxable property in the Town. All property taxation is without limit 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 and of qualified disabled persons taxable at limited amounts pursuant to provisions of the Connecticut General Statutes, as amended.

Bank Qualification

The Bonds **shall NOT be** designated by the Town 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 Bonds.

DTC Book Entry

The Bonds will be issued by means of a book-entry system with no physical distribution of bond certificates made to the public. The Bonds will be issued in registered form and one bond certificate for each maturity will be issued to The Depository Trust Company ("DTC"), New York, New York, registered in the name of its nominee, Cede & Co., and immobilized in its custody. A book-entry system will be employed, evidencing ownership of the Bonds in principal amounts of $5,000 or any integral multiple thereof, with transfers of ownership effected on the records of DTC and its participants pursuant to rules and procedures adopted by DTC and its participants. The purchaser, as a condition to delivery of the Bonds, will be required to deposit the bond certificates with DTC, registered in the name of Cede & Co. Principal of, redemption premium, if any, and interest on the Bonds will be payable by the Town 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 Town will not be responsible or liable for payments by DTC to its participants or by DTC participants or indirect participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. Upon receipt from the Town, the Paying Agent will pay principal of and interest on the Bonds directly to DTC so long as DTC or its nominee, Cede & Co, is the bondholder.

In the event that (a) DTC determines not to continue to act as securities depository for the Bonds and the Town fails to identify another qualified securities depository to replace DTC, or (b) the Town determines to discontinue the book-entry system of evidence and transfer of ownership of the Bonds, the Town will authenticate and deliver replacement Bonds in the form of fully registered certificates. Any such replacement Bonds will provide that interest will be payable by check mailed by the Paying Agent to the registered owner whose name appears on the registration books of the Town as of the close of business on the record date preceding each interest payment date. The record dates for the Bonds will be the last business day of May and November in each year.

Proposals

Each bid must be for the entire $12,700,000 of the Bonds. Each proposal must specify the amount bid for the Bonds (which shall be the aggregate par value of the Bonds and, at the option of the bidder, a premium), and must specify in a multiple of one-twentieth of one percent (1/20 of 1%) or one-eighth of one percent (1/8 of 1%) the rate or rates of interest per annum which the Bonds are to bear, provided that such proposal shall not state (a) more than one interest rate for any Bonds having a like maturity, or (b) any interest rate for any Bonds of one maturity which exceeds the interest rate stated in such proposal for Bonds of a different maturity by more than three (3) percentage points. In addition to the amount bid for the Bonds, the purchaser must pay an amount equal to the interest on the Bonds accrued to the date of delivery. For the purpose of the bidding process, the time as maintained on ***PARITY®*** shall constitute the official time. For information purposes only, bidders are requested to state in their bids the true interest cost ("TIC") to the Town, as described under "Basis of Award" below, represented by the rate or rates of interest and the bid price specified in their respective bids. Interest shall be calculated on the basis of a 360-day year consisting of twelve 30-day months. No proposal for less than par and accrued interest to the date of delivery will be considered.

Basis of Award; Right to Reject Proposals; Waiver; Postponement; Change of Terms

Unless all bids are rejected, as between proposals which comply with this Notice of Sale, the Bonds will be awarded to the responsible bidder whose bid proposes the lowest TIC to the Town. The TIC will be the annual interest rate, compounded semiannually, which, when used to discount all payments of principal and interest payable on the Bonds results in an amount equal to the purchase price for the Bonds, excluding interest accrued to the date of delivery. If there is more than one responsible bidder making said offer at the same lowest TIC, the Bonds will be sold to the responsible bidder whose proposal is selected by the Town by lot from among all such proposals. It is requested that each proposal be accompanied by a statement of the percentage of TIC computed and rounded to six (6) decimal places. Such statement shall not be considered as part of the proposal. <u>The purchase price must be paid in immediately available federal funds</u>.

The right is reserved to reject any and all proposals and to reject any proposal not complying with this Notice of Sale and to waive any irregularity or informality with respect to any proposal.

The Town further reserves the right to postpone the sale to another time and date in its sole discretion for any reason, including Internet difficulties. The Town will use its best efforts to notify prospective bidders in a timely manner of any need for a postponement. Upon the establishment of an alternative sale date, any bidder may submit proposals for the purchase of the Bonds in accordance with the provisions of this Notice of Sale.

CUSIP Numbers

The deposit of the Bonds with DTC under a book-entry system requires the assignment of CUSIP numbers prior to delivery. The Town's Municipal Advisor will apply for CUSIP numbers for the Bonds prior to delivery and will provide the CUSIP Service Bureau with the final details of the sale, including the identity of the winning bidder. The Town will not be responsible for any delay occasioned by the inability to deposit the Bonds with DTC due to the failure of the Municipal Advisor to obtain such numbers and to supply them to the Town in a timely manner. Neither the failure to print such CUSIP number on any bond, nor any error with respect thereto, shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Bonds. All expenses in relation to the printing of CUSIP numbers on the Bonds shall be paid for by the Town; provided, however, that the Town assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers, which charges shall be the responsibility of and shall be paid for by the purchaser.

Electronic Proposals Bidding Procedure

Electronic bids for the purchase of the Bonds must be submitted through the facilities of ***PARITY®*** by 11:30 A.M. (E.T.) on Wednesday, December 2, 2026. Any prospective bidder must be a subscriber of Ipreo's BiDCOMP competitive bidding system. Further information about ***PARITY®***, including any fee charged, may be obtained from ***PARITY®***, c/o Ipreo LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, Attention: Customer Support (telephone: (212) 849-5021 – email notice: parity@ihsmarkit.com). The Town neither will confirm any subscription nor be responsible for any failure of a prospective bidder to subscribe. All bids shall be deemed to incorporate the provisions of this Notice.

Once an electronic bid made through the facilities of ***PARITY®*** is communicated to the Town, it shall constitute an irrevocable offer, in response to this Notice, and shall be binding upon the bidder as if made by the signed, sealed bid delivered to the Town. By submitting a bid for the Bonds via ***PARITY®***, the bidder represents and warrants to the Town that such bidder's bid for the purchase of the Bonds is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder by an irrevocable offer and that acceptance of such bid by the Town will bind the bidder by a legal, valid and enforceable contract, for the purchase of the Bonds on the terms described in this Notice. **The Town shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of *PARITY*®, or the inaccuracies of any information, including bid information or worksheets supplied by *PARITY*®, the use of *PARITY*® facilities being the sole risk of the prospective bidder. Each Bidder is solely responsible for knowing the terms of the sale as set forth herein.**

Disclaimer. Each of ***PARITY®*** prospective electronic bidders shall be solely responsible to make necessary arrangements to access ***PARITY®*** for the purpose of submitting its bid in a timely manner and in compliance with the requirements of this Notice. Neither the Town 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 Town or ***PARITY®*** shall be responsible for a bidder's failure to make a bid or for the proper operation of, or have any liability for any delays or interruptions of, or any damages caused by, ***PARITY®***. The Town is using ***PARITY®*** as a communication mechanism, and not as the Town's agent, to conduct the electronic bidding for the Bonds. The Town is not bound by any advice and

determination of ***PARITY®*** to the effect that any particular bid complies with the terms of this Notice and in particular the bid requirements herein set forth. All costs and expenses incurred by prospective bidders in connection with their subscription to, arrangements with and submission of bids via ***PARITY®*** are the sole responsibility of the bidders; and the Town is not responsible directly or indirectly, for any of such costs or expenses. If the prospective bidder encounters any difficulty in arranging to bid or submitting, modifying or withdrawing a bid for the Bonds, the prospective bidder should telephone ***PARITY®*** at (212) 849-5021. If any provision of this Notice shall conflict with information provided by ***PARITY®***, this Notice shall control.

For the purpose of the electronic bidding process, the time maintained on ***PARITY®*** shall constitute the official time.

Certifying Agent, Registrar, Paying Agent and Transfer Agent

The Bonds will be authenticated by U.S. Bank Trust Company, National Association, Hartford, Connecticut. U.S. Bank Trust Company, National Association will also act as Registrar, Paying Agent and Transfer Agent.

Delivery, Payment and Closing Requirements

At or prior to the delivery of the Bonds the winning bidder shall be furnished, without cost, with (a) the approving opinion of Updike, Kelly & Spellacy, P.C. of Hartford, Connecticut ("Bond Counsel") (see "Bond Counsel Opinion" below); (b) a signature and no litigation certificate, in form satisfactory to said firm, dated as of the date of delivery of the Bonds, and stating that there is no litigation pending, or to the knowledge of the signer or signers thereof threatened, affecting the validity of the Bonds or the power of the Town to levy and collect taxes to pay them; (c) a signed copy of the Official Statement prepared for this bond issue; (d) a certificate of Town Officials relating to the accuracy and completeness of the Official Statement; (e) an executed copy of the Continuing Disclosure Agreement (as defined below); and (f) a receipt of payment for the Bonds.

The Bonds will be delivered against payment in immediately available federal funds through the facilities of DTC, New York, New York or its agent via Fast Automated Securities Transfer ("FAST") on or about December 17, 2026.

The Town will have no responsibility to pay for any expenses of the purchaser except to the extent specifically stated in this Notice of Sale. The purchaser will have no responsibility to pay for any of the Town's costs of issuance except to the extent specifically stated in this Notice of Sale. The purchaser will be responsible for the clearance or exemption with respect to the status of the Bonds for sale under securities or "Blue Sky" laws and the preparation of any surveys or memoranda in connection with such sale. The Town shall have no responsibility for such clearance, exemption or preparation.

Bond Counsel Opinion

The legality of the issue will be passed upon by Updike, Kelly & Spellacy, P.C. of Hartford, Connecticut, Bond Counsel, and the purchaser will be furnished with its opinion, without charge, substantially in the form set forth in Appendix B to the Official Statement. The opinion will appear on each Bond certificate and will state that the Bonds are valid and binding obligations of the

Town. Absent special circumstances preventing compliance, Bond Counsel will require as a precondition to release of its opinion printed on the Bonds that the purchaser of such Bonds deliver to it a completed "issue price" certificate, or similar certificate, regarding expectations or public offering prices, as applicable, with respect to the Bonds awarded to such bidder, as described below under "Establishment of Issue Price".

Establishment of Issue Price

In order to provide the Town with information that enables it to comply with certain requirements of the Internal Revenue Code of 1986, as amended (the "Code"), relating to the exclusion of interest on the Bonds from the gross income of their owners, the winning bidder will be required to complete, execute, and deliver to the Town at or prior to the delivery of the Bonds an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the Public (the "Initial Offering Price") or the actual sales price or prices of the Bonds, as circumstances may determine, together with the supporting pricing wires or equivalent communications, with such modifications as may be appropriate or necessary, in the reasonable judgment of Bond Counsel. Communications relating to this "Establishment of Issue Price" section, the completed certificate(s) and any supporting information shall be delivered to (1) Bond Counsel at Michael P. Botelho, Esq., Updike, Kelly & Spellacy, P.C., 225 Asylum Street, 20th floor, Hartford, CT 06103, Telephone: (860) 548-2637, E-mail: mbotelho@uks.com and (2) the Municipal Advisor at Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, LLC, 53 River Street, Milford, CT 06460, Telephone: (203) 878-4945, E-mail: mspoerndle@muniadvisors.com (the "Municipal Advisor"). Questions related to this "Establishment of Issue Price" section should be directed to Bond Counsel or the Municipal Advisor. For purposes of this "Establishment of Issue Price" section, Bond Counsel may act on behalf of the Town and the Municipal Advisor may act on behalf of the Town.

By submitting a bid, each bidder is certifying that its bid is a firm offer to purchase the Bonds, is a good faith offer which the bidder believes reflects current market conditions, and is not a "courtesy bid" being submitted for the purpose of assisting in meeting the competitive sale requirements relating to the establishment of the "issue price" of the Bonds pursuant to Section 148 of the Code, including the requirement that bids be received from at least three (3) underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds.

By submitting a bid, a bidder represents to the Town that it has an established industry reputation for underwriting new issuances of municipal bonds such as the Bonds, represents that such bidder's bid is submitted for or on behalf of such bidder by an officer or agent who is duly authorized to bind the bidder to a legal, valid and enforceable contract for the purchase of the Bonds, and understands that upon award by the Town that this Notice of Sale constitutes a written contract between such bidder, as winning bidder, and the Town.

By submitting a bid, the bidder agrees that if the Competitive Sale Rule (as set forth below) is not met, it will satisfy either the Actual Sales Rule (as set forth below) or the Hold-the-Offering-Price Rule (as set forth below).

Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied.

Notification of Contact Information of Winning Bidder. Promptly upon award, the winning bidder shall notify the Municipal Advisor and Bond Counsel of the contact name, telephone number and e-mail address of the person(s) of the winning bidder for purposes of communications concerning this "Establishment of Issue Price" section.

Competitive Sale Rule. The Town intends that the provisions of Treasury Regulations Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "Competitive Sale Rule") because:

(1) the Town shall disseminate, or have disseminated on its behalf, this Notice of Sale to potential bidders in a manner that is reasonably designed to reach potential bidders;

(2) all bidders shall have an equal opportunity to bid;

(3) the Town anticipates receiving bids from at least three (3) underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and

(4) the Town anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the lowest true interest cost ("TIC"), as set forth in this Notice of Sale.

Competitive Sale Rule Met. The Town, or the Municipal Advisor on behalf of the Town, shall at the time of award advise the winning bidder if the Competitive Sale Rule has been met. Within two (2) hours of award (or such other time as agreed to by Bond Counsel), the winning bidder shall provide Bond Counsel and the Municipal Advisor, via e-mail, a completed "ISSUE PRICE CERTIFICATE" in the form attached hereto as Attachment A.

Competitive Sale Rule Not Met. In the event that the Competitive Sale Rule is not satisfied, the Town, or the Municipal Advisor on behalf of the Town, shall at the time of award advise the winning bidder. The Town may determine to treat (i) the first price at which ten percent (10%) of a Maturity of the Bonds (the "Actual Sales Rule") is sold to the Public as the issue price of that Maturity, and/or (ii) the Initial Offering Price to the Public as of the Sale Date of any Maturity of the Bonds as the issue price of that Maturity (the "Hold-the-Offering-Price Rule"), in each case applied on a Maturity-by-Maturity basis. In the event that the Competitive Sale Rule is not satisfied, the winning bidder, by 3:30 p.m. (E.D.T.) on the Sale Date, shall notify and provide, via e-mail, Bond Counsel and the Municipal Advisor (A)(I) of the first price at which ten percent (10%) of each Maturity of Bonds has been sold to the Public, and (II) reasonable supporting documentation or certifications of such price the form of which is acceptable to Bond Counsel; i.e., those Maturities of the Bonds that satisfy the Actual Sales Rule as of the Sale Date, and (B) those Maturities of the Bonds that the winning bidder is purchasing for its own account and not with a view to distribution or resale of such Maturity to the Public. After such receipt, the Town, or Bond Counsel on behalf of the Town, shall promptly confirm with the winning bidder, via e-mail, which Maturities of the Bonds shall be subject to the Actual Sales Rule and which Maturities shall be subject to the Hold-the-Offering-Price Rule.

For those Maturities of Bonds subject to the Hold-the-Offering-Price Rule, the winning bidder shall (i) provide Bond Counsel (via e-mail) a copy of pricing wire or equivalent communication for the Bonds, (ii) confirm that each Underwriter (as defined below) has offered or will offer all of the Bonds to the Public on or before the date of award at the Initial Offering Prices, and (iii) agree, on behalf of each Underwriter participating in the purchase of the Bonds, that each Underwriter will neither offer nor sell unsold Bonds of any Maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price for such Maturity during the period starting on the Sale Date and ending on the earlier of the following:

(1) the close of the fifth (5th) business day after the Sale Date; or

(2) the date on which the Underwriters have sold at least ten percent (10%) of that Maturity of the Bonds to the Public at a price that is no higher than the Initial Offering Price.

The winning bidder shall promptly advise Bond Counsel and the Municipal Advisor, via e-mail, when the Underwriters have sold ten percent (10%) of that Maturity of the Bonds to the Public at a price that is no higher than the Initial Offering Price, if that occurs prior to the close of the fifth (5th) business day after the Sale Date.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable, to (A) report the prices at which it sells to the Public the unsold Bonds of each Maturity allotted to it until it is notified by the winning bidder that either the Actual Sales Rule has been satisfied as to the Bonds of that Maturity or all Bonds of that Maturity have been sold to the Public, and (B) comply with the Hold-the-Offering-Price Rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the Public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the Public the unsold Bonds of each Maturity allotted to it until it is notified by the winning bidder or such Underwriter that either the Actual Sales Rule has been satisfied as to the Bonds of that Maturity or all Bonds of that Maturity have been sold to the Public and (B) comply with the Hold-the-Offering-Price Rule, if applicable, in each case if and for so long as directed by the winning bidder or such Underwriter and as set forth in the related pricing wires.

Sales of any Bonds to any person that is a Related Party (as defined below) to an Underwriter shall not constitute sales to the Public for purposes of this Notice of Sale.

Definitions. For purposes of this "Establishment of Issue Price" section:

(1) "Maturity" means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

(2) "Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party to an Underwriter.

(3) "Related Party" generally means any two or more persons who have greater than 50% common ownership, directly or indirectly.

(4) "Underwriter" means (i) any person that agrees pursuant to a written contract with the Town (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this definition to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

Official Statement

For more information regarding the Bonds or the Town, reference is made to the Preliminary Official Statement dated November 23, 2026 (the "Official Statement") describing the Bonds and the financial condition of the Town. The Official Statement is available in electronic format at www.i-dealprospectus.com, and such electronic access is being provided as a matter of convenience only. Copies of the Official Statement may be obtained from Matthew Spoerndle, Senior Managing Director, Phoenix Advisors, 53 River Street, Milford, CT 06460, Telephone: (203) 878-4945, E-mail: mspoerndle@muniadvisors.com. The Town deems such Official Statement to be a final official statement for purposes of complying with Securities and Exchange Commission Rule 15c2-12 (the "Rule"), but such Official Statement is subject to revision or amendment as appropriate. The Town will make available to the purchaser a reasonable number of copies of the final Official Statement at the Town's expense, and the final Official Statement will be made available to the purchaser by no later than the earlier of the delivery of the Bonds or by the seventh (7th) business day after the day bids on the Bonds are received. If the Town's Municipal Advisor, is provided with the necessary information from the purchaser by 12:00 noon on the day after the Sale Date, the copies of the final Official Statement will include an additional cover page and other pages, if necessary, indicating the interest rates, rating(s), yields or reoffering prices and the name of the managing underwriter of the Bonds, and any corrections. The purchaser shall arrange with the Municipal Advisor the method of delivery of the copies of the final Official Statement to the purchaser. Additional copies of the final Official Statement may be obtained by the purchaser at its own expense by arrangement with the printer.

Continuing Disclosure Agreement

As required by the Rule, the Town will undertake, pursuant to a Continuing Disclosure Agreement (the "Continuing Disclosure Agreement"), to provide annual financial information and operating data including audited financial statements, notice of the occurrence of certain events with respect to the Bonds within ten (10) business days of the occurrence of such events, and timely notice of any failure by the Town to provide annual financial information on or before the date specified in the Continuing Disclosure Agreement. A form of the Continuing Disclosure Agreement is attached to the Official Statement as Appendix C. The purchaser's obligation to purchase the Bonds shall be conditioned upon its receiving, at or prior to delivery of the Bonds, an executed Continuing Disclosure Agreement.

TOWN OF WALLINGFORD, CONNECTICUT

VINCENT CERVONI
Mayor

TIMOTHY M. SENA
Comptroller

November 23, 2026

ATTACHMENT A

ISSUE PRICE CERTIFICATE

(If Competitive Sale Requirements Satisfied)

TOWN OF WALLINGFORD, CONNECTICUT
$12,700,000 GENERAL OBLIGATION BONDS, ISSUE OF 2026
Dated December 17, 2026

The undersigned, on behalf of [UNDERWRITER] ("[SHORT NAME OF UNDERWRITER]"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds").

1. ***Due Authorization***. The undersigned is a duly authorized representative of [SHORT NAME OF UNDERWRITER], the purchaser of the Bonds.

2. ***Purchase Price***. The TOWN OF WALLINGFORD, CONNECTICUT (the "Issuer") sold to [SHORT NAME OF UNDERWRITER], for delivery on or about December 17, 2026, the Bonds at a price of par ($[Par]), plus an aggregate net premium of $_____ and less an underwriter's discount of $_____, resulting in an aggregate net purchase price of $_____.

3. ***Reasonably Expected Initial Offering Price***.

(a) As of December 2, 2026 (the "Sale Date"), the reasonably expected initial offering prices of the Bonds to the Public by [SHORT NAME OF UNDERWRITER] are the prices listed in **Schedule A** (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Bonds used by [SHORT NAME OF UNDERWRITER] in formulating its bid to purchase the Bonds. Attached as **Schedule B** is a true and correct copy of the bid provided by [SHORT NAME OF UNDERWRITER] to purchase the Bonds.

(b) [SHORT NAME OF UNDERWRITER] was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by [SHORT NAME OF UNDERWRITER] constituted a firm offer to purchase the Bonds.

4. ***Defined Terms***.

(a) "Maturity" means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

(b) "Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than fifty percent (50%) common ownership, directly or indirectly.

(c) "Underwriter" means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this definition to participate in the initial sale of the Bonds to the Public (including a member of the selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

5. ***Representations and Information***. The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder (collectively, the "Code"). The undersigned understands that the foregoing information will be relied upon by the Issuer in making its certification as to issue price of the Bonds under the Code and with respect to compliance with the federal income tax rules affecting the Bonds. Updike, Kelly & Spellacy, P.C., bond counsel, may rely on the foregoing representations in rendering its opinion on the exclusion from federal gross income of the interest on the Bonds, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer relating to the Bonds. Except as set forth above, no third party may rely on the foregoing certifications, and no party may rely hereon for any other purpose.

IN WITNESS WHEREOF, the undersigned has executed this Certificate as of December 17, 2026.

[UNDERWRITER]

By:_____
Name:
Title:

Schedule A to Issue Price Certificate

Maturity, December 15	Principal Amount ($)	Interest Rate (%)	Price ($, not Yield)

Schedule B to Issue Price Certificate

[Copy of Bid]

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