

**CITY OF MERIDEN
CONNECTICUT**



**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

FISCAL YEAR ENDED JUNE 30, 2022

CITY OF MERIDEN, CONNECTICUT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

DEPARTMENT OF FINANCE
KEVIN McNABOLA, MBA/MPA
CHIEF FINANCIAL OFFICER

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INTRODUCTORY SECTION



FINANCE DEPARTMENT
ROOM 212 CITY HALL
142 EAST MAIN STREET
MERIDEN, CONNECTICUT 06450-8022

December 23, 2022

To the Honorable Mayor, Members of the City Council,
Citizens of the City of Meriden:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2022.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Clifton Larson Allen LLP, Certified Public Accountants, have issued an unmodified opinion of the City of Meriden's financial statements for the year ended June 30, 2022. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Description of the Municipality

Meriden was settled in 1661, incorporated as a town in 1806, and as a city in 1867. The Town and City were consolidated in 1922. The City, which covers an area of 24.0 square miles, had a population of 60,841 in 2019. Meriden is located midway between the cities of Hartford and New Haven within New Haven County at the crossroads of Interstate 91, Interstate 691, State Rt.15 (Wilbur Cross Parkway) and U.S. Rt. 5. Interstate 691 links Interstate 91 and Interstate 84.

The City includes a unique mix of historic buildings and neighborhoods, affordable housing to working families, more affluent suburban style developments, modern business facilities, a major mall, the largest municipal park in Connecticut (Hubbard Park) and prominent natural scenic ridge top areas. There is local transit service, Amtrak, the Hartford Line, and interstate buses all provide passenger transportation connecting the City to major metropolitan centers. Freight service is provided by Conrail and a number of trucking companies. The Meriden-Markham Municipal Airport provides both freight and limited passenger service.

Manufacturing firms produce a diversified product line, which includes electronic components, biopharmaceuticals, printing presses, aircraft and spacecraft components, industrial filters and antipollution equipment, industrial equipment, lighting fixtures, metal alloys, auto parts and video/data transmission equipment.

Form of Government

The City of Meriden has operated under a Council/Manager form of government since December 3, 1979.

Under the City Charter, the legislative branch consists of 12 elected members forming the City Council who have exclusive legislative and fiscal powers. The Council may, by resolution, regulate the internal operation of boards, commissions and offices, which it fills by appointment. The citizens elect the City Council and Mayor. The City Council appoints the City Manager.

The City Manager is directly responsible to the Council for the supervision and administration of all departments and offices of the City except those elected by the people or appointed by state or federal authority.

A Director of Finance is appointed by the City Manager, subject to the approval of the City Council and serves at the pleasure of the City Council. The Director is the fiscal officer of the City and is responsible for the operation and supervision of the Department of Finance.

ECONOMIC CONDITIONS AND DEVELOPMENT

Meriden’s development points to a stable, slowly growing economy. The average annual growth rate for approved commercial/industrial site plan development is 128,969 square feet. This is the growth rate of land use approvals of applications in the three most recent fiscal years (2020, 2021 and 2022).

SITE PLAN DEVELOPMENT PROJECTS APPROVED BY PLANNING COMMISSION / DIRECTOR IN FISCAL YEARS 2019-2022

TYPE OF USE/BUSINESS	FY2019 BUILDING SQ. FT.	FY2020 BUILDING SQ. FT.	FY2021 BUILDING SQ. FT.	FY2022 BUILDING SQ. FT.	TOTAL 2019-2022 SQ. FT.
Commercial Office/Service	55,177	56,435	10,890	17,973	140,475
Commercial Retail	10,003	350	1,500	12,815	24,668
Industrial/Light Industrial	116,188	5,400	181,033	100,512	403,133

	2019	2020	2021	2022	TOTAL
COMMERCIAL/INDUSTRIAL	181,368	62,185	193,423	131,300	568,276
Institutional	18,162	21,832	239,294	50,000	329,288
TOTAL NON-RESIDENTIAL	199,530	84,017	432,717	181,300	897,564
	2019 UNITS	2020 UNITS	2021 UNITS	2022 UNITS	
Multi-Family Residential	4	112	0	404	520

Approved residential development has decreased year over year. Constructed residential units are indicated below.

RESIDENTIAL NEW CONSTRUCTION PERMITS ISSUED AND CONSTRUCTION BEGUN IN FY 2019-2022

TYPE	FY2019 UNITS	FY2020 UNITS	FY2021 UNITS	FY2022 UNITS	FY2019-2022 UNITS
Multi-Family Residential (Building Dept. does not track Multi-Family permits separately)	0	0	0	0	0
Single Family Residential	7	5	14	13	39
TOTAL RESIDENTIAL	7	5	14	13	39

COMPREHENSIVE PLANNING

The City is actively implementing its long term Plan of Conservation & Development (“POCD”). The Plan addressed the following aspects of City function:

1. Land Use
2. Economic Development
3. Open Space
4. Housing
5. Infrastructure
6. Quality of Life, etc.

The Plan includes the following vision statement as the guiding objective of the Plan:

"Based on public outreach and research completed to update chapters of the POCD, the following have emerged as the overarching goals for Meriden:

*Meriden is an attractive **place to live and work**. Encourage the growth of **Competitive businesses** and jobs, regional health and other institutions, and help to maintain **attractive and safe** residential neighborhoods.*

*Support redevelopment and **attract quality businesses and market-rate housing downtown** that will increase activity and bring new vitality to the area around the train station and Meriden Green.*

***Provide resources** that will increase the quality of life of all of Meriden's residents.*

***Maximize the value and use of the City's extensive community resources,** such as its public parks, community facilities, historic assets, prominent views, forested open spaces, and water resources.*

*Create a **positive identity** for the City and improve Meriden's image in the region.*

*Improve **communication between the City and residents** to encourage active participation in City initiatives, and to promote events and opportunities in Meriden."*

The City of Meriden adopted an updated long-term Plan of Conservation & Development ("POCD") in February 2020 and is actively implementing its POCD through specific actions to promote its objectives, including targeted investments, regulatory changes, and economic development.

TRANSIT ORIENTED DEVELOPMENT ("TOD")

The Transit-Oriented Development ("TOD") Plan was the major special study completed in 2012, as part of the implementation of the POCD. The planned increase in rail service and several underdeveloped properties provide opportunities for a full transit center, future high-density mixed-use development and a central park that can support flood control.



1 Meriden Transit Center



2 Meriden Commons 161 State Street

The Transit-Oriented Development ("TOD") Plan is being implemented on several fronts. First, the Meriden Green park and flood control plan was completed in 2016 and is open for public use. Three acres of the Meriden Green site is set aside for future economic development.

The Meriden Transit Center, a \$20 million multi-modal facility owned and operated by the Connecticut Department of Transportation, was substantially completed in 2017 and formally opened for service in April 2018. The new station includes a commuter parking garage, surface parking lot, and a new rail station with a pedestrian up and over, and extended platforms. The improvements support public transit bus service, Amtrak service, and new commuter rail service, known as the "Hartford Line", to New Haven and Hartford that commenced in June 2018. Two new mixed-use private developments, including a 63-unit mixed-use development at 24 Colony Street and a 75-unit mixed-use development at 161 State Street are completed. Two additional mixed-use developments totaling 157 housing units are fully funded, permitted, and are in the construction stage. Additional information can be found on the website <http://www.meriden2020.com/Downtown-Redevelopment/mixed-use-development-projects/>.

Just outside of downtown, the City is continuing to advanced redevelopment plans for the former Meriden Wallingford hospital site that includes a 245,000 square foot building occupying two city blocks, a former parking garage, and land totaling 5.64 acres. Just to the east of the former hospital site is 116 Cook Avenue, a 73,000 square foot former medical office building on 10 acres that includes the former Insilco Factory H site. The City is seeking funds to demolish the structures at 116 Cook Ave and the site of the former Meriden Wallingford hospital to provide economically viable development parcels.

NEIGHBORHOOD PLANNING

The City continued its efforts to ensure the preservation and the improvement of the quality of life in our distinct and historical neighborhoods. The preservation effort is primarily addressed through the Neighborhood Code Enforcement Walk. This continuing program includes six inner core neighborhoods covering 525 acres and 20 miles of street. Code violations reviewed include building, zoning, housing and health codes. More specifically, the major issues addressed are exterior conditions, overgrown grass, garbage and debris, abandoned vehicles, illegal apartments, etc.

The City is engaged in obtaining additional funding for programs such as lead abatement to improve the quality of life, health, and safety for residents of Meriden's older housing stock.

ENVIRONMENTAL PLANNING

The City has continued to make progress with environmental cleanup of two important, centrally located sites:

1. 116 Cook Avenue - Factory "H" - which is located on Cook Avenue at the southerly entrance to the Transit-Oriented Development zoning district. Demolition of the obsolete Factory "H" structures was completed in the summer of 2012. A \$2,000,000 DECD Brownfields grant was received for remediation of 116 Cook Avenue.
2. 100 Hanover Street – The City has acquired the property, and a \$385,000 DEEP Open Space grant application was submitted to remediate and demolish 100 Hanover Street. Work to be completed in 2022-23.
3. 51-53 South Colony Street – \$800,000 EPA Brownfields grant application was submitted for remediation of 51-53 South Colony Street. Work to be completed in 2023.

4. Meriden Green - The site is across from the transit center. Meriden is a designated stop on the planned New Haven-Hartford-Springfield rail service. The park project was completed in July of 2016. An expansion project has been set to take place on the former Meriden Mills Memorial housing site parallel to the Meriden Green. The site is expected to have a sensory garden on site with an educational space, a wheelchair accessible touch garden and a streamside exploration trail.

5. .289 & 290 Pratt Street- The City of Meriden received a \$1.8 million Brownfields Grant for the cleanup of both sites. 289 Pratt Street is anticipated to be the future home of a 92-unit apartment building with the first floor containing commercial spaces.

ECONOMIC DEVELOPMENT

The goal of the Economic Development Office is to sustain and grow the tax base, foster job growth, and create economic activity across our community. Key economic development activities include managing the City's business incentive programs, repurposing brownfield sites, marketing and outreach, and fostering transit-oriented development. This requires going out into the community, meeting with businesses, recruiting businesses, and fostering relationships in the community and throughout the state.

Incentive Programs

The office of Economic Development manages the City's business incentive programs that are designed to assist businesses that locate or expand in Meriden. A more detailed description of the available incentive programs can be found on found at <http://www.meridenbiz.com/incentives/>

The incentives include:

- **Meriden's Enterprise Zone ("EZ") State Incentives / State Urban Jobs M-55 Program:** Meriden has a State-designated Enterprise Zone, which provides tax incentives to manufacturers and warehousing and distribution companies that locate to or expand in Meriden's Enterprise Zone. Fifty percent of these tax abatements are reimbursed by the State. During FY 2021-22, there were no new City approvals on applications for personal property or applications for real estate.
- **Meriden's Enterprise Zone - City of Meriden Incentives:** Companies locating to or expanding in the Enterprise Zone that do not qualify for the State's EZ program may qualify for Enterprise Zone incentives under the Meriden Enterprise Zone incentive program.
 - During FY 2021-22, there were no new City approvals on applications for personal property or any applications for real estate.
- **Meriden's Information Technology Zone ("ITZ") Incentives:** Meriden has an Information Technology Zone tax incentive program offering real property tax assessment deferrals to property owners who improve their buildings to house IT companies. IT companies locating in the buildings may also receive personal property tax abatements.
 - During FY 2021-22 there were no new applications

- **Meriden's Manufacturing Assistance Program ("MAP"):** Meriden offers subordinate financing to manufacturers planning to expand their operations in the City or who wish to locate to Meriden. The loans are for real estate acquisition or improvements and are only offered in conjunction with private financing. Eight manufacturers have taken advantage of this program to date. One loan is current and one additional loan has been approved. Seven loans have been paid back in full. The program supports the expansion and retention of the City's manufacturing base. This program also offers a relocation incentive up to \$15,000 per business for companies relocating to Meriden.
During 2021-22 the City approved one \$500,000 award for Thompson Chocolate.
- **Commercial Property Assessed Clean Energy ("C-PACE"):** A State of Connecticut Energy Program allowing commercial and industrial building owners to finance qualifying energy efficiency and clean energy improvements through placing a voluntary assessment on their property tax bill. Meriden has entered into an agreement with the Connecticut Energy Finance and Investment Authority to participate in this program. To date two property owners are participating in the C-PACE program.

The City's Economic Development Office continues to contract with CoStar Inc., to provide real-time, on-line access to commercial property databases listing all commercial and industrial properties available for lease or sale in the Meriden/New Haven region. The database enables staff to provide real-time "for lease" and "for sale" information to companies wishing to locate to or expand in the City. The database also provides real estate analysis (vacancy rates, lease histories, property abatements related to the improvement of underutilized and vacant properties zoned commercial and located along East Main Street from Bee Street to the Middlefield town line. Several new commercial/retail developments have taken advantage of this incentive including Family Dollar (1324 East Main Street), JD Byrider (1187 East Main Street), Taino's Smokehouse (1388 East Main Street) and Huxley's restaurant (1376 East Main Street 1336 East Main Streets, Sunrise Commons).

East Main Street Incentive

In 2020, the city renewed and expanded the East Main Street to include Research Parkway, to the Wallingford town line, including Pomeroy Avenue. Portions of Ives Avenue, Corporate Court, Pondview Drive, Deerfield Lane.

West Main Street Incentive

In 2020, the city adopted the West main Street Incentive to encourage private investment in underutilized and vacant properties, increase traffic to existing businesses along West Main Street, Colony Street, and North & South Colony Street, and all properties within the Adaptive Reuse Overlay Zone, to improve the economic vitality of Meriden's sites. The property or equipment must be or will be located on West Main Street, from Colony intersection to Smithfield Avenue. North Colony from the Berlin Town Line, through Colony Street, to South Colony, to the Wallingford Town line. All properties must be commercially zoned in C1, C2, C3, and C4, or M1, M2, and M3.

Manufacturing Incentive

Any manufacturing company currently operating one facility in town shall be eligible for a tax abatement on the second facility or if the manufacturer has two facilities in town and has purchased a third location within the City of Meriden, they will be eligible for the abatement. The additional location must have been purchased within a year of the current resolution that was passed (December 6, 2021).

City-Wide Incentive Businesses must be making improvements for office use, retail use, manufacturing use, warehouse use, storage use, distribution use, information technology, recreational facilities or transportation facilities.

Brownfields Redevelopment

Meriden is engaged in a long-term commitment to assess and clean up brownfield sites in the community and return them to active reuse. Since 1992, the City has evaluated 23 brownfield sites totaling over 36 acres of land. The cleanup of 11 sites has been completed or is ongoing. Since 2002, the City has leveraged over \$30 million for assessment, cleanup, and remediation activities of those sites. These grants have supported the creation of more available land for housing and commercial development.

Marketing and Outreach

Meriden is in its 17th year of a marketing campaign focusing on business retention and business development. The “Meriden 2020: Bringing It/Together” campaign was launched in 2015 to include electronic and print media campaigns allowing the City to update and maintain online communications, including meridenbiz.com and meriden2020.com websites and to develop and implement a marketing plan for the use of the 2,000 hours/year of electronic billboard space.

Commercial/Industrial Development

Recently, several industrial and commercial businesses have undertaken major expansion projects in Meriden. Highlights include the following:

- 850 Murdock Ave – Construction of a 158,333 square feet distribution warehouse. Construction completed in 2022
- 460 Lewis Ave –Conversion of 179,975 square foot Macys building that is part of the Meriden Mall to retail healthcare services. Interior demolition has begun and construction is anticipated to be completed in 2023.
- 525 Kensington Ave – Approval of a 59,400 sf cannabis production facility. Construction, pending state licensure, anticipated in 2023.
- 554 Broad Street, Tacos Mi Nacho – Construction of a 3,572 sf restaurant completed in 2022.
- 1125 East Main Street – Popeye’s – Construction of a 2,350 restaurant completed in 2002.
- 275 Research Parkway – Conversion of an existing hotel to a 165 residential units anticipated to be completed in late 2022 early 2023.
- 99 Broad Street – Construction of a 60,000 sf self-storage facility to be completed in late 2022 early 2023.
- 752 East Main, Achieve Financial Credit Union – Complete renovation of 1,215 sf vacant commercial building and site reconstruction. Completed in 2022.
- 1376 East Main Street, Huxley’s Bookmark Café New 4,500 square feet restaurant was completed in 2019.
- 161/177 State Street - Meriden Commons Phase 1. New construction square ruction of 75-unit mixed-use development with 5,500 square feet commercial space has been completed in 2018. Total development cost \$24 million.
- 161/177 State Street - Meriden Commons Phase 2. New construction of 76-unit mixed-use development with 1,500 square feet commercial space completed in 2020. Total development cost \$30 million.

- 11 Crown Street / 2 South Colony. New construction of 81-unit mixed-use development. Total development cost \$30 million. Completed yr. 2020.
- Taino Smokehouse Prime, 1388 East Main Street- This 8500 square feet. Repurposed a long-vacant restaurant property that was scheduled for demolition. The owner invested heavily with state of the art cooking and smoking equipment and advertising as a unique “Open fire pit”. The venue has been a huge success and is attracting customers from throughout New England. The project was completed in 2019-2020.
- 30 Pomeroy Ave.-FW Webb. Renovation of former car dealership into retail plumbing supply and showroom completed in 2018.
- 1336 East Main Street, Sunrise Commons 7,500 square feet, office space, commercial rental. Completed yr. 2020.
- 518 Broad Street. New construction 7000 square feet, auto parts retail store. Completed in 2018.

Municipal and Public Facility Development

The following represent highlights to the City’s recent municipal and public facility development:

LINEAR TRAILS AND PARKS

1. In November 2007, the City opened a nature walk/bike recreation trail along the Quinnipiac River, the first phase of a linear trail planned to transect the City diagonally from the southwest to the northeast. It is heavily utilized and popular. It was designated as an official Connecticut Greenway in 2012. Phase II of the trail system, funded by a combination of federal and state funding, was completed in 2013 and was designated an official Connecticut Greenway in June 2014. Design for Phases III and IV, which will bring the trail close to the City center, was approved in the City’s 2015 Capital Improvement Plan. Construction for Phase III began this past summer & is scheduled to be completed in 2024. Funding will be sought through the Regional Council of Governments TIP program.

The Meriden Green park and flood control project was completed in September 2016 and is now open to the public providing 14 acres of open space and floodwater detention downtown.

The Coe Ave on-road trail from Platt High School to Bradley Ave was completed, funded via \$400k Community Connectivity Grant. The next phase of this trail, from Bradley Ave to Grove Rd, currently is under construction via a \$600k Community Connectivity Grant.

The Coe Ave on-road trail from Platt High School to Bradley Ave was completed, funded via \$400k Community Connectivity Grant. The next phase of this trail, from Bradley Ave to Grove Rd, will be constructed in 2022, via a \$600k Community Connectivity Grant.

RECREATION

In 2008, the City completed construction of Falcon Field, a new state of the art municipal artificial turf football and soccer field facility. The facility, funded by a State grant, hosts numerous events including statewide playoff games and is rented to private and public users. In 2010, the City completed an irrigation project at Hunter Memorial Golf Course, funded through user fees paid into the golf enterprise fund. City athletic field upgrades, including irrigation, replacement fencing, and new lighting, were completed in 2011, bringing to a close the City's five-year park and recreation plan for that period. The Park and Recreation Task Force was reconvened in 2011, resulting in a new five-year plan beginning in 2012. In addition to the Meriden Green project described below, the City has completed improvements to City Park that is located near the City center, funded through a combination of City, State, and private foundation grants.

FACILITIES

New high-efficiency boilers were installed in City Hall in 2009 through the American Recovery and Reinvestment Act ("ARRA") funding. Similar high-efficiency systems were installed in the Meriden Public Library ("Library"), funded by a combination of state and local sources. Energy costs in both facilities have been reduced by approximately \$75,000 per year. The City also completed an addition to the Library parking lot, repair of its elevator and will complete other interior and exterior Library projects shortly, all of which projects were partially funded through State Library grant funds. Additionally, replacement of oil-fired boilers in four City elementary schools, over the next three years, is currently underway. A backup power generator, funded by a State of Connecticut Department of Public Utility Control grant, was added to City Hall in 2009. The City has been awarded a \$2.3 million grant in FEMA Hazard Mitigation to replace all its public utility back-up generators.

The \$105 million "like new" renovation of Francis T Maloney High and the \$110 million "like new" renovation of Orville Platt High School have been completed. Both of these projects received grant funding of approximately 77%.

The \$107 million "like new" renovation of Francis T Maloney High School and the \$111 million "like new" renovation of Orville Platt High School where substantially completed when the City added a phase three to each project to re-build the running tracks and associated athletic fields at each high school. Both of these tracks were completed in 2021. These projects are expected to have eligible expenditures reimbursed at a grant funding rate of 77%.

Solar carports are slated for design at both the Police parking lot and Highway facility. Both high schools are in design for rooftop solar installations. All of these projects will involve no upfront costs for the City, and the City will realize benefits in reduced monthly utility costs over the next 20 years.

STREETLIGHTS AND TRAFFIC SIGNALS

Beginning in 2008, the City replaced its traffic signal lights with LED lighting, resulting in energy cost savings.

The City purchased the street light network from Eversource and installed new LED lamps. Phase I (cobra style overhead lighting), Phase II (decorative lighting), Phase III (parking lot and sports lighting) have been completed. The cost of the project was funded through the Capital Improvement Program and rebates from Eversource are assisting in reducing the overall cost of the project.

Downtown signal replacements are underway as part of a \$3M Congestion Mitigation and Air Quality Grant. The project is slightly delayed due to material supply shortages. The project is expected to be complete by February 2023.

PUBLIC UTILITIES (WATER AND SEWER)

Construction began in 2019 at the Department of Public Utilities on a \$55.6 million Water Pollution Control Facility and Remote Pump Station Upgrades project for phosphorus removal and improvements to pumping facilities within the collection system. A substantial portion of the work has been completed to date except for an additional change order that will address the high flow storage and treatment of excess amounts of water during significant rain events to avoid overflow concerns. This project was funded through grants and low interest loans and will be repaid through user fees. Additionally, the supervisory control and data acquisition (SCADA) system for both the Water and Sewer Divisions has been completed. This 2.2 million dollar design build project has improved the overall communication and performance of this important operational component.

Upcoming projects include the upgrading the East Road Pump Station, replacing the cover of the Carpenter Tank and replacement of the Elmere Water Treatment Plant along with cleaning and lining efforts in the water distribution system and the wastewater collection system.

FLEET AND FUEL

The City completed the installation of a compressed natural gas fueling station, with ARRA funds obtained as a sub-recipient to the Clean Cities coalition. The City has nine CNG powered passenger vehicles, one van, and a traffic sign truck. Cost differential in the purchase price has been funded through grants from the State. The City has installed four electric vehicle charging stations, which are open to the public, and purchased one dedicated electric vehicle. The CT Department of Energy and Environmental Protection provided funds for this project.

ROAD AND SIDEWALK CONSTRUCTION

In addition to its regular road maintenance program, the City completed a major road reconstruction and streetscape project on Curtis Street. In 2009, major road reconstruction of Baldwin Avenue and Gravel Street which serves as the primary access road to Maloney High School. In 2015, the competition of West Main Street, Streetscape Project, reconstructing the roadway and sidewalks and other amenities on West Main Street, the main roadway from the City center to the western section of the City, and completed sidewalk reconstruction on West Main Street from Cook Ave, to Grove Street. This project was funded by a combination of federal and state funds. The City has been awarded nearly \$3 million in CMAQ funding approval to undertake a traffic signal modernization and upgrade program and approximately \$3 million in LOTCIP funds to upgrade Pratt Street in downtown Meriden.

In 2018, the City completed sidewalk reconstruction, including drainage improvements and bump out removals along West Main Street from Cook Avenue to Colony Street, and along Colony Street from West Main Street to Columbia Avenue. This project was funded by a combination of City funds and grants from the Office of Policy Management and Department of Community Development. The City also completed the \$3 million Pratt Street Gateway project from Broad Street to East Main Street in downtown Meriden, funded using State LOTCIP funds. Design is continuing on the downtown traffic signal modernization and upgrade program, with construction starting in 2021 using approximately \$3 million in CMAQ funding. Four additional signals are also in design for replacement adjacent to downtown.

The Pratt St gateway was completed in 2018 with a \$3 million LOTCIP grant from ConnDOT. This project connects the Route 5 corridor and I-691 with downtown Meriden, the transit center and the Meriden Green.

The construction of the downtown traffic signal modernization and 2 way conversion project that began in late 2021 is expected to be completed in early 2023. This \$3.5 million project is funded 20% by City and 80% by CMAQ funding.

The construction of the downtown pavement reconstruction project is in progress (2022). This project is funded with a \$1.8 million LOTCIP grant. Roadways include Colony St., State St., Church St., S. Grove St., Butler St., West Main St., and Hanover St.

A Five Year \$5M Road Construction Project was built into the CIP Plan beginning in Fiscal Year 2022 to maintain the road infrastructure. This will allow the City to maintain the condition ratings of its pavement.

FLOOD CONTROL

The City has continued work on the Harbor Brook Flood Control Project. In 2012, the City was awarded permits from the State Department of Energy and Environmental Protection, and the Army Corps of Engineers for the entire Harbor Brook flood control master plan. The State of Connecticut has completed work on the Cook Avenue Bridge and the installation of the Columbus Avenue Relief Culvert has been completed. The City completed construction of detention projects at Westfield Road (Falcon Field) and at the Meriden Green. The Meriden Green project transformed an underutilized City brownfield property in the City Center into a flood control area that will detain 53-acre feet of water in high storm conditions and allow the use of the property as a central park and green space in normal conditions. The park features amenities such as a performance amphitheater, public plazas, a great lawn area, an iconic pedestrian bridge and nearly a three-acre footprint for economic development purposes. The final cost of the Meriden Green project is in excess of \$14 million. The City of Meriden received \$615,000 in US Environmental Protection Agency funds, \$4 million in Urban Act, Brownfields Pilot and other funds administered by the State of Connecticut Department of Economic and Community Development (DECD), and \$8.8 million in funds provided through the Connecticut Department of Energy and Environmental Protection (DEEP). The City of Meriden provided local funds for construction administration and flood control engineering services. Engineering work has begun on the Amtrak Railroad Bridge Bypass Culvert, channel improvements between Bradley/Coe Avenues and Cooper Street, Cooper Street bridge replacement, completed the Dog's Misery Swamp Mitigation project, invasive species management at Brookside Park, and the Center Street Bridge project. Completion of the Harbor Brook project will reduce the floodplain from 225 to 95 acres and the number of properties and structures in the floodplain from over 300 to 50.

Construction of the Amtrak Railroad Bridge Relief Culvert project, which consists of installing two 5' pipes under the railroad bridge was completed in 2020. The contract amount was \$2.8 million; with \$1 million additional for construction inspection and Amtrak related costs. The project is funded with a combination of City and a \$2.4 million FEMA grant.

Slated for construction are the Cedar St and Center Street bridges, and the channel work from Bradley Avenue to Cooper Street. The Cooper Bridge is a \$3.4 million project, with funding from the DOT Local Bridge Program. Cedar St is a \$3.8 million project, funded through LOTCIP. Center Street is a \$5 million project, with a combination of City and State funds.

The Channel work is estimated to cost \$13 million, with nearly \$7 million from State grants and the remainder using City funds.

In design are the channel sections of Harbor Brook between Cooper Street to the Amtrak Bridge, the Amtrak Bridge to Perkins Square, and Cedar St to Center Street. Design for Perkins Square is anticipated to be completed in 2022. The remaining projects are several years out for design completion.

The Kensington Ave Bridge was completed in 2021, at a cost of \$1.6million, funded by the City of Meriden. Signal improvements are still in design and expect to be installed by the by the end of 2022. The Cooper St Bridge replacement project was substantially completed in June 2022. The \$4 million project was funded at 50% through the State Local Bridge Program.

Residential Development

During 2020-21 residential development activity continued to progress. Residential development activity has focused on the adaptive reuse of existing structures, primarily in the TOD zone, as residential units. Single-family residential construction also saw an increase during this period.

Comprehensive Planning and Future Mixed Use Developments

The City is actively implementing its long term Plan of Conservation & Development (“POCD”). Adopted in 2020 by the City Planning Commission and the City Council, the POCD includes specific Plan Actions to promote its objectives, including targeted investments, regulatory changes, and economic development. In 2021, a review of progress implementing the POCD found that 3 Plan Actions were completed, and another 13 Plan Actions were in the process of being completed, and 10 actions were in the planning stages.

The City’s comprehensive planning implementation efforts continue to be concentrated in the areas of Land Use, Neighborhood Planning, targeted Open Space, and Economic Development. A major ongoing in-house City project has been the update of the City’s zoning regulations to make them more user-friendly while consolidating applications to require fewer meetings while maintaining the same level of review and standards.

Beyond the downtown area, planning to develop large sites for mid to long-term economic development has continued. A focus of such efforts in 2016 is a large City owned site on South Mountain Road and a former hospital site in the TOD zone. The former Meriden Wallingford Hospital site includes a 245,000 square foot building occupying two city blocks, a former parking garage, and land totaling 5.64 acres. In addition, the Planning Department, along with the Economic Development Office, completed the study, “First Mile, Last Mile” to evaluate the area’s mass transit bus service and how coordination with the new commuter rail line could benefit City residents and those who work within the City.

COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM (“CDBG”)

The primary function of the City’s Community Development Office (CD Office) is to administer the City’s CDBG program. CDBG funds contribute to the funding of three City departments and numerous local non-profit agencies that provide services to low and moderate-income persons, and funds the Neighborhood Preservation Program - a residential forgivable loan program for income eligible homeowners. The office assists in the management of other municipal grants in transportation, hazard mitigation, energy, open space, economic development, Brownfields and public safety.

Key accomplishments of the CDBG Program during the 2022 Fiscal Year included:

- Funding 28 public service programs run by 26 separate organizations that served over 59,000 low and moderate-income Meriden residents.
 - Conducting 1,852 code enforcement inspections in the CDBG target areas.
 - Repairing 1 residential structure totaling 2 total housing units through the NPP loan program.
 - Replacement of deteriorated sidewalks along Catlin St to Griswold St
- Provided supportive services to 1,037 persons with special needs

The City of Meriden is considered a federal entitlement community under the Housing and Community Development Act of 1974, as amended in 1977 and 1982, and a state-designated “distressed” municipality pursuant to Section 329j of the Connecticut General Statutes. During FY 2022, the City of Meriden received \$1,087,853 in HUD CDBG “entitlement” funds, which were used to promote decent housing, suitable living environments and economic opportunities for Meriden’s low and moderate-income persons.

Relevant Budget & Financial Planning Activities

The City develops an annual operating budget and long-term capital plans annually. The operating budget includes major drivers of expenses and revenues, such as: payroll, pension, insurance, and the debt service associated with the 5 year capital plan, along with municipal funding from the State of Connecticut. The 5 year capital plan is made for infrastructure improvements and other capital projects and is financed through the issuance of bonds for a period not to exceed the useful life of the project.

Medical Insurance costs for both current and retired employees and contributions to the pension Fund are two areas of the budget which make up significant costs, however since 2011 the City has transitioned away from the Defined Benefit Plans to a less costly 401a and 457 Plans.

Budgetary controls within the City are managed by the Finance Department with Quarterly Forecasts to the Finance Committee of the City Council. In addition, budgetary transfers are routinely presented to City Council for approval during the course of the year and again at the end of the Fiscal Year.

Additional information regarding the budget adoption process and the legal level of budgeting control can be found in the notes to the financial statements, specifically footnote #2 – Stewardship, Compliance and Accountability.

Awards

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement of Excellence in Financial Reporting to the City of Meriden, Connecticut for its comprehensive annual financial report for the fiscal year ended June 30, 2021. This was the seventeenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

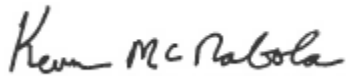
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. Each member has my sincere appreciation for their contributions made in the preparation of this report, in particular, Frank Ocskasy Jr., Director of Accounting and Agnes Puzio. I would also like to thank Donna Carnot and Kristin Culver from the Board of Education business office.

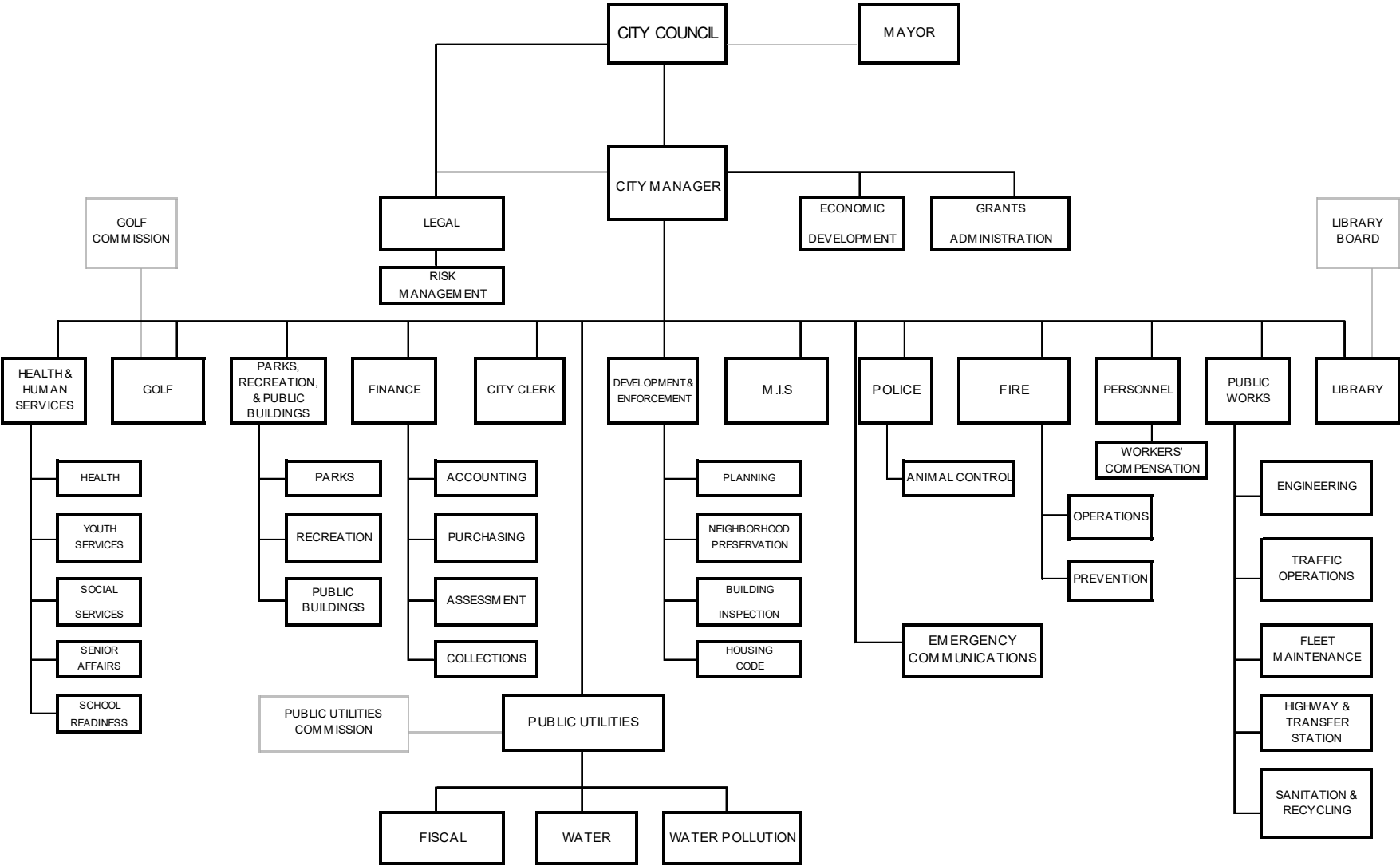
This comprehensive annual financial report reflects a commitment to the citizens of Meriden, the Honorable Mayor, the City Council and all concerned readers of this report to provide information in conformance with the highest standards of accountability.

Respectfully submitted,

A handwritten signature in cursive script that reads "Kevin McNabola".

Kevin McNabola, Chief Financial Officer
City of Meriden

**CITY OF MERIDEN, CONNECTICUT
ORGANIZATIONAL CHART
JUNE 30, 2022**



**CITY OF MERIDEN, CONNECTICUT
PRINCIPAL OFFICIALS
JUNE 30, 2022**

MAYOR

Kevin M. Scarpati

CITY COUNCIL

Michael P. Cardona, Deputy Mayor
Sonya R. Jelks, Majority Leader
Daniel Brunet, Minority Leader
Larue A. Graham, Deputy Majority Leader
Bruce Fontanella, Deputy Majority Leader
Bob Williams, Jr., Deputy Minority Leader
Krystle Blake, City Councilor
Michael Carabetta, City Councilor
Ray R. Ouellet, City Councilor
Yvette Cortez, City Councilor
Michael S. Rohde, City Councilor
Nicole Tomassetti, City Councilor

CITY MANAGER

Timothy Coon

ADMINISTRATION

City Clerk	Denise Grandy
Director of Finance	Kevin McNabola
Police Chief	Roberto Rosado
Fire Chief	Kenneth Morgan
Corporation Counsel	Matthew McGoldrick
City Attorney	Emily Holland
Director of Development and Enforcement	Paul Dickson
Director of Economic Development	Joseph Feest
Director of Emergency Communications	David Boyce
Director of Health and Human Services	Lea Crown
Information Technologies Manager	Charles Carozza
Director of Parks and Recreation	Chris Bourdon
Director of Personnel	Josephine Agnello-Veley
Director of Public Works	John Lawlor
Director of Public Utilities	Richard Meskill
Library Director (Acting Capacity)	Rebecca Starr
Golf Course Facilities Manager	Thomas DeVaux

BOARD OF EDUCATION

Robert E. Kosienski, Jr., President
Kim A. Carbone-Pandiani, V. President
Allan E. Pronovost, Treasurer
Dr. Steven J. O'Donnell, Secretary
Sheri L. Amechi
Siobhan K. Maloney-Bazinet
Elmer Gonzalez
Michael P. Reynolds
Tony A. Martorelli

BOARD OF EDUCATION ADMINISTRATION

Dr. Mark Benigni, Superintendent of Schools
Michael Grove, Assistant Superintendent for Finance and Operations
Louis Bronk, Assistant Superintendent for Personnel and Talent Development
Barbara Haefner, Assistant Superintendent for Teaching and Innovation
Patricia Sullivan-Kowalski, Assistant Superintendent for Student Supports and Special Education

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the City Council
City of Meriden, Connecticut

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Meriden, Connecticut, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Meriden, Connecticut's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Meriden, Connecticut, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Meriden, 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 City of Meriden, Connecticut's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Meriden, Connecticut's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Meriden, 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, budgetary comparison information and 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 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Meriden, Connecticut’s basic financial statements. The combining and individual fund financial statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements and schedules 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2022, on our consideration of the City of Meriden, Connecticut’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Meriden, Connecticut’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Meriden, Connecticut’s internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

West Hartford, Connecticut
December 23, 2022

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

As management of the City of Meriden, Connecticut, we offer readers of the financial statements this narrative overview and analysis of the financial activities of the City of Meriden for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here along with additional information we have furnished in our letter of transmittal, as well as the City's basic financial statements that follow this section.

FINANCIAL HIGHLIGHTS

- On a government-wide basis, the assets and deferred outflows of the City of Meriden exceeded its liabilities and deferred inflows of resources resulting in total net position at the close of the fiscal year of \$174.1 million. Total net position for Governmental Activities at fiscal year-end was \$87.7 million and total net position for Business-Type Activities was \$86.4 million. (Exhibit I)
- On a government-wide basis, during the year, the City's net position decreased by \$2.0 million or 1.1%, from \$176.1 million to \$174.1 million. Net position decreased by \$2.9 million for Governmental Activities and increased by \$0.9 million for Business-Type Activities. Governmental Activities expenses were \$289.0 million, while revenues were \$286.0 million. The decrease in Governmental Activities net position is primarily due to investment losses because of poor market conditions. Business-Type Activities expenses were \$26.4 million, while revenues were \$27.3 million. The increase in Business-Type Activities is primarily attributable to increases in charge for service-based revenues.
- At the close of the year, the City of Meriden's governmental funds reported, on a current financial resource basis, combined ending fund balances of \$48.8 million, a decrease of \$18.6 million from the prior fiscal year. The decrease is primarily attributable to the spending of previously issued bond proceeds in the current period resulting in a deficiency of revenues under expenditures of \$17.6 million in the Bonded Projects Fund. (Exhibit IV)
- At the end of the current fiscal year, the total fund balance for the General Fund was \$24.0 million, an increase of \$1.0 million from the prior fiscal year. The increase is primarily attributable to increased revenue activity associated with tax collections, city clerk fees, and intergovernmental grants. Of the total General Fund, fund balance as of June 30, 2022, \$22.5 million represents unassigned General Fund fund balance. Unassigned General Fund fund balance at year-end represents 10.0% of total General Fund expenditures and transfers out (\$224.5 million), which is an increase of 0.2% from the prior year. (Exhibit III, Exhibit IV)

OVERVIEW OF THE FINANCIAL STATEMENTS

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

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

The government-wide financial statements are designed to provide readers with a broad overview of the City of Meriden's finances, in a manner similar to private-sector business. All of the resources the City has at its disposal are shown, including major assets such as buildings and infrastructure. A thorough accounting of the cost of government is portrayed because the statements present all costs, not just how much was collected and disbursed. They provide both long-term and short-term information about the City's overall financial status.

Government-Wide Financial Statements

The statement of net position presents information on all of Meriden's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. One can think of the City's net position - the difference between assets and deferred outflows against liabilities and deferred inflows - as one way to measure the City's financial health or financial position. Over time, increases or decreases in net position may serve as an indicator of whether the financial position of the City is improving or deteriorating. It speaks to the question of whether or not the City, as a whole, is better or worse off as a result of this year's activities. To assess the overall health of the City of Meriden, the reader needs to consider other non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow in some future fiscal period. Uncollected taxes and earned but unused vacation leave are examples.

Both of the government-wide financial statements distinguish functions of the City of Meriden that are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

- Governmental activities of the City of Meriden encompass most of the City's basic services and include governmental and community services, administration, public safety, health and welfare, operations and education. Property taxes, charges for services and state and federal grants finance most of these activities.
- Business-type activities of the City of Meriden include the Water Pollution Control Authority, Water Division, and the George Hunter Memorial Golf Course. They are reported here as the City charges a fee to customers to help cover all or most of the cost of operations.

The government-wide financial statements (statement of net position and statement of activities) can be found on Exhibits I and II of this report.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Fund Financial Statements

The City of Meriden, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control and accountability over resources that have been segregated for specific activities or objectives. The City of Meriden has three kinds of funds:

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Meriden maintains 33 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, the Bonded Projects Fund, the Miscellaneous Capital Project Grants, and the Education Grants and Programs Fund, which are considered major funds. Data from the other 30 governmental funds are combined into a single, aggregated column and is presented as nonmajor governmental funds.

Individual fund data for each of these nonmajor governmental funds is provided in the combining balance sheet on Exhibit B-1 and in the combining statement of revenues, expenditures and changes in fund balance on Exhibit B-2.

The basic governmental fund financial statements (balance sheet and statement of revenues, expenditures and changes in fund balances) can be found on Exhibits III and IV of this report.

Proprietary Funds

The City of Meriden maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Meriden uses enterprise funds to account for its Water Pollution Control Authority, the Water Division, and the Hunter Golf Course. Internal service funds are an accounting device used to accumulate and allocate certain costs internally among the City of Meriden's various functions. The City of Meriden uses internal service funds to account for its risk management costs including risks related to Workers' Compensation and Employee Health Insurance. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Fund Financial Statements (Continued)

Proprietary Funds (Continued)

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority and the Water Division, both of which are considered major funds of the City of Meriden. The Hunter Golf Course is also provided separately and identified as a nonmajor fund of the City of Meriden. Individual fund data for the internal service funds is also provided as a separate column in the proprietary fund financial statements. The proprietary fund financial statements can be found on Exhibits V-VII of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to provide services to the City's constituency. The City has three pension trust funds, one post-retirement benefit trust fund, one employee benefit trust fund, two private purpose trust funds, and two custodial funds. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on Exhibits VIII and IX of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29-94 of this report.

The notes to this report also contain certain supplementary information concerning the City of Meriden's pension plan such as the net pension liability, employer contributions and investment returns on pension assets. Required supplementary information can be found on pages 95-122 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. City of Meriden total net position is \$174.1 million on June 30, 2022. Governmental activities assets exceeded liabilities by \$87.7 million. Business-type activities total net position is \$86.4 million on June 30, 2022.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

**City of Meriden, Connecticut
Statement of Net Position (\$000s)
Primary Government**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets:						
Current and Other Assets	\$ 128,128	\$ 126,459	\$ 37,429	\$ 36,611	\$ 165,557	\$ 163,070
Capital Assets, Net of Accumulated Depreciation	395,357	393,313	154,493	153,100	549,850	546,413
Total Assets	<u>523,485</u>	<u>519,772</u>	<u>191,922</u>	<u>189,711</u>	<u>715,407</u>	<u>709,483</u>
Deferred Outflow of Resources	34,636	24,020	3,649	3,198	38,285	27,218
Liabilities:						
Current Liabilities	69,205	56,359	8,568	8,070	77,773	64,429
Long-Term Liabilities Outstanding	392,216	350,046	100,047	95,981	492,263	446,027
Total Liabilities	<u>461,421</u>	<u>406,405</u>	<u>108,615</u>	<u>104,051</u>	<u>570,036</u>	<u>510,456</u>
Deferred Inflow of Resources	<u>9,037</u>	<u>46,772</u>	<u>531</u>	<u>3,372</u>	<u>9,568</u>	<u>50,144</u>
Net Position:						
Net Investment in Capital Assets	270,252	258,270	97,474	82,644	367,726	340,914
Restricted	29,235	43,637			29,235	43,637
Unrestricted	(211,824)	(211,292)	(11,049)	2,842	(222,873)	(208,450)
Total Net Position	<u>\$ 87,663</u>	<u>\$ 90,615</u>	<u>\$ 86,425</u>	<u>\$ 85,486</u>	<u>\$ 174,088</u>	<u>\$ 176,101</u>

A portion of net position was restricted at June 30, 2022 because of unspent bond proceeds (\$16.0 million), various trust funds (\$2.8 million), federal and state grants (\$2.3 million), and Flood Control (\$0.5 million).

By far the largest portion of the City of Meriden's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Meriden's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

**City of Meriden, Connecticut
Changes in Net Position (\$000s)
Primary Government**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program Revenues:						
Charges for Services	\$ 6,734	\$ 6,588	\$ 23,112	\$ 21,453	\$ 29,846	\$ 28,041
Operating Grants and Contributions	127,805	139,390	-	-	127,805	139,390
Capital Grants and Contributions	11,181	6,131	2,939	6,714	14,120	12,845
General Revenues:						
Property Taxes	135,298	132,948	-	-	135,298	132,948
Grants Not Restricted to Specific Programs	1,909	1,893	-	-	1,909	1,893
Unrestricted Investment Earnings	(1,247)	1,600	(44)	17	(1,291)	1,617
Miscellaneous Income	4,352	2,984	1,329	1,482	5,681	4,466
Total Revenues	286,032	291,534	27,336	29,666	313,368	321,200
Expenses:						
General Government	22,816	19,088	-	-	22,816	19,088
Education	174,350	185,661	-	-	174,350	185,661
Public Safety	50,898	45,978	-	-	50,898	45,978
Public Works	21,942	17,635	-	-	21,942	17,635
Human Services	7,682	7,375	-	-	7,682	7,375
Cultural and Recreation	7,247	6,392	-	-	7,247	6,392
Interest on Long-Term Debt	4,049	4,047	-	-	4,049	4,047
Sewer Authority	-	-	12,043	11,369	12,043	11,369
Water Authority	-	-	12,957	12,998	12,957	12,998
George Hunter Golf Course	-	-	1,397	1,309	1,397	1,309
Total Expenses	288,984	286,176	26,397	25,676	315,381	311,852
Change in Net Position	(2,952)	5,358	939	3,990	(2,013)	9,348
Net Position at Beginning of Year	90,615	85,257	85,486	81,496	176,101	166,753
Net Position at End of Year	\$ 87,663	\$ 90,615	\$ 86,425	\$ 85,486	\$ 174,088	\$ 176,101

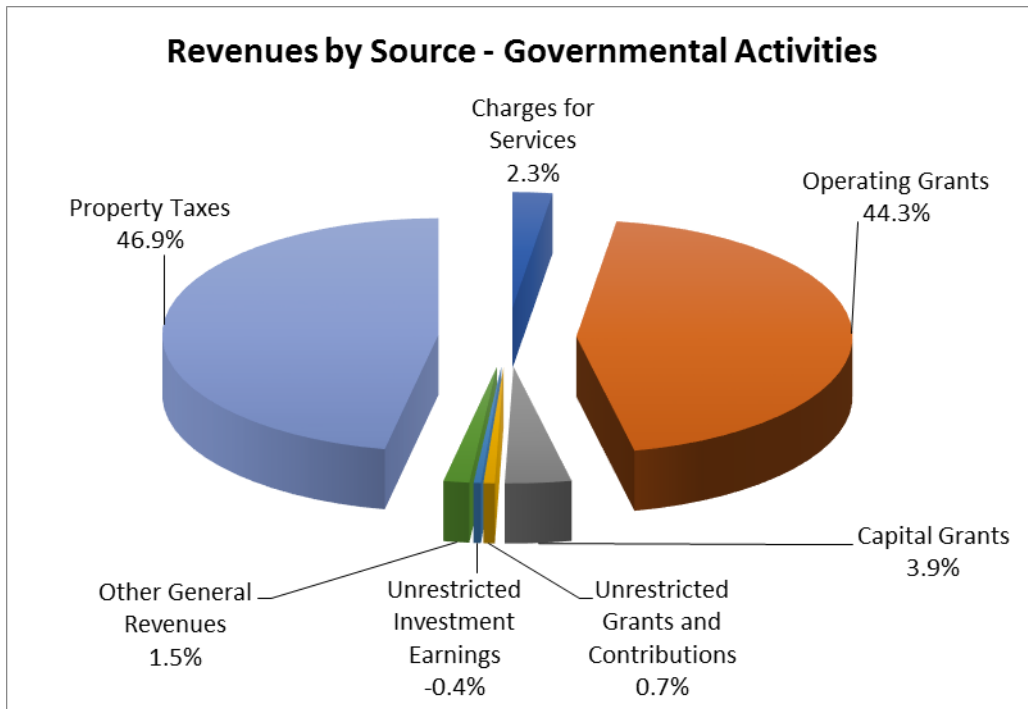
The City's net position decreased by \$2.0 million during the fiscal year, with net position of governmental activities decreasing by \$2.9 million and business-type activities increasing by \$0.9 million.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

Governmental Activities

Major revenue sources include 48.2% from State and Federal Government operating and capital grant programs, followed by 46.9% from property taxes, and then 2.3% from charges for services.



Major revenue factors included:

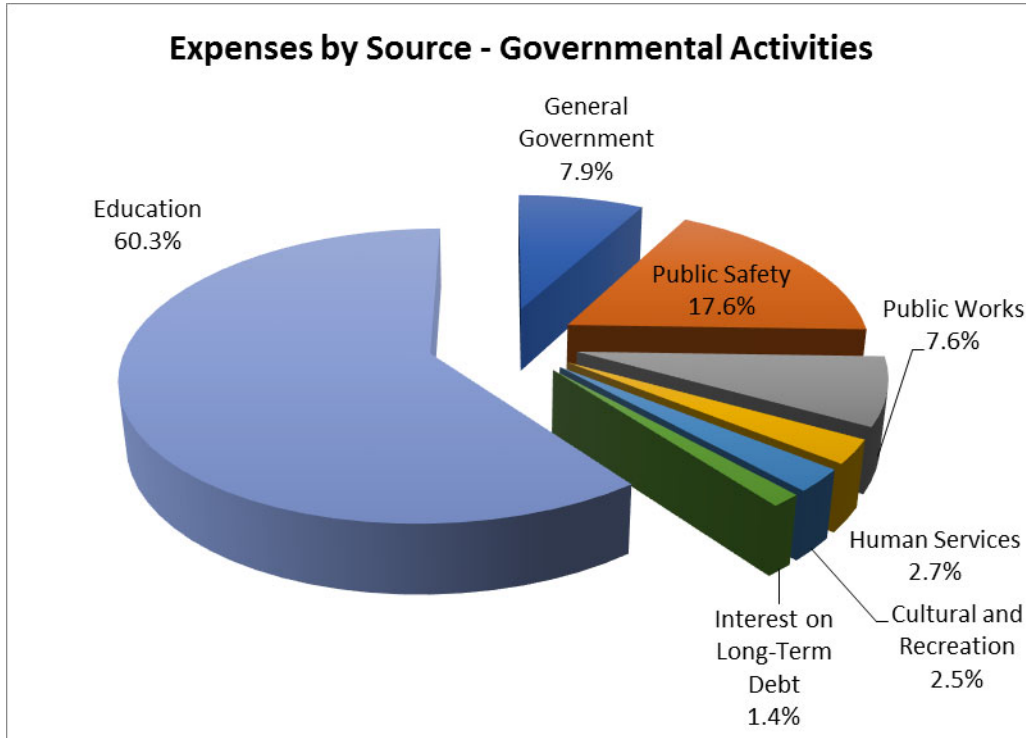
- Operating grants and contributions decreased by \$11.6 million from 2021, which is primarily due to a decrease in State Teachers Retirement OPEB on-behalf payments of \$25.3 million partially offset by \$10.7 million in additional funding programs through the Elementary and Secondary School Emergency Relief (ESSER) Fund and \$3.1 million in increased activity associated with alliance district grants.
- Capital grants and contributions increased by \$5.0 million from 2021, which is primarily attributable to increases in activity associated with the various road reconstruction, bridge repair, and other public works capital grant programs totaling \$2.9 million as well as a library construction grant increase of \$1.0 million and a \$0.9 million increase in airport construction grants.
- Unrestricted investment earnings decreased by \$2.8 million from 2021, due to poor market conditions resulting in lower investment portfolio returns than in 2021.
- Property tax revenues increased by \$2.3 million from 2021 due to an increase in the grand list along with strong collection rates.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

Governmental Activities (Continued)

- For Governmental Activities, 60.3% of the City's expenses relate to education, 17.6% relate to public safety, 7.9% to general government, 7.6% to public works, 2.7% to human services, 2.5% to cultural and recreation, and 1.4% on interest on long-term debt.



Major expense factors include:

- A decrease of \$25.3 million in State Teacher Retirement Board pension and OPEB on-behalf payments.
- Additional ESSER and alliance district grant related grant expenses of \$10.7 million, and \$3.1 million, respectively.
- Employee benefit related expense increases of \$5.4 million.
- Increases in employee wages, resulting from general wage increases, ranged from 0% to 2.25% depending on the employee group. Some employees also received negotiated step increases.

Business-Type Funds

Business-type activities capital grants and contributions decreased by \$3.8 million due to decreases in grant funding associated with the phosphorus sewer plant upgrade.

Business-type activities charges for services increased by \$1.7 million primarily due to increased water usage for the water and sewer funds.

Business-type activities expenses were relatively consistent from 2021 to 2022 for the Water Fund and the George Hunter Golf Course Fund, decreasing by \$41 thousand and increasing by \$89 thousand, respectively. Expenses for the Sewer Fund in 2022 increased by \$0.7 million, or 5.9% from 2021, primarily attributable to employee wages and benefits.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

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

The General Fund is the chief operating fund of the City of Meriden. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$22.5 million while total fund balance was \$24.0 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 10.0% of total General Fund expenditures and transfers out (\$224.5 million), while total fund balance represents 10.7% of that same amount.

As stated earlier, the fund balance of the City of Meriden's General Fund increased by \$1.0 million during the current fiscal year. The increase is primarily attributable to increased revenue activity associated with tax collections, city clerk fees, and intergovernmental grants.

The Bonded Projects Fund has a total fund balance of \$16.0 million, a decrease of \$19.1 million from the prior year. The decrease is primarily attributable to the spending of previously issued bond proceeds in the current period resulting in a deficiency of revenues under expenditures of \$17.6 million in the Bonded Projects Fund as well as \$1.5 million of transfers out.

The Miscellaneous Capital Project Grants Fund continues to have a fund balance deficit of \$0.4 million, the same amount as the prior year. This deficit is directly attributable to a building purchase made that will be repaid over time through rental payments from tenants and annual contributions from the Board of Education.

The Educational Grants and Programs Fund has a total fund balance of \$0.3 million, consistent with the prior year balance of \$0.4 million.

The Nonmajor Governmental Funds have a total fund balance of \$8.9 million, down from \$9.3 million in the prior year. The \$0.4 million decrease is primarily attributable to the accumulation of unspent funds in the cafeteria program of \$0.4 million offset by the spending of \$0.2 million in the library trust fund and the deferral of \$0.6 million in grant receivables in the airport improvement fund.

Proprietary Funds

The City of Meriden's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net position of the Water Fund at the end of the year was \$32.3 million, with unrestricted net position of \$5.7 million. The Water Fund experienced an operating income of \$0.6 million, which was primarily attributable to increases in operational revenues due to higher water consumption.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS (CONTINUED)

Proprietary Funds (Continued)

Net position of the Sewer Fund at fiscal year-end was \$54.0 million. Unrestricted net position deficit was \$14.4 million. The Sewer Fund experienced an operating loss of \$0.7 million, which was primarily attributable to increases in salaries and benefits operating expenses.

The George Hunter Memorial Golf Course Fund had a negligible net position at fiscal year-end. The Golf Fund experienced an operating income of \$0.1 million due to higher than expected operating revenues resulting in the elimination of the minor fund balance deficit that existed in 2021.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were \$0.4 million in additional appropriations to the \$202.9 million budget in fiscal year 2022. The original budget included a contingency of \$0.4 million that was budgeted in the General Fund expenditures to cover certain items, including unsettled labor contracts and other unanticipated expenditures. Actual expenditures on a budgetary basis were \$203.1 million, which exceeded the original budget by \$0.2 million. Significant budget overruns occurred on overtime costs within the fire and emergency communications departments offset by underruns in several other expenditure classifications.

During the year, actual revenues on a budgetary basis were \$204.0 million, which exceeded the original budget by \$1.1 million. Property taxes exceeded budgetary expectations by \$1.5 million, intergovernmental revenues exceeded budget by \$0.4 million, charges for services revenues exceeded budgetary expectations by \$1.0 million, while investment income and miscellaneous revenues fell short of budget by \$1.6 million and \$0.2 million, respectively.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City of Meriden's investment in capital assets for its governmental and business-type activities as of June 30, 2022 amount to \$549.9 million (net of accumulated depreciation). This investment in capital assets includes land, building and system improvements, machinery and equipment, park facilities, roads, sewers and bridges.

**City of Meriden, Connecticut
Capital Assets (Net of Depreciation) (\$000s)
Primary Government**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 26,415	\$ 25,968	\$ 1,183	\$ 1,183	\$ 27,598	\$ 27,151
Land Improvements	20,688	20,155	14,168	15,498	34,856	35,653
Buildings and Improvements	260,748	271,315	33,847	35,386	294,595	306,701
Infrastructure	48,940	46,303	49,160	50,945	98,100	97,248
Machinery and Equipment	7,723	8,915	10,627	8,993	18,350	17,908
Vehicles	2,665	2,853	123	195	2,788	3,048
Right-to-Use - Leased Assets	537	695	-	-	537	695
Construction In Progress	27,641	17,804	45,385	40,899	73,026	58,703
Total	<u>\$ 395,357</u>	<u>\$ 394,008</u>	<u>\$ 154,493</u>	<u>\$ 153,099</u>	<u>\$ 549,850</u>	<u>\$ 547,107</u>

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

- \$13.3 million for public works projects (road construction, paving, improvements, flood control)
- \$6.7 million in sewer system and phosphorus plant upgrades
- \$3.7 million in library renovations
- \$1.9 million in airport runway construction projects
- \$1.9 million in water distribution and facility improvements

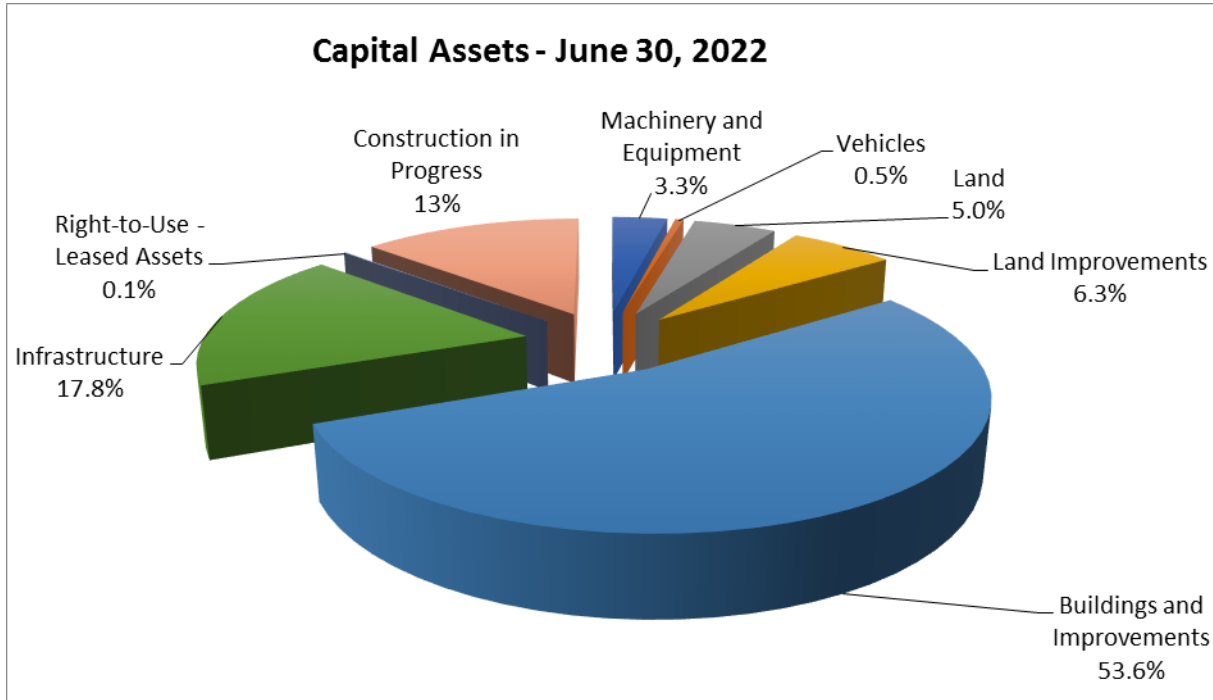
Major capital asset events during the current fiscal year included the following disposals:

- \$0.6 million in various City machinery and equipment
- \$0.5 million in City vehicles

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)

Capital Assets (Continued)



Additional information on the City of Meriden's capital assets can be found in Note 5 on pages 50-51 of this report.

Long-Term Debt

At the end of the current fiscal year, the City of Meriden had total bonded debt outstanding of \$192.1 million. All of this debt is backed by the full faith and credit of the City.

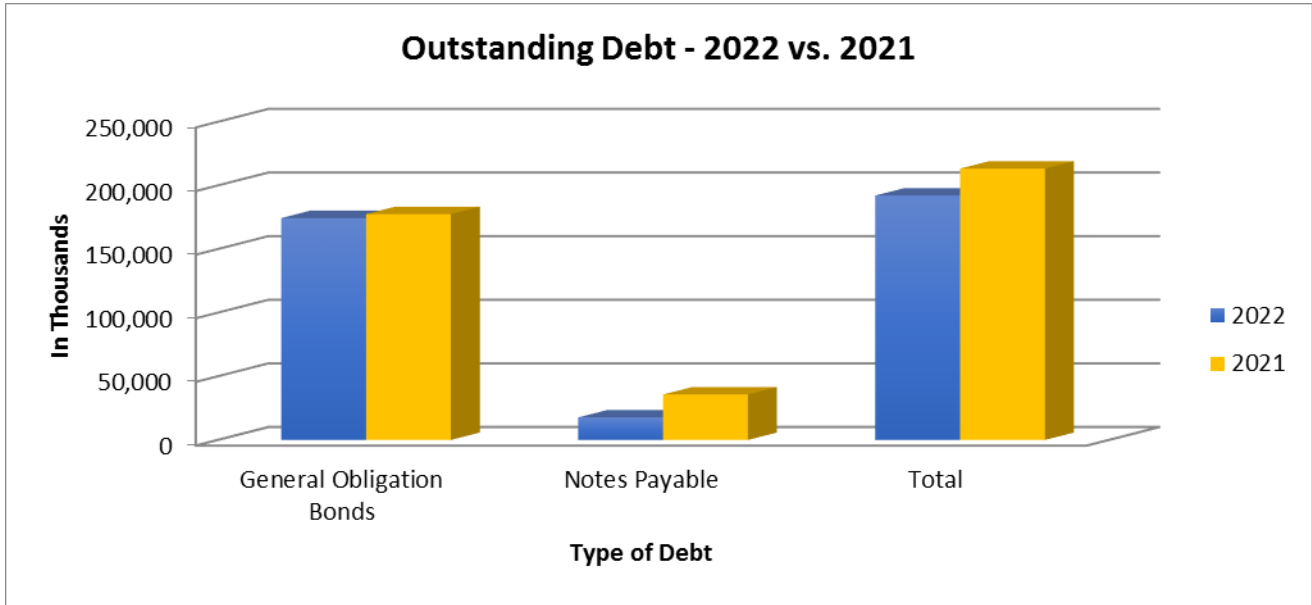
**Outstanding Debt (\$000s)
General Obligation and Revenue Bonds**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
General Obligation Bonds	\$ 128,015	\$ 142,854	\$ 46,399	\$ 34,676	\$ 174,414	\$ 177,530
Notes Payable	2,815	1,225	14,898	34,546	17,713	35,771
Total	\$ 130,830	\$ 144,079	\$ 61,297	\$ 69,222	\$ 192,127	\$ 213,301

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)

Long-Term Debt (Continued)



The City of Meriden’s bonded debt decreased by \$21.2 million or 9.9% during fiscal year 2022. This was primarily attributable to the reduction of debt from principal payments of bonds and notes net of any issuances in the current year.

The City of Meriden has received an underlying rating of AA from S&P Global Ratings and AA- from Fitch Ratings.

In reviewing the City’s financial management, S&P Global Ratings considers Meriden’s management practices “strong” under its FMA methodology, indicating practices that are strong, well embedded, and likely sustainable.” This is the highest level for “Financial Management Assessment.”

The overall statutory debt limit for the City of Meriden is equal to seven times annual receipts from taxation or \$932.9 million. As of June 30, 2022, the City recorded long-term debt of \$171.9 million related to Governmental Activities and none related to Business-Type Activities that are paid through taxes, well below its statutory debt limits.

Additional information on the City of Meriden’s long-term debt can be found in Note 8 on pages 52-58 of this report.

**CITY OF MERIDEN, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2022**

CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)

Long-Term Debt (Continued)

Economic Factors (Updated through October 2022)

As of October 2022, the unemployment rate for Meriden was 4.4%, a decrease from 6.3% in the prior year. Although Meriden's unemployment rate is above the October 2022 State of Connecticut, which had an unemployment rate of 4.0%, Meriden's unemployment rate in October 2022 remained considerably lower than larger Connecticut cities including the City of Bridgeport at 5.5%, the City of Hartford at 6.2%, and the City of Waterbury at 6.8%.

The City of Meriden's reliance on property taxes has helped it weather the national economic downturn. Meriden's income stream is rather stable, even during a recession. Moreover, the City's high-quality tax base lends even more stability to the City's revenue. To foster economic development and continued expansion of the tax base, the City administers several business incentive programs, including Enterprise Zone, the Manufacturing Assistance Loan Program, and the C-PACE program, designed to attract, retain and grow business entities in Meriden.

REQUESTS FOR INFORMATION

The financial report is designed to provide a general overview of the City of Meriden's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, City Hall Room 212, 142 East Main Street, Meriden, Connecticut 06450.

BASIC FINANCIAL STATEMENTS

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2022
(IN THOUSANDS)

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Cash and Cash Equivalents	\$ 73,582	\$ 28,357	\$ 101,939
Investments	23,862	1,236	25,098
Receivables, Net	19,796	9,238	29,034
Due from Pension Trust	6,965	-	6,965
Due from OPEB Trust	1,827	-	1,827
Internal Balances	1,402	(1,402)	-
Supplies	389	-	389
Prepaid Items	305	-	305
Capital Assets, Nondepreciable	54,056	46,568	100,624
Capital Assets, Net of Accumulated Depreciation/Amortization	341,301	107,925	449,226
Total Assets	<u>523,485</u>	<u>191,922</u>	<u>715,407</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pension	24,283	2,773	27,056
Related to OPEB	10,296	567	10,863
Deferred Charge on Refunding	57	309	366
Total Deferred Outflows of Resources	<u>34,636</u>	<u>3,649</u>	<u>38,285</u>
LIABILITIES			
Accounts Payable and Accrued Liabilities	23,901	3,067	26,968
Accrued Interest	1,509	675	2,184
Unearned Revenue	29,384	-	29,384
Noncurrent Liabilities:			
Due Within One Year	14,411	4,826	19,237
Due in More Than One Year	392,216	100,047	492,263
Total Liabilities	<u>461,421</u>	<u>108,615</u>	<u>570,036</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pension	373	53	426
Related to OPEB	6,672	367	7,039
Advance Property Tax Collections	658	-	658
Deferred Charge on Refunding	204	-	204
Related to Leases	1,130	111	1,241
Total Deferred Inflows of Resources	<u>9,037</u>	<u>531</u>	<u>9,568</u>
NET POSITION			
Net Investment in Capital Assets	270,252	97,474	367,726
Restricted:			
Trust Purposes - Expendable	2,036	-	2,036
Trust Purposes - Nonexpendable	104	-	104
Grants	2,556	-	2,556
Capital Projects	23,393	-	23,393
Other Purposes	1,146	-	1,146
Unrestricted	(211,824)	(11,049)	(222,873)
Total Net Position	<u>\$ 87,663</u>	<u>\$ 86,425</u>	<u>\$ 174,088</u>

See accompanying Notes to Financial Statements.

**CITY OF MERIDEN, CONNECTICUT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES							
General Government	\$ 22,816	\$ 4,088	\$ 4,128	\$ 2,111	\$ (12,489)	\$ -	\$ (12,489)
Education	174,350	266	118,017	40	(56,027)	-	(56,027)
Public Safety	50,898	295	160	7	(50,436)	-	(50,436)
Public Works	21,942	1,900	37	8,964	(11,041)	-	(11,041)
Human Services	7,682	91	5,092	59	(2,440)	-	(2,440)
Culture and Recreation	7,247	94	371	-	(6,782)	-	(6,782)
Interest on Long-Term Debt	4,049	-	-	-	(4,049)	-	(4,049)
Total Governmental Activities	288,984	6,734	127,805	11,181	(143,264)	-	(143,264)
BUSINESS-TYPE ACTIVITIES							
Sewer Authority	12,043	10,016	-	2,939	-	912	912
Water Authority	12,957	11,671	-	-	-	(1,286)	(1,286)
George Hunter Golf Course	1,397	1,425	-	-	-	28	28
Total Business-Type Activities	26,397	23,112	-	2,939	-	(346)	(346)
Total	<u>\$ 315,381</u>	<u>\$ 29,846</u>	<u>\$ 127,805</u>	<u>\$ 14,120</u>	(143,264)	(346)	(143,610)
GENERAL REVENUES							
Property Taxes					135,298	-	135,298
Grants and Contributions Not Restricted to Specific Programs					1,909	-	1,909
Unrestricted Investment Earnings (Loss)					(1,247)	(44)	(1,291)
Miscellaneous Income					4,352	1,329	5,681
Total General Revenues					140,312	1,285	141,597
CHANGE IN NET POSITION							
					(2,952)	939	(2,013)
Net Position - Beginning of Year					90,615	85,486	176,101
NET POSITION - END OF YEAR							
					<u>\$ 87,663</u>	<u>\$ 86,425</u>	<u>\$ 174,088</u>

See accompanying Notes to Financial Statements.

**CITY OF MERIDEN, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022
(IN THOUSANDS)**

	General	Bonded Projects	Miscellaneous Capital Project Grants and Programs	Education Grants and Programs	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 8,302	\$ 20,046	\$ 28,930	\$ 1,914	\$ 6,589	\$ 65,781
Investments	16,741	-	-	-	2,525	19,266
Receivables, Net of Allowance for Uncollectibles	16,355	7,417	234	1,667	2,819	28,492
Supplies	124	-	-	-	265	389
Prepaid Items	305	-	-	1	-	306
Due from Other Funds	3,125	-	-	-	-	3,125
	<u>3,125</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,125</u>
Total Assets	<u>\$ 44,952</u>	<u>\$ 27,463</u>	<u>\$ 29,164</u>	<u>\$ 3,582</u>	<u>\$ 12,198</u>	<u>\$ 117,359</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable and Accrued Liabilities	\$ 12,953	\$ 4,070	\$ 306	\$ 2,859	\$ 1,457	\$ 21,645
Due to Other Funds	-	-	-	-	910	910
Unearned Revenue	6	-	29,070	180	128	29,384
Total Liabilities	<u>12,959</u>	<u>4,070</u>	<u>29,376</u>	<u>3,039</u>	<u>2,495</u>	<u>51,939</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Property Taxes	5,469	-	-	-	-	5,469
Unavailable Revenue - Loans Receivable	937	-	-	-	181	1,118
Other Receivables	-	7,417	-	271	597	8,285
Related to Leases	936	-	194	-	-	1,130
Advance Property Tax Collections	658	-	-	-	-	658
Total Deferred Inflows of Resources	<u>8,000</u>	<u>7,417</u>	<u>194</u>	<u>271</u>	<u>778</u>	<u>16,660</u>
FUND BALANCES						
Nonspendable	429	-	-	1	369	799
Restricted	522	15,976	-	271	4,674	21,443
Committed	524	-	-	-	4,471	4,995
Assigned	-	-	-	-	-	-
Unassigned	22,518	-	(406)	-	(589)	21,523
Total Fund Balances	<u>23,993</u>	<u>15,976</u>	<u>(406)</u>	<u>272</u>	<u>8,925</u>	<u>48,760</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 44,952</u>	<u>\$ 27,463</u>	<u>\$ 29,164</u>	<u>\$ 3,582</u>	<u>\$ 12,198</u>	<u>\$ 117,359</u>

See accompanying Notes to Financial Statements.

**CITY OF MERIDEN, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2022
(IN THOUSANDS)**

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total Fund Balances - Governmental Funds (Exhibit III)	\$	48,760
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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		690,441
Less: Accumulated Depreciation/Amortization		(295,084)
Net Capital Assets		395,357

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

Property Tax Receivables Greater Than 60 Days		5,469
Other Receivables		8,285
Loans Receivable		1,118
Deferred Outflows Related to Pension		24,283
Deferred Outflows Related to OPEB		10,296
Deferred Charge on Refunding		57

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.

		2,008
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds Payable		(128,015)
Notes Payable		(2,815)
Bond Premium		(10,766)
Deferred Charge on Refunding		(204)
Interest Payable on Bonds and Notes		(1,509)
Lease Payable		(543)
Compensated Absences		(15,754)
Landfill Post-Closure Monitoring		(765)
Net OPEB Liability		(52,392)
Pollution Remediation		(12,013)
Deferred Inflows Related to Pension		(373)
Deferred Inflows Related to OPEB		(6,672)
Net Pension Liability		(175,384)
Claims and Judgments		(765)

Net Position of Governmental Activities as Reported on the Statement of Net Position (Exhibit I)	\$	<u>87,663</u>
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See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	General	Bonded Projects	Miscellaneous Capital Project Grants and Programs	Education Grants and Programs	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes, Interest, and Lien Fees	\$ 135,198	\$ -	\$ -	\$ -	\$ -	\$ 135,198
Federal and State Government Charges for Services	81,527	889	1,530	35,200	18,407	137,553
Investment Income (Loss)	6,144	-	-	-	454	6,598
Other Local Revenues	(579)	107	-	-	(318)	(790)
	1,539	22	136	1,245	1,534	4,476
Total Revenues	<u>223,829</u>	<u>1,018</u>	<u>1,666</u>	<u>36,445</u>	<u>20,077</u>	<u>283,035</u>
EXPENDITURES						
Current:						
General Government	44,370	-	-	-	117	44,487
Public Safety	27,608	-	-	-	72	27,680
Public Works	8,799	-	-	-	205	9,004
Health and Welfare	4,170	-	-	-	3,561	7,731
Culture and Recreation	3,952	-	-	-	238	4,190
Education	118,818	-	-	36,758	14,047	169,623
Debt Service:						
Principal Retirement	10,549	-	-	-	75	10,624
Interest and Other Charges	5,359	-	-	-	24	5,383
Capital Outlay	21	18,665	1,705	-	2,794	23,185
Total Expenditures	<u>223,646</u>	<u>18,665</u>	<u>1,705</u>	<u>36,758</u>	<u>21,133</u>	<u>301,907</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	183	(17,647)	(39)	(313)	(1,056)	(18,872)
OTHER FINANCING SOURCES (USES)						
Refunding Bonds Issued	27,082	-	-	-	-	27,082
Premium on Refunding Bonds	4,534	-	-	-	-	4,534
Payment to Refunded Bond Escrow Agent	(31,431)	-	-	-	-	(31,431)
Transfers In	1,475	-	-	174	641	2,290
Transfers Out	(815)	(1,475)	-	-	-	(2,290)
Total Other Financing Sources (Uses)	<u>845</u>	<u>(1,475)</u>	<u>-</u>	<u>174</u>	<u>641</u>	<u>185</u>
NET CHANGE IN FUND BALANCES	1,028	(19,122)	(39)	(139)	(415)	(18,687)
Fund Balances - Beginning of Year	<u>22,965</u>	<u>35,098</u>	<u>(367)</u>	<u>411</u>	<u>9,340</u>	<u>67,447</u>
FUND BALANCES - END OF YEAR	<u>\$ 23,993</u>	<u>\$ 15,976</u>	<u>\$ (406)</u>	<u>\$ 272</u>	<u>\$ 8,925</u>	<u>\$ 48,760</u>

See accompanying Notes to Financial Statements.

**CITY OF MERIDEN, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net Change in Fund Balances - Governmental Funds (Exhibit IV) \$ (18,687)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense.

Capital Outlay	20,208
Depreciation/Amortization Expense	(18,804)
Loss on Disposal of Capital Assets	(55)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Property Taxes Collected After 60 Days	(7)
Loan Principal Collected	(1,695)
Change in Interest and Liens Receivable	107
Change in Other Receivables	8,285
Change in Deferred Outflows Related to Pension	6,124
Change in Deferred Outflows Related to OPEB	4,502
Amortization of Deferred Charge on Refunding	(10)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Refunding Bonds Issued	(27,082)
Principal Payments on Bonds and Notes	10,624
Premium on Bonds Issued	(4,534)
Payment to Refunded Bond Escrow Agent	31,431
Deferred Charge on Refunding	(75)
Lease Payments	152

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in Accrued Interest on Bonds and Notes	120
Amortization of Premium	1,300
Amortization of Deferred Charge on Refunding	14
Change in Long-Term Compensated Absences	352
Change in Landfill Post-Closure Monitoring	(415)
Change in Pollution Remediation Obligation	(2,687)
Change in Net Pension Liability	(41,200)
Change in Net OPEB Liability	(9,077)
Change in Deferred Inflows Related to Pension	31,892
Change in Deferred Inflows Related to OPEB	6,621
Change in Claims and Judgments	58

The net expense of the internal service funds is reported with governmental activities. (414)

Change in Net Position of Governmental Activities as Reported on the Statement of Activities (Exhibit II) \$ (2,952)

See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2022
(IN THOUSANDS)

	Business-Type Activities - Enterprise Funds				Governmental
	Major Funds		Nonmajor Fund		Activities
	Water	Sewer	George Hunter Memorial Golf Course	Total	Internal Service Funds
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 16,577	\$ 11,428	\$ 352	\$ 28,357	\$ 7,801
Investments	620	616		1,236	4,596
Accounts Receivable, Net	4,553	4,586	99	9,238	96
Total Current Assets	<u>21,750</u>	<u>16,630</u>	<u>451</u>	<u>38,831</u>	<u>12,493</u>
Noncurrent Assets:					
Capital Assets, Nondepreciable	1,010	45,558	-	46,568	-
Capital Assets, Net of Accumulated Depreciation	51,487	54,073	2,365	107,925	-
Total Noncurrent Assets	<u>52,497</u>	<u>99,631</u>	<u>2,365</u>	<u>154,493</u>	<u>-</u>
Total Assets	74,247	116,261	2,816	193,324	12,493
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Charge on Refunding	171	138	-	309	-
Related to Pension	1,887	622	264	2,773	-
Related to OPEB	412	124	31	567	-
Total Deferred Outflows of Resources	<u>2,470</u>	<u>884</u>	<u>295</u>	<u>3,649</u>	<u>-</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable and Accrued Liabilities	1,141	1,672	254	3,067	10
Accrued Interest	262	413	-	675	-
Due to Other Funds	-	-	1,402	1,402	813
Current Portion of Claims Incurred But Not Reported	-	-	-	-	4,719
Current Portion of Bonds Payable	1,366	2,396	3	3,765	-
Current Portion of Notes Payable	932	90	-	1,022	-
Current Portion of Compensated Absences	34	5	-	39	-
Total Current Liabilities	<u>3,735</u>	<u>4,576</u>	<u>1,659</u>	<u>9,970</u>	<u>5,542</u>
Noncurrent Liabilities:					
Claims Incurred But Not Reported	-	-	-	-	4,943
Bonds Payable, Less Current Portion	15,843	26,767	24	42,634	-
Notes Payable, Less Current Portion	13,038	838	-	13,876	-
Premium on Bonds	1,528	3,656	-	5,184	-
Interim Funding Obligation	-	23,805	-	23,805	-
Compensated Absences	489	342	73	904	-
Net Pension Liability	7,322	2,411	1,025	10,758	-
OPEB Liability	2,098	630	158	2,886	-
Total Noncurrent Liabilities	<u>40,318</u>	<u>58,449</u>	<u>1,280</u>	<u>100,047</u>	<u>4,943</u>
Total Liabilities	44,053	63,025	2,939	110,017	10,485
DEFERRED INFLOWS OF RESOURCES					
Related to Pension	36	12	5	53	-
Related to OPEB	267	80	20	367	-
Related to Leases	42	-	69	111	-
Total Deferred Inflows of Resources	<u>345</u>	<u>92</u>	<u>94</u>	<u>531</u>	<u>-</u>
NET POSITION					
Net Investment in Capital Assets	26,668	68,468	2,338	97,474	-
Unrestricted	5,651	(14,440)	(2,260)	(11,049)	2,008
Total Net Position	<u>\$ 32,319</u>	<u>\$ 54,028</u>	<u>\$ 78</u>	<u>\$ 86,425</u>	<u>\$ 2,008</u>

See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Business-Type Activities - Enterprise Funds				Governmental Activities	
	Major Funds		Nonmajor Fund		Internal Service Funds	
	Water	Sewer	George Hunter Memorial Golf Course			Total
			Total	Total		
OPERATING REVENUES						
Charges for Services	\$ 11,671	\$ 10,016	\$ 1,425	\$ 23,112	\$ 33,034	
Miscellaneous	916	356	57	1,329	2,302	
Total Operating Revenues	<u>12,587</u>	<u>10,372</u>	<u>1,482</u>	<u>24,441</u>	<u>35,336</u>	
OPERATING EXPENSES						
Salaries and Benefits	4,025	2,382	433	6,840	-	
Medical Claims	-	-	-	-	33,910	
Materials and Supplies	1,264	1,454	456	3,174	-	
Utilities	768	1,073	-	1,841	-	
Administration and Operation	1,763	759	-	2,522	164	
Depreciation	2,636	3,816	178	6,630	-	
Other	1,546	1,592	295	3,433	1,218	
Total Operating Expenses	<u>12,002</u>	<u>11,076</u>	<u>1,362</u>	<u>24,440</u>	<u>35,292</u>	
OPERATING INCOME (LOSS)	585	(704)	120	1	44	
NONOPERATING REVENUES (EXPENSES)						
Investment Income (Expense)	(21)	(23)	-	(44)	(458)	
Interest Expense	(713)	(967)	(35)	(1,715)	-	
Loss on Disposal of Assets	(242)	-	-	(242)	-	
Total Nonoperating Revenues (Expenses)	<u>(976)</u>	<u>(990)</u>	<u>(35)</u>	<u>(2,001)</u>	<u>(458)</u>	
INCOME (LOSS) BEFORE CONTRIBUTIONS	(391)	(1,694)	85	(2,000)	(414)	
CONTRIBUTIONS						
Capital Grants and Contributions	-	2,939	-	2,939	-	
CHANGE IN NET POSITION	(391)	1,245	85	939	(414)	
Net Position - Beginning of Year	<u>32,710</u>	<u>52,783</u>	<u>(7)</u>	<u>85,486</u>	<u>2,422</u>	
NET POSITION - END OF YEAR	<u>\$ 32,319</u>	<u>\$ 54,028</u>	<u>\$ 78</u>	<u>\$ 86,425</u>	<u>\$ 2,008</u>	

See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Major Funds		Nonmajor Fund		Internal Service Funds
	Water	Sewer	George Hunter Memorial Golf Course	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers and Users	\$ 12,799	\$ 10,656	\$ 1,469	\$ 24,924	\$ 35,392
Payments to Suppliers	(4,535)	(4,885)	(570)	(9,990)	(34,984)
Payments to Employees	(3,733)	(2,306)	(397)	(6,436)	-
Net Receipts from Interfund Transactions	10,282	10,095	(863)	19,514	813
Net Cash Provided (Used) by Operating Activities	14,813	13,560	(361)	28,012	1,221
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Receipts of Capital Grants and Contributions	-	2,939	-	2,939	-
Purchase of Capital Assets	(1,551)	(6,629)	(85)	(8,265)	-
Proceeds from Interim Funding Drinking Water Loans	-	5,383	-	5,383	-
Issuance of Refunding Bonds	908	15,778	12	16,698	-
Premium on Refunding Bonds	152	2,641	2	2,795	-
Payment to Refunding Bond Escrow Agent	(1,053)	(18,311)	(14)	(19,378)	-
Principal Payments of Bonds	(1,486)	(2,421)	(3)	(3,910)	-
Principal Payments of Clean Water Fund Loans	(914)	(423)	-	(1,337)	-
Interest Paid on Capital Debt	(1,020)	(1,179)	(35)	(2,234)	-
Net Cash Used by Capital and Related Financing Activities	(4,964)	(2,222)	(123)	(7,309)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Sale of Investments	-	-	-	-	(293)
Interest Income (Expense)	24	24	-	48	-
Net Cash Provided (Used) by Investing Activities	24	24	-	48	(293)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	9,873	11,362	(484)	20,751	928
Cash and Cash Equivalents - Beginning of Year	6,704	66	836	7,606	6,873
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 16,577</u>	<u>\$ 11,428</u>	<u>\$ 352</u>	<u>\$ 28,357</u>	<u>\$ 7,801</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating Income (Loss)	\$ 585	\$ (704)	\$ 120	\$ 1	\$ 44
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	2,636	3,816	178	6,630	-
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	168	284	(82)	370	56
(Increase) Decrease in Due from Other Funds	10,282	10,095	717	21,094	-
(Increase) Decrease in Other Assets	2	-	-	2	-
Increase (Decrease) in Accounts Payable and Accrued Items	806	(7)	181	980	308
Increase (Decrease) in Compensated Absences	16	(4)	5	17	-
Increase (Decrease) in Net Pension Liability	2,266	779	299	3,344	-
Increase (Decrease) in OPEB Liability	301	118	26	445	-
Increase (Decrease) in Due to Other Funds	-	-	(1,580)	(1,580)	813
(Increase) Decrease in Deferred Outflows - Pension	(110)	(49)	(9)	(168)	-
(Increase) Decrease in Deferred Outflows - OPEB	(172)	(55)	(13)	(240)	-
(Increase) Decrease in Deferred Charge on Refunding	28	(70)	-	(42)	-
Increase (Decrease) in Deferred Inflows - Pension	(1,753)	(566)	(252)	(2,571)	-
Increase (Decrease) in Deferred Inflows - OPEB	(284)	(77)	(20)	(381)	-
Increase (Decrease) in Deferred Inflows - Lease Receivable	42	-	69	111	-
Total Adjustments	14,228	14,264	(481)	28,011	1,177
Net Cash Provided (Used) by Operating Activities	<u>\$ 14,813</u>	<u>\$ 13,560</u>	<u>\$ (361)</u>	<u>\$ 28,012</u>	<u>\$ 1,221</u>

See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2022
(IN THOUSANDS)

	Pension and Other Employee Benefit Trust Funds	Private Purpose Trust Funds	Custodial Funds
ASSETS			
Cash and Cash Equivalents	\$ 24,199	\$ 194	\$ 272
Investments, at Fair Value:			
U.S. Government Securities	-	43	-
Certificates of Deposit	-	60	-
Equities	9,549	-	-
Mutual Funds	175,410	-	-
Alternative Investments	112,119	-	-
Total Investments	<u>297,078</u>	<u>103</u>	<u>-</u>
Accounts Receivable	<u>12</u>	<u>-</u>	<u>2</u>
 Total Assets	 321,289	 297	 274
LIABILITIES			
Accounts Payable	53	-	4
Due to Primary Government	8,792	-	-
Total Liabilities	<u>8,845</u>	<u>-</u>	<u>4</u>
NET POSITION			
Restricted for Pension Benefits	273,722	-	-
Restricted for OPEB Benefits	38,722	-	-
Restricted for Other Purposes	-	297	270
 Total Net Position	 <u>\$ 312,444</u>	 <u>\$ 297</u>	 <u>\$ 270</u>

See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Pension and Other Employee Benefit Trust Funds	Private Purpose Trust Funds	Custodial Funds
ADDITIONS			
Contributions:			
Employer	\$ 20,480	\$ 2	\$ -
Plan Members	5,120	-	-
Total Contributions	<u>25,600</u>	<u>2</u>	<u>30</u>
Investment Earnings:			
Net Change in Fair Value of Investments	(34,188)	-	-
Interest and Dividends	4,925	12	-
Total Investment Earnings (Loss)	<u>(29,263)</u>	<u>12</u>	<u>-</u>
Less Investment Expenses:			
Investment Management Fees	302	-	-
Net Investment Earnings (Loss)	<u>(29,565)</u>	<u>12</u>	<u>-</u>
Total Additions	(3,965)	14	30
DEDUCTIONS			
Benefits	41,373	62	-
Administrative Expense	118	-	-
Other	438	-	24
Total Deductions	<u>41,929</u>	<u>62</u>	<u>24</u>
CHANGE IN NET POSITION	(45,894)	(48)	6
Net Position - Beginning of Year	<u>358,338</u>	<u>345</u>	<u>264</u>
NET POSITION - END OF YEAR	<u>\$ 312,444</u>	<u>\$ 297</u>	<u>\$ 270</u>

See accompanying Notes to Financial Statements.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The City of Meriden, Connecticut (the City) was settled in 1661, incorporated as a Town in 1806 and as a City in 1867. It operates under a Council/Manager form of government. The City Manager is appointed by the Council and serves as the Chief Executive Officer.

The City provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning and general administrative services to its residents.

Accounting principles generally accepted in the United States 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 City has established a single-employer Public Retirement Systems (PERS), a postretirement retiree health plan (OPEB), and the South Meriden Volunteer Firefighters' Award Program to provide retirement benefits and postretirement health care benefits to employees and their beneficiaries. The City is required to make contributions to the pension and OPEB plans.

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

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 primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

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.

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 City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of grant revenues which are considered available if they are collected 120 days of the end of the fiscal year.

Property taxes, special assessments, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. In determining when to recognize intergovernmental revenues (grants and entitlements), the legal and contractual requirements of the individual programs are used as guidance. Revenues are recognized when the eligibility requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the City.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to long-term liabilities such as debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

The City reports the following major governmental funds:

General Fund

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

Bonded Projects Fund

The Bonded Projects Fund is used to account for resources used for capital expenditures or for the acquisition or construction of capital facilities, improvements and equipment. Most of the capital outlays are financed by the issuance of general obligation bonds. Other sources include capital grants, current tax revenues and low interest State loans.

Miscellaneous Capital Project Grants and Programs Fund

The Miscellaneous Capital Project Grants and Programs Fund is used to account for various capital project grants and programs proceeds and expenditures.

Education Grants and Programs Fund

The Education Grants and Programs Fund is used to account for various federal and state education grants.

The City reports the following major proprietary funds:

Water Fund

The Water Fund accounts for the operations of the City's water supply system. Its operations are financed from direct charges to the users of the service.

Sewer Fund

The Sewer Fund accounts for the operations of the City's wastewater treatment system. The City operates its own sewage treatment plant, sewage pumping stations and collection system. Its operations are financed from direct charges to the users of the service.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the City reports the following fund types:

Internal Service Funds

The Internal Service Funds account for employee health insurance and workers' compensation insurance provided to departments of the City and Board of Education.

Private Purpose Trust Funds

The Private Purpose Trust Funds accounts for assets held by the City in a trustee capacity for various scholarship and cemetery trusts.

Pension and Other Employee Benefits Trust Funds

The Pension and Other Employee Benefits Trust Funds are used to account for the fiduciary activities of the City's three defined benefit plans that accumulate resources for pension benefit payments to qualified employees and also the South Meriden Volunteer Firefighters' Award Program. As part of these trust funds, an amount is segregated to pay for retiree health benefits. These funds are also presented with the pension trust funds. These funds are also used to account for the activities for both City and Board of Education for other postemployment benefits (e.g., health insurance, life insurance) that accumulate resources for other postemployment benefit payments to qualified employees.

Custodial Funds

The Custodial Funds are used to account for fiduciary activities related to various self-funding City programs.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Custodial Funds (Continued)

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

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

D. Adoption of New Accounting Standards

In June 2017, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 87, *Leases*. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The City adopted the requirements of the guidance effective July 1, 2021 and has elected to apply the provisions of this standard to the beginning of the period of adoption.

E. Cash Equivalents

For purposes of reporting cash flows, all savings, checking, money market accounts and certificates of deposit with an original maturity of less than 90 days are considered to be cash equivalents.

F. Investments

Investments are stated at fair value.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Supplies

All supplies are valued at cost using the first-in/first-out (FIFO) method. Supplies of donated commodities are stated at fair market value. Supplies in governmental funds are recorded as expenditures when consumed rather than when purchased.

H. 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, including those for the Water and Sewer Funds, are shown net of an allowance for uncollectible accounts.

An estimate has been recorded for utility service provided, but not billed, at the end of the fiscal year.

I. Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure assets, 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 assets with an initial individual cost of more than \$20 and an estimated useful life in excess of two years. 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 at fair 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 lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the City is depreciated using the straight-line method over the following estimated useful lives (not rounded).

Land Improvements	20 Years
Buildings	40 to 50 Years
Building Improvements	7 to 30 Years
Infrastructure	65 Years
Machinery and Equipment	5 to 30 Years
Vehicles	7 Years

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. 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 position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports a deferred charge on refunding and deferred outflows related to 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 results from differences between expected and actual experience, changes in assumptions or other inputs. 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 (active employees and inactive employees).

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The City reports advance property tax collections in the government-wide statement of net position and in the governmental funds balance sheet. Advance property tax collections represent taxes inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. The City reports deferred inflows related to leases in the government-wide statement of net position and in the proprietary funds statement of net position. Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner over the lease term. The City also reports deferred inflows 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 results from differences between expected and actual experience, changes in assumptions or other inputs. 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 (active employees and inactive employees). Also, for governmental funds, the City reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes and lease receivables. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Leases

Lessee Arrangements

The City determines if an arrangement is a lease at inception. Leases are included in lease assets and lease liabilities in the statements of net position.

Lease assets represent the City's control of the right to use an underlying asset for the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease assets are recognized at the commencement date based on the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Lease assets are amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Lease liabilities represent the City's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term.

The lease term may include options to extend or terminate the lease when it is reasonably certain that the City will exercise that option.

The City has recognized payments for short-term leases with a lease term of 12 months or less as expenses as incurred, and these leases are not included as lease liabilities or right-to-use lease assets on the statements of net position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the City has elected to use their incremental borrowing rate to calculate the present value of expected lease payments.

Lessor Arrangements

The City determines if an arrangement is a lease at inception. Leases are included in lease receivables and deferred inflows of resources in the statements of net position and fund financial statements.

Lease receivables represent the City's claim to receive lease payments over the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease receivables are recognized at commencement date based on the present value of expected lease payments over the lease term, reduced by any provision for estimated uncollectible amounts. Interest revenue is recognized ratably over the contract term.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Leases(Continued)

Lessor Arrangements (Continued)

Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner over the lease term.

Amounts to be received under residual value guarantees that are not fixed in substance are recognized as a receivable and an inflow of resources if (a) a guarantee payment is required and (b) the amount can be reasonably estimated. Amounts received for the exercise price of a purchase option or penalty for lease termination are recognized as a receivable and an inflow of resources when those options are exercised.

The City has recognized payments received for short-term leases with a lease term of 12 months or less as revenue as the payments are received. These leases are not included as lease receivables or deferred inflows on the statements of net position and fund financial statements.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the City has elected to use their incremental borrowing rate to calculate the present value of expected lease payments.

L. Compensated Absences

Under the terms of its various union contracts, City and Board of Education employees are granted vacation and sick time in varying amounts based on length of service. Certain employees may also carry over a limited number of unused vacation and sick days to subsequent years based on the terms of an employment or union contract. In the event of termination, these employees are paid for accumulated vacation and sick time. The City recognizes a liability for the vested portion, as well as the unvested portion, to the extent expected to be paid, as compensated absences. Compensated absences are reported in governmental funds only if they have matured.

M. 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.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Net Pension Liability (Continued)

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

N. 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 are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

O. Net Other Post Employment (OPEB) Liability

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.

P. Equity

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

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

Restricted Net Position – Restrictions are externally imposed on net position 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.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Equity (Continued)

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

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. The City Council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned Fund Balance – This balance represents amounts constrained for the intent to be used for a specific purpose by the Director of Purchasing for the City, who has been delegated authority to assign amounts by the City 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 City has a written minimum fund balance policy that states that the goal of the City is that uncommitted fund balance of the City equal one month’s expenditures or 8.33% of the City’s most recent approved operating budget. The City has revised the policy to conform to the language contained in the Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Property Taxes

Property taxes are levied on all taxable assessed property on the grand list of October 1 prior to the beginning of the fiscal year. Real estate taxes are payable in four quarterly installments (July 1, October 1, January 1 and April 1). Personal property taxes are payable semi-annually (July 1 and January 1) and motor vehicle taxes are due in one single payment on July 1. Liens are filed on delinquent real estate taxes within one year. Statutory interest at the rate of 1.5% per month accrues on all overdue taxes. Assessments for real and personal property, excluding motor vehicles, are computed at 70% of appraised market value. The City files a lien on the property for taxes that were due July 1 and remain unpaid on the following May 1.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The City defines the current period to mean within 60 days after year-end. Property taxes receivable not expected to be collected during the available period are reflected in deferred revenue in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements. Property taxes collected prior to June 30 that are applicable to the subsequent years' assessment are reflected as advance tax collections in both the fund financial statements and the government-wide financial statements.

R. Accounting Estimates

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

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The annual budget is adopted by the City Council and employed for management control of the General Fund, Water Fund, Sewer Fund and Golf Fund.

The budget process is as follows:

- a. At least 180 days prior to the beginning of the fiscal year, the manager of each department, office and agency submits to the Director of Finance, at such date he determines, estimates of revenues and expenditures for the following year.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgetary Information (Continued)

- b. At least 180 days prior to the beginning of the fiscal year, the City Manager reviews these estimates and may revise them as he deems advisable, except that in the case of the department of education, he has the authority to revise only the total estimated expenditures.
- c. On or before March 1, not later than 120 days prior to the beginning of the fiscal year, the City Manager submits to the City Council a balanced annual budget.
- d. The City Council shall hold one (1) public hearing on the budget to obtain public comments not later than seventy-five (75) days prior to the beginning of the fiscal year.
- e. Within 20 days after the final public hearing, the City Council shall adopt a budget. The budget is legally enacted through passage of an ordinance.
- f. The Mayor shall have veto power on a line item basis only, and must submit any veto message within five (5) days after the Council has adopted the budget.
- g. The City Council may override any line item veto by a two-thirds (2/3) vote of the entire body.
- h. Budget referendum on the adopted budget must be held if a petition is filed within thirty days of the adoption of the final approved budget.
- i. Budget transfers or additional appropriations must be approved by the City Council. Additional appropriations by the City Council may not exceed 1-1/2% of the General Fund budget as established for the current year, without levying a special tax.

There were \$416 in additional appropriations in the General Fund.

- j. The Board of Education may transfer unexpended balances from one account to another within its line appropriation. A number of such transfers occurred during the year.
- k. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or commitment is issued, and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures of the current year.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgetary Information (Continued)

The City's budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major difference between the budgetary and GAAP basis is that encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order, contract or commitment is issued, and, accordingly, encumbrances outstanding at year-end are recorded in budgetary reports as expenditures of the current year, whereas, on a GAAP basis, encumbrances are recorded as either assigned, committed or restricted fund balance.

B. Deficit Fund Equity

For the year ended June 30, 2022, the following funds had deficit balances:

Miscellaneous Capital Project Grants	\$	406
Nonmajor Capital Project Fund:		
Airport Improvement		589

These amounts will be funded through local general fund contributions or future revenues.

NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS

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

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)

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

A. Deposits

Deposit Custodial Credit Risk

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

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$60,321 of the City’s bank balance of \$75,898 was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$ 54,059
Uninsured and Collateral Held by the Pledging Bank’s Trust Department, Not in the Town’s Name	6,262
Total Amount Subject to Custodial Credit Risk	\$ 60,321

Credit Risk – Cash Equivalents

At June 30, 2022, the City’s cash equivalents amounted to \$60,852. Credit Risk is the risk that an issuer of an investment will not fulfill its obligation to the holder. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following table provides a summary of the City’s cash equivalents as rated by Standard and Poor’s (S&P):

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
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NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)

A. Deposits (Continued)

Credit Risk – Cash Equivalents (Continued)

	<u>S&P Global</u>
State Short-Term Investment Fund (STIF)	AAAm
Bank of America	*
ICMA - RC	*
ION Bank	*
JP Morgan Chase	*
MS FSU	*
RBC Wealth Management	*
Stone Castle	*
TD Bank	*
United Bank	*
Webster	*

* Not rated

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

B. Investments

As of June 30, 2022, the City had the following investments:

	Investment Maturities (Years)			
	Fair Value	Less than 1	1-10	More than 10
Interest-Bearing Investments:				
Certificates of Deposit	\$ 13,267	\$ 4,874	\$ 8,393	\$ -
U.S. Government Securities	1,367	43	1,324	-
Municipal Bonds	4,125	356	3,769	-
Corporate Bonds	3,008	668	2,340	-
Total	<u>21,767</u>	<u>\$ 5,941</u>	<u>\$ 15,826</u>	<u>\$ -</u>
Other Investments:				
Mutual Funds	175,922			
Common Stock	12,385			
Alternative Investments	112,205			
Total Investments	<u>\$ 322,279</u>			

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Average Rating	Corporate Bonds	Municipal Bonds	U.S. Government Securities	Certificates of Deposit	Mutual Funds
Aaa	\$ -	\$ 685	\$ 1,254	\$ -	\$ -
Aa1	73	493	-	-	-
Aa2	77	806	-	-	-
Aa3	3	851	-	-	-
A1	343	1,289	-	-	-
A2	756	-	-	-	-
A3	505	-	-	-	-
Baa1	660	-	-	-	-
Baa2	549	-	-	-	-
Baa3	43	-	-	-	-
Unrated	-	-	113	13,267	175,922
Total	<u>\$ 3,009</u>	<u>\$ 4,124</u>	<u>\$ 1,367</u>	<u>\$ 13,267</u>	<u>\$ 175,922</u>

Interest Rate Risk

The City's investment policy states that the weighted average maturity of the portfolio shall not exceed 12 years and the maturity of any single issue shall not exceed 30 years. To the extent possible, the City 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. It is the City's policy to invest only in securities that meet the ratings requirements set by General State Statute Chapter 112, Section 7 400. In addition, per policy, a depository's long-term debt must be rated at least C by Thompson Bank Watch and A- by Standard & Poor's, A3 by Moody's or A- by Fitch; and its short-term debt must be rated at least TBW-1 by Thomson Bank Watch and A-1 by Standard & Poor's, P 1 by Moody's or F 1 by Fitch or the depository's total risk-based capital ratio must exceed 10%.

Concentration of Credit Risk

The City's investment policy states that the exposure of the portfolio to any one issuer, other than securities of the U.S. government or agencies, shall not exceed 8% of the fair value of the fixed income portfolio. Information regarding concentration of investments that represent more than 5% of the total investment portfolio for pension and other postemployment benefits is detailed in Notes 11 and 12, respectively.

Custodial Credit Risk

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the City or that sells investments to or buys them for the City), the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City does not have a policy for custodial credit risk. At June 30, 2022, the City did not have any uninsured and unregistered securities held by the counterparty, or by its trust department or agent that were not in the City's name.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

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

C. Pension

The investments of the City's pension funds have their own policies and limitations on investments.

Investment managers and advisors must discharge their responsibilities in accordance with the fiduciary provisions of the Employee Retirement Income Security Act of 1974 (ERISA) and supporting regulations, unless specifically exempted by a vote of the Board.

Equity investments in any one company by any one advisor shall be limited at purchase of 10% of the total assets under management and/or 5% of the company's total outstanding equity. Corporate fixed income investments shall be limited to the first four quality grades as established by one or more of the nationally recognized bond rating services, except by a specific vote of the Board to permit inclusion of some lesser-rated issues within an investment grade portfolio. In no event should the debt securities of any corporation exceed 10% of the assets under management of any one advisor.

There shall be no investments in:

- Securities of foreign issuers, other than those of the Canadian government, and also excepting American Depository Receipts (ADRs) of foreign securities, and further excepting foreign securities purchased by an investment advisor specifically designated by the Board as an "international" or "global" manager;
- Securities issued by a participating employer, except to the extent permitted under ERISA;
- Private placements, without affirmative Board approval;
- Real estate, other than securities of exchange-traded or nontraded Real Estate Investment Trusts.

Uninvested cash balances should be kept at a minimum through the prompt investment of available funds in short-term or more permanent security holdings.

Each investment advisor, consultant, custodian or contractor shall be required to be available for at least one annual meeting with the Meriden Retirement Board. Results based on a total rate of return (including both realized and unrealized capital gains and losses) will be evaluated for each advisor to the Board over a complete market cycle. However, the Board retains the right (and obligation) to address issues of lagging performance at any time during a contract cycle.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

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

D. Fair Value

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

The City has the following recurring fair value measurements as of June 30, 2022:

	June 30, 2022	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value Level:				
U.S. Government Securities	\$ 1,367	\$ -	\$ 1,367	\$ -
Municipal Bonds	4,124	-	4,124	-
Corporate Bonds	3,009	-	3,009	-
Common Stock	12,385	12,385	-	-
Mutual Funds	175,922	175,922	-	-
Alternative Investments	47,516	-	-	47,516
Total Investments by Fair Value Level	244,323	<u>\$ 188,307</u>	<u>\$ 8,500</u>	<u>\$ 47,516</u>
Investments Measured at the Net Asset Value (NAV):				
Private Equity Holdings	64,689			
Certificates of Deposit	13,267			
Total Investments	<u>\$ 322,279</u>			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The alternative investments classified in Level 3 are not actively traded and significant observable inputs are not available; therefore, a degree of judgment is necessary to estimate fair value. The valuation process for alternative investments takes into consideration factors such as interest rate changes, movement in credit spreads, default rate assumptions, prepayment assumptions, type and quality of collateral and market dislocation.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

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

D. Fair Value (Continued)

Private equity funds – international are valued as described in the following schedule.

The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is presented on the following table (in thousands).

	Fair Value	Net Commitments	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period	Investment Type
747 Stuyvesant VII LP	\$ 1,080	\$ 4,750	\$ 3,681	Restricted	N/A	Equity
Baron Emerging Mkt Coll Inv	7,348	-	-	Daily/Monthly	1 Day/30 Days	Equity
Brandywine Global Opp Fixed Income	3,608	-	-	Daily/Monthly	10 Days	Equity
Cpg Brookfield Opp Real Est LLC	737	2,970	1,066	Restricted	N/A	Real Estate
Cpg Carlyle Eq Opp Fd LLC	1,115	3,250	669	Restricted	N/A	Equity
Cpg Wp Energy LLC	1,472	1,492	90	Restricted	N/A	Equity
Cpg Wp Private Equity Xi LLC	26,605	3,250	745	Restricted	N/A	Equity
Earnest Partners Intl Fund	2,782	-	-	Daily/Monthly	0 Days/5Days	Equity
Greenspring Stepstone Vc Opp. IV LP	2,782	1,950	-	Restricted	N/A	Equity
Harbourvest 2019 Global Fund LP	3,890	4,750	2,138	Restricted	N/A	Equity
Harbourvest 2021 Global Feeder Fd LP	1,536	7,000	5,565	Restricted	N/A	Equity
iCapital-KV Seed C Access Fn LP	2,468	650	27	Restricted	N/A	Equity
Ironwood Institutional Ltd	29,873	30,350	-	Semi-Annual	95 Days	Equity
Oak Hill Capital Partners IV LP	854	2,000	86	Restricted	N/A	Equity
Portfolio Adv Sec Fd II LP	451	2,000	59	Restricted	N/A	Equity
Ta Realty Core Property Fund LP	14,823	15,720	5,400	Quarterly	45 Days	Real Estate
Total	<u>\$ 101,424</u>	<u>\$ 80,132</u>	<u>\$ 19,526</u>			

Equity Hedge Funds

This type includes investments in hedge funds that invest both long and short primarily in U.S. common stock. Management of each hedge fund has the ability to shift investments from value to growth strategies, from small to large capitalization stocks, and from a net long position to a net short position. The fair values of the investments in this type have been determined using the NAV per share of the investments.

Real Estate Funds

This type includes real estate funds that invest primarily in U.S. commercial real estate. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. These investments can never be redeemed with the funds. Distributions from each fund will be received as the underlying investments of the funds are liquidated.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 4 RECEIVABLES

The receivables as of June 30, 2022 for the City's individual major funds and nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowance for uncollectible accounts are as follows:

	Governmental and Fiduciary Type Funds					Total
	General Fund	Bonded Projects Fund	Miscellaneous Capital Project Grants and Programs	Education Grants and Programs	Nonmajor, Internal Service, and Fiduciary Funds	
Property Taxes	\$ 8,461	\$ -	\$ -	\$ -	\$ -	\$ 8,461
Interest and Liens	7,099	-	-	-	-	7,099
Accounts	443	-	35	-	104	582
Intergovernmental	47	7,417	-	1,667	2,630	11,761
Pension Trust Funds	6,965	-	-	-	-	6,965
OPEB Trust Funds	1,827	-	-	-	-	1,827
Leases Receivable	964	-	199	-	-	1,163
Loans	-	-	-	-	181	181
Other	-	-	-	-	14	14
Gross Receivables	25,806	7,417	234	-	2,929	38,053
Less: Allowance for Collection Losses	9,451	-	-	-	-	9,451
Net Total Receivables	<u>\$ 16,355</u>	<u>\$ 7,417</u>	<u>\$ 234</u>	<u>\$ -</u>	<u>\$ 2,929</u>	<u>\$ 28,602</u>

	Business-Type Funds			Total
	Water Authority	Sewer Authority	Nonmajor Fund	
Use Charges	\$ 1,221	\$ 1,304	\$ -	\$ 2,525
Interest and Liens	110	109	-	219
Assessments	-	51	-	51
Unbilled	3,349	3,292	-	6,641
Leases Receivable	42	-	70	112
Other	2	2	29	33
Gross Receivables	4,724	4,758	99	9,581
Less: Allowance for Collection Losses	171	172	-	343
Net Total Receivables	<u>\$ 4,553</u>	<u>\$ 4,586</u>	<u>\$ 99</u>	<u>\$ 9,238</u>

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Capital Assets Not Being Depreciated:					
Land	\$ 25,968	\$ 447	\$ -	\$ -	\$ 26,415
Construction in Progress	17,804	11,154	85	(1,232)	27,641
Total Capital Assets Not Being Depreciated	43,772	11,601	85	(1,232)	54,056
Capital Assets Being Depreciated/Amortized:					
Land Improvements	39,636	2,156	-	-	41,792
Buildings and Improvements	414,018	220	-	481	414,719
Machinery and Equipment	25,061	522	304	-	25,279
Vehicles	17,169	671	493	-	17,347
Infrastructure	130,804	5,123	-	751	136,678
Right-to-Use - Leased Assets	695	-	-	-	695
Total Capital Assets Being Depreciated/Amortized	627,383	8,692	797	1,232	636,510
Less Accumulated Depreciation For:					
Land Improvements	19,481	1,623	-	-	21,104
Buildings and Improvements	142,703	11,268	-	-	153,971
Machinery and Equipment	16,146	1,659	249	-	17,556
Vehicles	14,316	859	493	-	14,682
Infrastructure	84,501	3,237	-	-	87,738
Right-to-Use - Leased Assets	-	158	-	-	158
Total Accumulated Depreciation/Amortization	277,147	18,804	742	-	295,209
Total Capital Assets Being Depreciated/Amortized, Net	350,236	(10,112)	55	1,232	341,301
Capital Assets, Net	\$ 394,008	\$ 1,489	\$ 140	\$ -	\$ 395,357
Business-Type Activities	Beginning Balance	Increases	Decreases		Ending Balance
Capital Assets Not Being Depreciated:					
Land	\$ 1,183	\$ -	\$ -	\$ -	\$ 1,183
Construction in Progress	40,899	6,445	242	(1,717)	45,385
Total Capital Assets Not Being Depreciated	42,082	6,445	242	(1,717)	46,568
Capital Assets Being Depreciated:					
Land Improvements	27,026	-	-	-	27,026
Buildings and Improvements	80,942	-	-	175	81,117
Machinery and Equipment	31,456	1,821	316	1,542	34,503
Vehicles	2,613	-	37	-	2,576
Infrastructure	123,829	-	-	-	123,829
Total Capital Assets Being Depreciated	265,866	1,821	353	1,717	269,051
Less Accumulated Depreciation For:					
Land Improvements	11,528	1,330	-	-	12,858
Buildings and Improvements	45,556	1,714	-	-	47,270
Machinery and Equipment	22,463	1,729	316	-	23,876
Vehicles	2,418	72	37	-	2,453
Infrastructure	72,884	1,785	-	-	74,669
Total Accumulated Depreciation	154,849	6,630	353	-	161,126
Total Capital Assets Being Depreciated, Net	111,017	(4,809)	-	1,717	107,925
Capital Assets, Net	\$ 153,099	\$ 1,636	\$ 242	\$ -	\$ 154,493

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 5 CAPITAL ASSETS (CONTINUED)

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

Governmental Activities:

General Government	\$ 777
Education	10,992
Public Safety	907
Library	47
Public Works	5,113
Recreation	859
Human Services	109
Total Depreciation/Amortization Expense	<u>\$ 18,804</u>

Business-Type Activities:

Water Authority	\$ 2,637
Sewer Authority	3,816
Golf Course	177
Total Depreciation Expense	<u>\$ 6,630</u>

NOTE 6 DUE FROM OTHER FUNDS, DUE TO OTHER FUNDS, AND TRANSFERS

The outstanding balances between funds result mainly from the timing between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. The composition of interfund balances as of June 30, 2022 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	Amount
General Fund	Nonmajor Governmental Funds	\$ 910
General Fund	Internal Service Fund	813
General Fund	Nonmajor Proprietary Fund	1,402
Total		<u>\$ 3,125</u>

For the most part, all balances are expected to be repaid within a year.

During the year, transfers are used to 1) provide resources from the bonded projects fund to the general fund for debt service relief, 2) provide local match spending requirements from the general fund to nonmajor funds for grants requiring local spending and 3) provide funding for capital nonrecurring items from the general fund to the capital nonrecurring fund.

	<u>Transfers In</u>			Total Transfers Out
	General Fund	Education Grants and Programs	Nonmajor Governmental Funds	
Transfers Out:				
General Fund	\$ -	\$ 174	\$ 641	\$ 815
Bonded Projects Fund	1,475	-	-	1,475
Total Transfers In	<u>\$ 1,475</u>	<u>\$ 174</u>	<u>\$ 641</u>	<u>\$ 2,290</u>

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 7 LEASE RECEIVABLES

The City, acting as lessor, leases land, buildings, cell tower space and advertising space under long-term, noncancelable lease agreements. The leases expire at various dates through 2033. During the year ended June 30, 2022, the Town recognized \$216 and \$43 in lease revenue and interest revenue, respectively, pursuant to these contracts.

Total future minimum lease payments to be received under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 232	\$ 38	\$ 270
2024	190	31	221
2025	151	26	177
2026	150	22	172
2027	102	18	120
2028-2032	365	42	407
2033-2037	85	1	86
Total	<u>\$ 1,275</u>	<u>\$ 178</u>	<u>\$ 1,453</u>

NOTE 8 LONG-TERM DEBT

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 142,854	\$ 27,082	\$ 41,921	\$ 128,015	\$ 10,029
Premium on Bonds	7,532	4,534	1,300	10,766	
Notes Payable *	1,225	1,724	134	2,815	268
Compensated Absences	16,106	828	1,180	15,754	910
Workers' Compensation	2,834	-	185	2,649	883
Heart and Hypertension	4,076	3,258	2,568	4,766	1,589
Landfill Post-Closure Monitoring	350	478	63	765	51
Lease Payable	695	-	152	543	238
Net Pension Liability	134,184	41,200	-	175,384	-
OPEB Liability	43,315	9,077	-	52,392	-
Pollution Remediation	9,326	2,687	-	12,013	-
Claims and Judgments	823	308	366	765	443
Total Governmental Activities Long-Term Liabilities	<u>\$ 363,320</u>	<u>\$ 91,176</u>	<u>\$ 47,869</u>	<u>\$ 406,627</u>	<u>\$ 14,411</u>
Business-Type Activities:					
General Obligation Bonds	\$ 34,676	\$ 16,698	\$ 4,975	\$ 46,399	\$ 3,765
Premium on Bonds	2,866	2,795	477	5,184	-
Compensated Absences	927	91	75	943	39
Net Pension Liability	7,414	3,344	-	10,758	-
OPEB Liability	2,441	445	-	2,886	-
Drinking Water Notes	14,884	-	914	13,970	932
Clean Water Notes **	19,662	-	18,734	928	90
Total Business-Type Activities Long-Term Liabilities	<u>\$ 82,870</u>	<u>\$ 23,373</u>	<u>\$ 25,175</u>	<u>\$ 81,068</u>	<u>\$ 4,826</u>

* \$1,724 in notes payable additions were received in prior years however not permanently financed until fiscal year 2022.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 8 LONG-TERM DEBT (CONTINUED)

Changes in Long-Term Liabilities (Continued)

** In addition to the notes payable above, the City has a short-term note payable of \$23,805, to the state of Connecticut under the Clean Water Fund Program. The note carries a 2% interest rate, and the principal also becomes payable upon the permanent financing of the short-term note payable.

For the governmental activities, compensated absences, net pension liabilities and net other postemployment benefits liabilities are generally liquidated by the General Fund.

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

General obligation bonds are direct obligations of the City for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the City. Certain general obligation bonds are to be repaid by revenues of the enterprise funds.

General Obligation Bonds – Current Refunding

On March 2, 2022, the City issued \$43,780 of general obligation refunding bonds with interest rates ranging from 4% to 5% to currently refund the outstanding principal amounts of \$50,805 in General Obligation Bonds and Clean Water Fund Notes Payable.

The net proceeds of \$50,810 (including a premium of \$7,329, additional proceeds of \$5, and issuance costs of \$294 including underwriter's fees) will reduce total debt service payments over the next 12 years by \$2,905 and represents an economic gain (difference between present values of the debt service payments on the old and new debt) of \$2,748. As a result, the refunded bonds were considered defeased and all the interest and principal on the defeased bonds were paid from the proceeds of the refunding issue which were placed into an irrevocable escrow account.

As of June 30, 2022, the defeased bonds were called and the balance in the escrow account is \$-0-.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 8 LONG-TERM DEBT (CONTINUED)

General Obligation Bonds – Current Refunding (Continued)

General obligation bonds currently outstanding are as follows:

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Annual Principal	Balance Outstanding June 30, 2022
Governmental:						
General Purpose:						
General Obligation, Series B	9/8/14	3/1/24	2-3%	\$ 2,864	Various	\$ 639
General Obligation	11/1/16	5/1/36	3-5%	60,304	Various	42,945
General Obligation	11/15/16	5/15/30	3-5%	10,606	Various	7,586
General Obligation	6/4/20	6/30/29	5%	9,490	Various	7,718
General Obligation, Series B	6/24/20	7/1/40	3-5%	29,390	Various	27,925
General Obligation, Refunding C	12/9/20	2/15/33	5%	15,165	Various	14,120
General Obligation, Refunding A	2/9/22	3/15/34	4-5%	27,082	Various	27,082
Total Governmental Activities						<u>128,015</u>
Business-Type:						
General Purpose:						
General Obligation, Series B	9/8/14	3/1/24	2-3%	630	Various	140
General Obligation	11/1/16	5/1/36	3-5%	7,936	Various	5,845
General Obligation	11/15/16	5/15/30	3-5%	2,019	Various	1,444
General Obligation	6/4/20	6/30/29	5%	5,010	Various	4,042
General Obligation, Series B	6/24/20	7/1/40	3-5%	19,220	Various	18,255
General Obligation, Refunding C	12/9/20	2/15/33	5%	660	Various	615
General Obligation, Refunding A	2/9/22	3/15/34	4-5%	16,698	Various	16,058
Total Business-Type Activities						<u>46,399</u>
Total Outstanding						<u>\$ 174,414</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 10,029	\$ 4,969	\$ 3,765	\$ 1,879
2024	9,725	4,482	3,830	1,693
2025	9,482	4,002	3,843	1,503
2026	10,104	3,528	3,956	1,310
2027	10,173	3,063	4,047	1,119
2028	10,244	2,625	4,136	926
2029	10,315	2,184	4,230	730
2030	9,284	1,779	3,741	547
2031	8,364	1,414	2,586	383
2032	8,392	1,126	1,583	283
2033	8,392	863	1,583	234
2034	7,092	606	1,528	191
2035	4,537	383	1,378	153
2036	4,537	261	1,378	121
2037	1,470	136	960	89
2038	1,470	106	960	70
2039	1,465	77	965	51
2040	1,470	47	965	31
2041	1,470	16	965	10
Total	<u>\$ 128,015</u>	<u>\$ 31,667</u>	<u>\$ 46,399</u>	<u>\$ 11,323</u>

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable

Clean Water Fund Loans

The state of Connecticut under the Clean Water Fund Program issued the project loan obligation. The loan proceeds financed the sanitary sewer construction projects. The obligation will be paid from future user fees.

Drinking Water Fund Loans

The Drinking Water Fund Program issued a permanent funding obligation loan, which is recorded in the Water Fund, for the year ended June 30, 2022. The loan proceeds are being used to finance the upgrade to the Broad Brook Treatment Plant. The obligation will be paid from future user fees.

HUD Loan

The United States Department of Housing and Urban Development issued the City a Section 108 Loan on October 14, 2011, which carries interest at 0.2% above London Interbank Offered Rate (LIBOR) as of November 17, 2011. The loan proceeds financed part of the demolition and cleanup of Factory H. The obligation will be paid from future CDBG allocations.

DECD Loan

The State of Connecticut Department of Economic and Community Development issued a loan to the City under the provisions of the BROWNFIELD STATUTE (C.G.S. Sec. 32-765) on March 1, 2016, which carries interest at 1.0%. The loan proceeds financed a portion of the remediation of the former Meriden Wallingford Hospital located at 1 King Place, Meriden CT.

Notes payable currently outstanding are as follows:

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Annual Principal	Balance Outstanding June 30, 2022
Governmental:						
HUD 108 Note 2011-A	11/17/11	8/1/31	LIBOR+.2%	\$ 1,500	\$ 75	\$ 750
DECD Loan - Project 2015080001	3/1/20	3/1/36	1%	232	Various	213
DECD Brownfield Loan - Project 20190800750001	5/1/22	5/1/39	1%	1,771	Various	1,763
Eversource Phase 1 Agreement	2/15/18	7/15/23	0%	452	82	89
Total Governmental Activities						<u>2,815</u>
Business-Type:						
Clean Water Fund Note 209-CSL	12/31/12	12/31/31	2%	1,786	Various	928
Drinking Water Fund Note 2012-7008	12/31/13	12/31/32	2%	1,597	Various	909
Drinking Water Fund Note 2014-7034	11/30/16	11/30/35	2%	17,300	Various	11,976
Drinking Water Fund Note 2016-7041	1/31/17	8/31/36	2%	1,430	Various	1,085
Total Business-Type Activities						<u>14,898</u>
Total Outstanding						<u>\$ 17,713</u>

The note carries a 2% interest rate and the principal also becomes payable upon the permanent financing of the note payable.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 8 LONG-TERM DEBT (CONTINUED)

Notes Payable (Continued)

Annual debt service requirements to maturity for notes payable are as follows:

Year	Total Governmental		Total Business-Type	
	Principal	Interest	Principal	Interest
2023	\$ 268	\$ 42	\$ 1,022	\$ 289
2024	194	38	1,041	268
2025	188	35	1,062	247
2026	189	32	1,084	225
2027	190	29	1,106	203
2028	191	25	1,129	21
2029	192	22	1,151	158
2030	194	17	1,175	135
2031	195	14	1,198	111
2032	196	10	1,169	87
2033	122	8	1,090	65
2034	123	6	1,063	44
2035	125	5	1,084	22
2036	122	4	509	3
2037	110	3	15	-
2038	112	2	-	-
2039	104	1	-	-
Total	<u>\$ 2,815</u>	<u>\$ 293</u>	<u>\$ 14,898</u>	<u>\$ 1,878</u>

Leases Payable

The City leases buildings and equipment for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2026.

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

Year Ending June 30,	Principal	Interest	Total
2023	\$ 238	\$ 13	\$ 251
2024	212	6	218
2025	93	1	94
Total	<u>\$ 543</u>	<u>\$ 20</u>	<u>\$ 563</u>

Right-to-use assets acquired through outstanding leases are shown below, by underlying asset class.

Equipment	\$ 546
Real Estate	149
Less: Accumulated Amortization	(158)
Total	<u>\$ 537</u>

Authorized but Unissued Bonds

The total of authorized but unissued bonds at June 30, 2022 is \$141,642, which is net of all expected grant revenue. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 8 LONG-TERM DEBT (CONTINUED)

Landfill Post-Closure Monitoring

State and federal laws and regulations require that the City perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. The liability for the landfill post-closure care, aggregating \$765, is based on the amount estimated to be paid for all equipment, facilities and services required to monitor and maintain the landfills as of June 30, 2022. However, the actual cost of closure and post-closure care may be higher due to inflation, changes in technology or changes in landfill laws and regulations. Costs will be funded through future property taxes and/or state and federal grants. The landfill was considered to be at capacity and was closed during 1991.

Pollution Remediation

"Factory H" includes two City parcels (77 Cooper Street and 104 Butler Street), which have contaminated soils. The liability is made up of \$10,352 less estimated recoveries from the State and Federal government of \$2,600 plus an estimation for inflation of \$2,155. Management has estimated this liability taking into account data based on estimates from the engineering department. Major assumptions were made since the remediation of the Factory H site will be fully integrated into the Harbor Brook Flood Control project and redevelopment plans for the site, which are yet to be finalized. Costs are likely to change based on the final flood control design, site re-use and redevelopment plans, as well as other factors. It is assumed that no active groundwater remediation will be required, environmental land use restrictions will be placed on the site, and operations and maintenance of the engineered control will be minimal, similar to that

approved for the Meriden Green (formerly the HUB project). The obligation is an estimate and is subject to revision because of price increases or reductions, changes in technology, or changes in applicable laws or regulations. As of June 30, 2022, the City has received \$800 from the United States Environmental Protection Agency, a loan of \$1,500 from the United States Department of Housing and Urban Development and \$300 from the State of Connecticut Department of Economic and Community Development.

116 Cook Avenue has contaminated soil and hazardous building materials contributing to the contamination. The liability is made up of \$2,098 less estimated recoveries from the Federal government (HUD and US EPA) of \$524 plus and estimation for inflation of \$532. Management has estimated this liability taking into account data based on estimates from their consulting firm. The current estimate of environmental liabilities for 116 Cook Avenue is based on environmental reports prepared for the City of Meriden by Tighe and Bond, including "Phase III Environmental Site Assessment report, dated July 2012", and an "Opinion of Probable Demolition Costs, dated July 2012". Further remediation costs associated with soils below the existing building slab are unknown and may require further remediation depending on the future land use. The City of Meriden assumes removal of all known environmental hazards in five to seven years. The obligation is an estimate and is subject to revision because of price increases or reductions, changes in technology, or changes in applicable laws or regulations. As of June 30, 2022, the City utilized \$524 in federal funds to remove hazardous building materials and universal waste and to remove an underground storage tank (UST) from the site.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 8 LONG-TERM DEBT (CONTINUED)

Claims and Judgments

There are various suits and claims pending against the City, none of which, individually or in the aggregate, is believed by counsel to be likely to result in judgment or judgments that could materially affect the City's financial position. Management has estimated a liability of \$765 at June 30, 2022.

Debt Limitation

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

<u>Category</u>	<u>Debt Limitation</u>	<u>Indebtedness</u>	<u>Balance</u>
General Purposes	\$ 299,853	\$ 135,335	\$ 164,518
Schools	599,706	36,550	563,156
Urban Renewal	433,121	-	433,121
Sewers	499,755	85,794	413,961
Pension Bonding	399,804	-	399,804

In no case shall total indebtedness exceed seven times annual receipts from taxation \$932,876.

NOTE 9 FUND BALANCE

The components of fund balance for the governmental funds at June 30, 2022 are as follows:

	<u>General Fund</u>	<u>Bonded Projects Fund</u>	<u>Miscellaneous Capital Project Grants</u>	<u>Education Grants and Programs</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund Balances:						
Nonspendable:						
Inventory	\$ 124	\$ -	\$ -	\$ -	\$ 265	\$ 389
Prepaid Expenditures	305	-	-	1	-	306
Permanent Fund Principal	-	-	-	-	104	104
Restricted for:						
Flood Control	480	-	-	-	-	480
Federal and State Grants	42	-	-	271	1,972	2,285
Bonds	-	15,976	-	-	-	15,976
Park Trusts	-	-	-	-	2,026	2,026
Library Trusts	-	-	-	-	666	666
Education Trusts	-	-	-	-	9	9
Health Trusts	-	-	-	-	1	1
Committed to:						
Special Assessment Project	-	-	-	-	98	98
Education	-	-	-	-	2,361	2,361
Planning and Development	-	-	-	-	58	58
Anti-Blight	-	-	-	-	241	241
Dog Fund	-	-	-	-	39	39
Capital and Nonrecurring	-	-	-	-	757	757
Meriden Green Improvement	-	-	-	-	524	524
Public Safety	-	-	-	-	393	393
Insurance Refunds	39	-	-	-	-	39
Tree Preservation	3	-	-	-	-	3
Downtown Property Management	233	-	-	-	-	233
Vehicle Replacement	249	-	-	-	-	249
Unassigned	22,518	-	(406)	-	(589)	21,523
Total Fund Balances	<u>\$ 23,993</u>	<u>\$ 15,976</u>	<u>\$ (406)</u>	<u>\$ 272</u>	<u>\$ 8,925</u>	<u>\$ 48,760</u>

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 9 FUND BALANCE (CONTINUED)

Significant encumbrances of \$18,301 and 3,043 are included in the bonded projects and miscellaneous capital project grants and programs funds as of June 30, 2022.

NOTE 10 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of damage to and destruction of assets; error and omissions; injuries to employees; employee health; and natural disasters. The City generally obtains commercial insurance for these risks but has chosen to retain the risks of workers' compensation and employee health and medical claims. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2022.

The workers' compensation fund purchases a self-insured retention workers' compensation excess policy for claims exceeding \$600. All other claims are funded by the General Fund, Sewer Authority, Water Authority and George Hunter Memorial Golf Fund. Payments to the fund are estimated based on payroll amounts, job classification rates, experience and second injury fund assessments.

The City's Health Insurance Fund purchases a stop loss policy for claims in excess of \$250 per claim. The City also purchases the aggregate maximum per year. Settled claims have not exceeded commercial coverage in any of the past three fiscal years. The health insurance fund is funded by contributions from all funds incurring payroll charges. The health benefits consultant provides the City with suggested rates for various types of coverage. The BOE and City enterprise funds use employee counts and suggested rates to compute fund contributions.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that has been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs) and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example for salvage or subrogation, are another component of the claim's liability estimate.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 10 RISK MANAGEMENT (CONTINUED)

Changes in the claim's liability for the past two years are as follows:

	Accrued Liability Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Accrued Liability Claim Payments	Accrued Liability End of Fiscal Year
Workers' Compensation and Heart and Hypertension:				
2021-22	\$ 6,910	2,679	2,174	\$ 7,415
2020-21	8,150	1,167	2,407	6,910
Health Insurance:				
2021-22	2,430	31,231	31,414	2,247
2020-21	2,108	30,466	30,144	2,430

NOTE 11 EMPLOYEE RETIREMENT PLANS

Pension Trust Fund

The City administers three single-employer, contributory, defined benefit public employee retirement system (PERS) plans to provide pension benefits for its employees. The PERS is considered to be a part of the City's financial reporting entity and is included in the City's financial reports as Pension Trust Funds. Stand-alone plan reports are not available for these plans. Although the assets of the plans are commingled for investment purposes, each plan's assets may be used only for the payment of benefits to the members of that plan, in accordance with the terms of the plan.

Management of the plans rest with the Pension Board, which consists of eleven members: three elected by plan members, six appointed by City Council and the City Treasurer and Personnel Director who both serve as ex-officio members.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

A. Plan Description and Benefits Provided

Substantially all full-time employees of the City are eligible to participate. Participants in the State Teachers' Retirement System are excluded. The Plans' provisions are as follows:

<u>Provisions</u>	<u>Employees' Retirement Plan</u>	<u>Police Pension Plan</u>	<u>Firefighters' Pension Plan</u>
Benefit	<p>Firefighters and BOE employees receive 2% of average final pay (average of three highest consecutive calendar years out of the last ten) multiplied by the years of continuous service in the plan, with a maximum of 60% of salary.</p> <p>Police and non-BOE City employees receive 2% of average final pay for the first 20 years, plus 2½% of average final pay multiplied by years of service for years 21-32 thereafter, with a maximum of 70% of salary.</p>	<p>2.5% of base pay times years of service up to 20 years plus 1.6% of base pay times years of service in excess of 20 and less than 30 years plus 50% of current emoluments. If 30 years of service, then 70%.</p>	<p>2.2% of base pay times the years of service up to 30 years plus 50% of emoluments.</p>
Eligibility Requirements	<p>Vested after 10 years of service. Police and Fire 25 years or Age 65 and 10 years.</p>	<p>20 years of service or age 65 and at least 20 years.</p>	<p>25 years of service or age 65 and at least 25 years.</p>
Cost of Living Adjustment	<p>Retirement prior to July 1, 1989: No COLA adjustments.</p> <p>Retirement after July 1, 1989 and prior to July 1, 2000: 3% every other year beginning after the later of three years from retirement age or age 65 with a lifetime cap of 50% of original pension.</p> <p>Retirement after July 1, 2000: 2% each year beginning after the later of two years from retirement date or age 62 with a lifetime cap of 50% of original pension.</p>	<p>Retirement prior to January 1, 2003: based on increases to base pay for the rank held at retirement.</p> <p>Retirement after January 1, 2003 (25 or more years of service): 3% of base pay, excluding emoluments.</p> <p>Retirement after January 1, 2003 (between 20-25 years of service): 2% of base pay, excluding emoluments.</p>	<p>Retirement prior to January 1, 2003: based on increase in base pay for the rank held at retirement.</p> <p>Retirement after January 1, 2003 (with at least 25 years of service): 3% of base pay, excluding emoluments.</p>

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

A. Plan Description and Benefits Provided (Continued)

<u>Provisions</u>	<u>Employees' Retirement Plan</u>	<u>Police Pension Plan</u>	<u>Firefighters' Pension Plan</u>
Cost of Living Adjustment (Continued)	Retirement after 7/1/11: 2% each year beginning two years from the date of retirement with a lifetime cap of 50% of original pension. For police and firefighters with 25 years of service: 3% beginning one year from date of retirement with a lifetime cap of 50% of original pension.	Retirement after January 1, 2003 (less than 20 years of service): None.	
Early Retirement Provisions	City and police employees – 10 years of service and age 55. Firefighters- None.	None.	None.
Contributions	Non BOE City employees 11% of earnings (includes 7% of earnings to pension and 4% of earnings as contributed for postemployment healthcare benefits). BOE employees – 8% of earnings (includes 4% of earnings to pension and 4% of earnings as contributed for postemployment healthcare benefits). Police employees – (hired prior to July 1, 2012) - 10% of earnings (includes 6% of earnings to pension and 4% of earnings as contributed for postemployment healthcare benefits). Police employees – (hired after July 1, 2012) - 7% of earnings (includes 4.5% of earnings to pension and 2.5% of earnings as contributed for postemployment healthcare benefits). Fire employees – 8.5% of earnings (includes 6.5% of earnings to pension and 2% of earnings contributed for postemployment healthcare benefits). Employer – remaining necessary to fund Plan based on City Charter and actuarial studies.	Employee - 8% of earnings (includes 6% of earnings to pension and 2% of earnings as contributed for postemployment healthcare benefits). Employer - remaining necessary to fund Plan based on City Charter and actuarial studies.	Employee - 8% of earnings (includes 6% of earnings to pension and 2% of earnings as contributed for postemployment healthcare benefits). Employer - remaining necessary to fund Plan based on City Charter and actuarial studies.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

A. Plan Description and Benefits Provided (Continued)

At July 1, 2020, Plan membership consisted of the following (not rounded):

	Employees' Retirement Plan	Police Pension Plan	Firefighters' Pension Plan
Retirees and Beneficiaries Currently Receiving Benefits	567	155	125
Vested Terminated Employees	102	-	-
Active Participants	403	24	33
Total Participants	1,072	179	158

The Employees' Retirement Plan was closed to nonpublic safety personnel as of July 1, 2011. The Police and Firefighter's plans were closed to new entrants as of March 18, 2003.

B. Summary of Significant Accounting Policies

Basis of Accounting

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

Method Used to Value Investments

Investments are reported at market value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

Administrative Costs

Administrative costs of the Plan are financed through investment earnings.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

B. Summary of Significant Accounting Policies (Continued)

Plan Net Position

The individual plan net position at June 30, 2022 and changes in net position for the year then ended are as follows:

	Pension Trust Funds			
	Employees' Retirement Plan	Police Pension Fund	Firefighters' Pension Plan	Total Pension Trust Funds
Assets:				
Cash and Cash Equivalents	\$ 10,715	\$ 13,288	\$ -	\$ 24,003
Receivables	6	4	-	10
Investments, at Fair Value:				
Equities	4,691	1,618	1,715	8,024
Mutual Funds	88,566	30,408	32,227	151,201
Alternative Investments	55,280	20,237	21,561	97,078
Total Investments	<u>148,537</u>	<u>52,263</u>	<u>55,503</u>	<u>256,303</u>
Total Assets	159,258	65,555	55,503	280,316
Liabilities:				
Accounts Payable	22	13	14	49
Due to Primary Government	-	-	6,965	6,965
Total Liabilities	<u>22</u>	<u>13</u>	<u>6,979</u>	<u>7,014</u>
Net Position:				
Restricted for Pension Benefits	<u>\$ 159,236</u>	<u>\$ 65,542</u>	<u>\$ 48,524</u>	<u>\$ 273,302</u>

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

B. Summary of Significant Accounting Policies (Continued)

	Employees' Retirement Plan	Police Pension Fund	Firefighters' Pension Plan	Total Pension Trust Funds
	(in Thousands)			
Additions:				
Contributions:				
Employer	\$ 6,745	\$ 5,255	\$ 3,795	\$ 15,795
Plan Members	1,955	89	181	2,225
Total Contributions	<u>8,700</u>	<u>5,344</u>	<u>3,976</u>	<u>18,020</u>
Investment Earnings:				
Net Increase in Fair				
Value of Investments	(17,197)	(6,873)	(5,108)	(29,178)
Dividends and Interest	2,483	1,057	785	4,325
Securities Lending	-	-	-	-
Total Investment Earnings	<u>(14,714)</u>	<u>(5,816)</u>	<u>(4,323)</u>	<u>(24,853)</u>
Less Investment Expenses:				
Investment Management Fees	170	74	58	302
Custodian Fees	-	-	-	-
Securities Lending Collateral	-	-	-	-
Interest Expense	-	-	-	-
Agent Fees	-	-	-	-
Net Investment Earnings	<u>(14,884)</u>	<u>(5,890)</u>	<u>(4,381)</u>	<u>(25,155)</u>
Total Additions	<u>(6,184)</u>	<u>(546)</u>	<u>(405)</u>	<u>(7,135)</u>
Deductions:				
Benefits	16,066	8,995	6,838	31,899
Administration	28	28	28	84
Other	313	120	5	438
Total Deductions	<u>16,407</u>	<u>9,143</u>	<u>6,871</u>	<u>32,421</u>
Change in Net Position	(22,591)	(9,689)	(7,276)	(39,556)
Net Position - Beginning of Year	<u>181,827</u>	<u>75,231</u>	<u>55,800</u>	<u>312,858</u>
Net Position - End of Year	<u>\$ 159,236</u>	<u>\$ 65,542</u>	<u>\$ 48,524</u>	<u>\$ 273,302</u>

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

C. Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the PERS Board by a majority vote of its members. It is the policy of the PERS Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of January 10, 2012, reaffirmed January 12, 2016:

Asset Class	Target Allocation
Core Fixed Income	15 %
Global Fixed Income	5
U.S. Large Cap Equity	28
U.S. Small Cap Equity	7
International Developed Equity	18
Emerging Markets Equity	7
Private Real Estate	5
Hedge Funds	10
Private Equity	5
Total	100 %

Concentrations

The following investments represent 5% or more of total Plan assets as of June 30, 2022:

Investments:

Ironwood Institutional Ltd.	\$ 11,073
Ta Realty Core Property Fund	5,475
Earnest Partners International Fund	9,412

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows:

City	(8.52)%
Police	(8.17)
Firefighters	(8.06)

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

D. Net Pension Liability

The components of the net pension liability of the City at June 30, 2022 were as follows:

	Employees'	Police	Firefighters'	Total
Total Pension Liability	\$ 244,917	\$ 123,488	\$ 91,040	\$ 459,445
Plan Fiduciary Net Position	159,236	65,542	48,524	273,302
City's Net Pension Liability	<u>\$ 85,681</u>	<u>\$ 57,946</u>	<u>\$ 42,516</u>	<u>\$ 186,143</u>

Plan Fiduciary Net Position as a Percentage of the Total Liability	65.02 %	53.08 %	53.30 %
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Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of July 1, 2020, rolled forward to June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>Employees'</u>	<u>Police</u>	<u>Firefighters'</u>
Inflation	2.40%	2.40%	2.40%
Salary increases	2.40%, per annum (compounded) plus a graded scale of 7.85% at hire date down to 0% at 16 completed years of service and beyond, including inflation	2.40%, per annum (compounded) plus a graded scale of 7.85% at hire date down to .35% at 15 completed years of service and beyond, including inflation	2.40%, per annum (compounded) plus a graded scale of 7.85% at hire date down to .10% at 14 completed years of service and beyond, including inflation
Investment rate of return	7.25%, net of pension plan investment expense	7.25%, net of pension plan investment expense	7.25%, net of pension plan investment expense

Mortality for the Employees' Plan is based on the RP-2014 Adjusted to 2006 Total Dataset Mortality Table, projected to the valuation date with Scale MP-2020. For Police and Fire, it is based RP-2014 Adjusted to 2006 Blue Collar Mortality Table, projected to the valuation date with Scale MP-2020.

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

D. Net Pension Liability (Continued)

Actuarial Assumptions (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 (see the discussion of the pension plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Core Fixed Income	1.45 %
Global Fixed Income	1.65
U.S. Large Cap Equity	4.75
U.S. Small Cap Equity	5.15
International Developed Equity	5.45
Emerging Markets Equity	6.25
Private Real Estate	4.10
Hedge Funds	3.60
Private Equity	7.60

Discount Rate

The discount rate used to measure the total pension liability as of June 30, 2022 was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

D. Net Pension Liability (Continued)

Changes in the Net Pension Liability
Employees'

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances as of July 1, 2021	\$ 240,241	\$ 181,827	\$ 58,414
Changes for the Year:			
Service Cost	3,633	-	3,633
Interest on Total Pension Liability	17,109	-	17,109
Employer Contributions	-	6,745	(6,745)
Member Contributions	-	1,955	(1,955)
Net Investment Income	-	(14,884)	14,884
Benefit Payments, Including Refund of Employee Contributions	(16,066)	(16,066)	-
Administrative Expenses	-	(28)	28
Other Changes	-	(313)	313
Net Changes	<u>4,676</u>	<u>(22,591)</u>	<u>27,267</u>
Balances as of June 30, 2022	<u>\$ 244,917</u>	<u>\$ 159,236</u>	<u>\$ 85,681</u>

Police

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances as of July 1, 2021	\$ 123,268	\$ 75,231	\$ 48,037
Changes for the Year:			
Service Cost	558	-	558
Interest on Total Pension Liability	8,657	-	8,657
Employer Contributions	-	5,255	(5,255)
Member Contributions	-	89	(89)
Net Investment Income	-	(5,890)	5,890
Benefit Payments	(8,995)	(8,995)	-
Administrative Expenses	-	(28)	28
Other Changes	-	(120)	120
Net Changes	<u>220</u>	<u>(9,689)</u>	<u>9,909</u>
Balances as of June 30, 2022	<u>\$ 123,488</u>	<u>\$ 65,542</u>	<u>\$ 57,946</u>

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

D. Net Pension Liability (Continued)

Changes in the Net Pension Liability (Continued)

Firefighters'

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances as of July 1, 2021	\$ 90,947	\$ 55,800	\$ 35,147
Changes for the Year:			
Service Cost	542	-	542
Interest on Total Pension Liability	6,389	-	6,389
Employer Contributions	-	3,795	(3,795)
Member Contributions	-	181	(181)
Net Investment Income	-	(4,381)	4,381
Benefit Payments	(6,838)	(6,838)	-
Administrative Expenses	-	(28)	28
Other Changes	-	(5)	5
Net Changes	<u>93</u>	<u>(7,276)</u>	<u>7,369</u>
Balances as of June 30, 2022	<u>\$ 91,040</u>	<u>\$ 48,524</u>	<u>\$ 42,516</u>

All Plans Combined

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances as of July 1, 2021	\$ 454,456	\$ 312,858	\$ 141,598
Changes for the Year:			
Service Cost	4,733	-	4,733
Interest on Total Pension Liability	32,155	-	32,155
Employer Contributions	-	15,795	(15,795)
Member Contributions	-	2,225	(2,225)
Net Investment Income	-	(25,155)	25,155
Benefit Payments	(31,899)	(31,899)	-
Administrative Expenses	-	(84)	84
Other Changes	-	(438)	438
Net Changes	<u>4,989</u>	<u>(39,556)</u>	<u>44,545</u>
Balances as of June 30, 2022	<u>\$ 459,445</u>	<u>\$ 273,302</u>	<u>\$ 186,143</u>

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

D. Net Pension Liability (Continued)

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

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

Employees'

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 112,711	\$ 85,681	\$ 62,799

Police

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 71,849	\$ 57,946	\$ 46,335

Firefighters'

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 52,170	\$ 42,516	\$ 34,349

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

For the year ended June 30, 2022, the City recognized pension expense as follows:

	Employees'	Police	Firefighters'	Total
Pension Expense	\$ 12,212	\$ 4,075	\$ 3,298	\$ 19,584

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Trust Fund (Continued)

D. Net Pension Liability (Continued)

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

At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Employees'	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 13,438	\$ (426)
Changes of Assumptions	1,248	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	7,400	-
Total	\$ 22,086	\$ (426)

	Police	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Actual Earning on Pension Plan Investments	\$ 2,687	\$ -

	Firefighters'	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Actual Earning on Pension Plan Investments	\$ 2,283	\$ -

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

<u>Year Ending June 30.</u>	<u>Employees'</u>	<u>Police</u>	<u>Firefighters'</u>
2023	\$ 6,717	\$ 434	\$ 504
2024	6,042	285	350
2025	3,342	(273)	(236)
2026	5,559	2,241	1,665

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Plan – Money Purchase Pension Plan

The City is the administrator of the money purchase pension plan, a single employer, defined contribution pension plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan covers substantially all City employees hired after July 1, 2011. The plan was amended effective July 1, 2012 to reflect changes applicable to newly hired police officers and on July 1, 2016 to reflect changes applicable to newly hired fire fighters. Contributions are established and amended by the approval of the City Council. The plan is intended to be a governmental plan, as defined in Section 414(d) of the Internal Revenue Code.

A. Summary Plan Description

Any employee hired on or after July 1, 2011 (i) who is not eligible to participate in any defined benefit plan maintained or contributed to by the City, (ii) is not eligible to participate in the State Teacher's Retirement System during the time such individual is an employee, or (iii) is not employed pursuant to a collective bargaining agreement with the Police or Fire departments unless such collective bargaining agreement provides for participation in this plan. Any employee of the Board of Education hired prior to July 1, 2011 who was not eligible to participate in any defined benefit plan maintained by the City shall be eligible to participate in this plan. Normal retirement will be on the member's sixty fifth (65th) birthday. A police officer or a firefighter who attains age 65 shall be retired automatically by the City, effective the first day of the month following his 65th birthday. A City employee will be fully vested after 10 years of service. The vesting percentage will be an accumulating 20% per year for years 6-10. Any nonvested City contributions and related interest thereon of employees who leave employment are reserved in a forfeiture account to offset future City contributions. Plan provisions and the authority to amend the provisions are established by City ordinance.

B. Employee Obligations

All participating members shall make a mandatory contribution in the amount of 5% of the member's compensation and the City will reduce the member's compensation otherwise payable currently by that percentage, credit the amount to the Employee Contribution Account on behalf of the member and contribute such amount to the Funding Vehicle. With respect to employees other than employees of the Board of Education, effective the first pay period following the date the member has been credited with 10 years of service, the amount of such employee contributions shall increase to 6% of the member's compensation. Notwithstanding the foregoing, each member who is a police officer hired on or after July 1, 2012 shall make a mandatory contribution in the amount of 10% of the member's nonbase pay, including private duty compensation.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Pension Plan – Money Purchase Pension Plan (Continued)

C. Employer Obligations

The City shall make a contribution in an amount equal to 5% of the member's compensation. With respect to employees other than employees of the Board of Education, effective the first pay period following the date the member has been credited with 10 years of service, the amount of such City contributions shall increase to 6% of the member's compensation. City contributions shall be allocated as of the last day of each week to a member's City Contribution Account, provided that the member is employed on such date. Notwithstanding the foregoing, the City shall make a contribution on behalf of police officers hired on or after July 1, 2012 of 3% of the member's nonbase pay, but excluding private duty pay. The amount of City contributions at any time shall be reduced by the amount of forfeitures available at that time to be allocated to the member's City Contribution Account. Employer contributions are calculated and paid each pay period.

D. Contribution Requirements/Contributions Made

The total City contribution during the year ended June 30, 2022 was \$1,007 and represented 3-5% of covered payroll. The employees' required contributions were \$1,255 and represented 6% of covered payroll.

Pension Plan – South Meriden Volunteer Firefighters' Award Program

The City is the administrator of a defined contribution program for the benefit of the South Meriden Volunteer Firefighters. The plan is a single employer, defined contribution pension plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan was enacted effective January 1, 2012. Contributions are established and amended by the approval of the City Council.

A. Summary Plan Description

Any individual who was a Volunteer as of January 1, 2012 shall become a participant in the plan for the plan year commencing on that date. An individual who was not a volunteer as of January 1, 2012 shall become a participant on the plan on the first eligibility date on which one year of service is completed.

B. Employer Obligations

The City may make a contribution in an amount equal to a schedule as defined in the agreement based upon the position level of each volunteer.

C. Contribution Requirements/Contributions Made

The total City contribution during the year ended June 30, 2022 was \$18.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Connecticut Teachers Retirement System – Pension

A. Plan Description

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

B. Benefit Provisions

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

Normal Retirement

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

Early Retirement

Employees are eligible after 25 years of credited service including 20 years of Connecticut service, or age 55 with 20 years of credited service including 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.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Connecticut Teachers Retirement System – Pension (Continued)

C. Contributions (Continued)

Employer (School Districts)

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

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

For the year ended June 30, 2022, the amount of "on-behalf" contributions made by the State was \$16,438 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 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, 2022, the City reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the City as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the City were as follows (in thousands):

City's Proportionate Share of the Net Pension Liability	\$	-
State's Proportionate Share of the Net Pension Liability		
Associated with the City		196,306
Total	\$	196,306

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020. At June 30, 2022, the City has no proportionate share of the net pension liability.

For the year ended June 30, 2022, the City recognized pension expense and revenue of \$12,672 in Exhibit II.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 11 EMPLOYEE RETIREMENT 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, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary Increase	3.25%-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, 2020 valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2019.

Assumption changes since the prior year are as follows:

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

Benefit changes since the prior year are as follows:

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

Cost-of-Living Allowance

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

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

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT 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:

<u>Asset Class</u>	<u>Expected Return</u>	<u>Target Allocation</u>
Domestic Equity Fund	5.60 %	20.00 %
Developed Market Intl. Stock Fund	6.00	11.00
Emerging Market Intl. Stock Fund	7.90	9.00
Core Fixed Income Fund	2.10	16.00
Inflation Linked Bond Fund	1.10	5.00
Emerging Market Debt Fund	2.70	5.00
High Yield Bond Fund	4.00	6.00
Real Estate Fund	4.50	10.00
Private Equity	7.30	10.00
Alternative Investments	2.90	7.00
Liquidity Fund	0.40	1.00
Total		<u>100.00 %</u>

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 11 EMPLOYEE RETIREMENT 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 City has no obligation to contribute to the plan.

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION

Postemployment Healthcare Trust Fund

A. Basis of Accounting

The financial statements of the Postemployment Healthcare Plan (PHP) are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs of the plan are paid by the Plan.

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

B. Plan Description

The PHP is a single employer defined benefit healthcare plan administered by the City. The PHP is considered a single OPEB Plan. Benefits provided consist of medical, dental and prescription benefits to eligible retirees and their spouses. City employees hired prior to July 1, 2011 are eligible to participate in the plan. Benefit provisions are established through negotiations between the City and the various unions representing the employees.

The plan is considered to be part of the City's financial reporting entity and is included in the City's financial report as an OPEB trust fund. A portion of the employees' pension contributions is required to be recognized in these healthcare plan pension funds: the Employees Healthcare Plan, the Police Healthcare Plan and the Firefighters' Healthcare Plan. The plan does not issue a stand-alone financial report.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

B. Plan Description (Continued)

Management of the postemployment benefits plan, including policy oversight, rests is vested with the Pension Board, City Manager and Director of Finance. Policy oversight is provided by the OPEB Committee, which Pension Board consists of eleven members: five who specialize in the employee benefits field, two from the City Council, two from the Board of Education and two alternate members. Three elected by plan members, six appointed by City Council, and the City Treasurer and Personnel Director who both serve as ex-officio members.

At July 1, 2020, plan membership consisted of the following (not rounded):

	City			Board of Education		Total
	Police	Fire	Other	Teachers	Other	
Active Employees	119	98	262	703	281	1,463
Retired Employees*	88	109	312	54	161	724
Total Participants	<u>207</u>	<u>207</u>	<u>574</u>	<u>757</u>	<u>442</u>	<u>2,187</u>

* Counts do not include spouses of retirees

C. Funding Policy

The contribution requirements of plan members and the City are also negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits also are required to contribute specified amounts monthly towards the cost of health insurance premiums as follows:

City	4.00% of salary
Non-Teacher BOE	4.00% of salary
Police (in City Plan) hired prior to July 1, 2012	4.00% of salary
Police (in Police Plan)	2.50% of salary
Fire	2.00% of salary
Teachers	2.00% of salary

For the year ended June 30, 2022, plan members contributed \$2,895. The City is required to contribute the balance of the current premium cost and may contribute an additional amount as determined by the City in order to prefund benefits.

Employer contributions to the plan were \$4,667, which represents approximately 94% of the actuarially determined annual contribution.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

C. Funding Policy (Continued)

The individual plan net position at June 30, 2022 and changes in net position for the year then ended are as follows (in thousands):

	OPEB Trust Funds					Total OPEB Trust Funds
	City OPEB Fund	Police OPEB Fund	Firefighters' OPEB Fund	BOE Noncertified OPEB Plan	BOE Certified OPEB Fund	
Assets:						
Cash and Cash Equivalents	\$ 1	\$ 1	\$ 2	\$ 4	\$ 179	\$ 187
Receivables:						
Interest Receivable	2	-	-	-	-	2
Total Receivables	2	-	-	-	-	2
Investments, at Fair Value:						
Common Stock	409	228	192	153	272	1,254
Mutual Funds	7,879	4,387	3,687	2,949	5,227	24,129
Alternative Investments	4,892	2,724	2,289	1,831	3,245	14,981
Total Investments	13,180	7,339	6,168	4,933	8,744	40,364
Total Assets	13,183	7,340	6,170	4,937	8,923	40,553
Liabilities:						
Accounts Payable	3	1	-	-	-	4
Due to Primary Government	868	268	327	364	-	1,827
Total Liabilities	871	269	327	364	-	1,831
Net Position:						
Held in Trust for OPEB Benefits	<u>\$ 12,312</u>	<u>\$ 7,071</u>	<u>\$ 5,843</u>	<u>\$ 4,573</u>	<u>\$ 8,923</u>	<u>\$ 38,722</u>

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

C. Funding Policy (Continued)

	OPEB Trust Funds					
	City OPEB Fund	Police OPEB Fund	Firefighters' OPEB Fund	BOE Noncertified OPEB Plan	BOE Certified OPEB Fund	Total OPEB Trust Funds
Additions:						
Contributions:						
Employer	\$ 1,484	\$ 854	\$ 705	\$ 551	\$ 1,073	\$ 4,667
Plan Members	920	530	437	342	666	2,895
Other	-	-	-	-	-	-
Total Contributions	<u>2,404</u>	<u>1,384</u>	<u>1,142</u>	<u>893</u>	<u>1,739</u>	<u>7,562</u>
Investment Earnings:						
Net Increase in Fair Value of Investments	(1,571)	(904)	(746)	(583)	(1,136)	(4,940)
Dividends and Interest	192	109	90	71	138	600
Securities Lending	-	-	-	-	-	-
Total Investment Earnings	<u>(1,379)</u>	<u>(795)</u>	<u>(656)</u>	<u>(512)</u>	<u>(998)</u>	<u>(4,340)</u>
Total Additions	1,025	589	486	381	741	3,222
Deductions:						
Benefits	3,013	1,734	1,430	1,118	2,179	9,474
Administration	11	6	5	4	8	34
Total Deductions	<u>3,024</u>	<u>1,740</u>	<u>1,435</u>	<u>1,122</u>	<u>2,187</u>	<u>9,508</u>
Change in Net Assets Before Transfers	(1,999)	(1,151)	(949)	(741)	(1,446)	(6,286)
Transfers	-	-	-	-	-	-
Change in Net Assets	(1,999)	(1,151)	(949)	(741)	(1,446)	(6,286)
Net Position - Beginning of Year	<u>14,311</u>	<u>8,222</u>	<u>6,792</u>	<u>5,314</u>	<u>10,369</u>	<u>45,008</u>
Net Position - End of Year	<u>\$ 12,312</u>	<u>\$ 7,071</u>	<u>\$ 5,843</u>	<u>\$ 4,573</u>	<u>\$ 8,923</u>	<u>\$ 38,722</u>

D. Investments

Investment Policy

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

D. Investments (Continued)

Concentrations

The following investments represent 5% or more of total Plan assets as of June 30, 2022 (in thousands):

Investments:		
Ironwood Institutional Ltd.	\$	3,740
Earnest Partners International Fund		3,651

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on investments, net of investment expense, was (9.86) percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

E. Net OPEB Liability of the City

The City's net OPEB liability was measured as of June 30, 2022. The components of the net OPEB liability of the City at June 30, 2022 were as follows:

Total OPEB Liability	\$	93,999
Plan Fiduciary Net Position		<u>38,722</u>
Net OPEB Liability	<u>\$</u>	<u>55,277</u>

Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	41.19%
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Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2020, rolled forward to June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40%
Salary Increases	0.00%-7.85%, Plus Inflation of 2.40%
Investment Rate of Return	7.25%, Net of OPEB Plan Investment Expense, Including Inflation
Healthcare Cost Trend Rates	6.50%, Decreasing 0.25% Per Year to an Ultimate Rate of 4.40% for 2029 and Later Years

Mortality for the City and BOE is based on the RP-2014 Adjusted to 2006 Total Dataset Mortality Table, projected to the valuation date with Scale MP-2020. For Police and Fire, it is based RP-2014 Adjusted to 2006 Blue Collar Mortality Table, projected to the valuation date with Scale MP-2020.

**CITY OF MERIDEN, CONNECTICUT
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NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

E. Net OPEB Liability of the City (Continued)

Actuarial Assumptions (Continued)

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2008 – July 1, 2014.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Core Fixed Income	15.00 %	1.45 %
Global Fixed Income	5.00	1.65
U.S. Large Cap Equity	28.00	4.75
U.S. Small Cap Equity	7.00	5.15
International Developed Equity	18.00	5.45
Emerging Markets Equity	7.00	6.25
Private Real Estate	5.00	4.10
Hedge Funds	10.00	3.60
Private Equity	5.00	7.60
Total	<u>100.00 %</u>	

Discount Rate

The discount rate used to measure the total OPEB liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

F. Changes in the total OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances as of July 1, 2021	\$ 90,763	\$ 45,008	\$ 45,755
Changes for the Year:			
Service Cost	1,642	-	1,642
Interest on Total OPEB Liability	6,362	-	6,362
Differences Between Expected and Actual Experience	4,706	-	4,706
Changes in Assumptions	-	-	-
Employer Contributions	-	4,667	(4,667)
Member Contributions	-	2,895	(2,895)
Net Investment Income	-	(4,340)	4,340
Benefit Payments, Including Refund of Employee Contributions	(9,474)	(9,474)	-
Administrative Expenses	-	(34)	34
Net Changes	<u>3,236</u>	<u>(6,286)</u>	<u>9,522</u>
Balances as of June 30, 2022	<u>\$ 93,999</u>	<u>\$ 38,722</u>	<u>\$ 55,277</u>

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

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net OPEB Liability	\$ 66,324	\$ 55,277	\$ 45,978

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Postemployment Healthcare Trust Fund (Continued)

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

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

	1% Decrease (5.50% Decreasing to 3.40%)	Healthcare cost Trend Rates (6.50% Decreasing to 4.40%)	1% Increase (7.50% Decreasing to 5.40%)
Net OPEB Liability	\$ 43,572	\$ 55,277	\$ 69,521

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

For the year ended June 30, 2022, the City recognized OPEB expense of \$2,445. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Employees'	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 9,595	\$ (2,242)
Changes of Assumptions	-	(4,798)
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	1,268	-
Total	\$ 10,863	\$ (7,040)

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
2022	\$ 511
2023	325
2024	(79)
2025	1,839
2026	332
Thereafter	895
Total	\$ 3,823

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

Other Postemployment Benefit – Connecticut State Teachers Retirement Plan

A. Plan Description

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

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

B. Benefit Provisions

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

Any member who is not currently participating in Medicare Parts A & B is eligible to continue health care coverage with their former employer. A subsidy of up to \$110 per month for a retired member plus an additional \$110 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 and has not increased since July 1996. A subsidy amount of \$220 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 \$220 per month towards coverage under a local school district plan.

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

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

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

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

B. Benefit Provisions (Continued)

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 \$110 (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 5 years of Credited Service in Connecticut if not incurred in the performance of duty.

Termination of Employment

Ten or more years of Credited Service.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

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

D. Contributions

State of Connecticut

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

Employer (School Districts)

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

For the year ended June 30, 2022, the amount of "on-behalf" contributions made by the State was \$386 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, 2022, the City reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the City as its proportionate share of the net OPEB liability, the related State support and the total portion of the net OPEB liability that was associated with the City was as follows:

City's Proportionate Share of the Net OPEB Liability	\$	-
State's Proportionate Share of the Net OPEB Liability		
Associated with the City		21,387
Total	\$	<u>21,387</u>

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

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

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

The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020. At June 30, 2022, the City has no proportionate share of the net OPEB liability.

For the year ended June 30, 2022, the City recognized OPEB expense and revenue of \$(790) in Exhibit II.

F. Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Healthcare Costs Trend Rate	5.125% for 2020, Decreasing to an Ultimate Rate of 4.50% by 2023
Salary Increases	3.00% to 6.50%, Including Inflation
Investment Rate of Return	2.16%, Net of OPEB Plan Investment Expense, Including Inflation
Year Fund Net Position Will Be Depleted	2023

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, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

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

- Discount rate changed from 2.21% to 2.17%
- Expected annual per capita claims costs were updated to better reflect anticipated Medicare and prescription drug claim experience based on scheduled premium increases through calendar year 2024.

The changes in the benefit terms since the prior year are as follows:

- There were no changes to benefit terms in the two years preceding the measurement date.

CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

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

F. Actuarial Assumptions (Continued)

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.42%).

G. Discount Rate

The discount rate used to measure the total OPEB liability was 2.17%. 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, 2020.

In addition to the actuarial methods and assumptions of the June 30, 2020, 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 2023 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 12 POSTEMPLOYMENT HEALTHCARE PLAN – CITY OF MERIDEN AND MERIDEN BOARD OF EDUCATION (CONTINUED)

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

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

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

I. OPEB Plan Fiduciary Net Position

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

J. Other Information

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

NOTE 13 CONTINGENCIES AND COMMITMENTS

Contingent Liabilities

The City has received state and federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for any expenditure disallowed under terms of the grant. Based on prior experience, City management believes such disallowances, if any, will not be material.

The City may be subject to rebate penalties to the federal government relating to various bond and note issues. The City expects such amounts, if any, to be immaterial.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 13 CONTINGENCIES AND COMMITMENTS (CONTINUED)

Construction Commitments

The government has active construction projects as of June 30, 2022. At year end, the government's commitments with contractors are as follows:

<u>Project</u>	<u>Commitment</u>
Economic Development - Rehab/Demo	\$ 78
Downtown Improvements	22
Platt School Addition and Replacement	90
Public Safety Improvements/Equipment	1,980
City Building and Equipment Repair/Upgrades	8,108
Water Treatment Plant Upgrades	35
Airport	177
Citywide Drainage	87
Citywide Road/Sidewalk Reconstruction	11,033
City Parks Upgrades	3
Maloney School Addition and Replacement	12
Flood Control	31
Bridges	256
WPCF - Facility/Collection Improvements	911
Linear Trails	17
Water SCADA	150
Sewer SCADA	867
WPCF - Phosphorus Upgrade	1,777
Vehicles	20
Total	<u>\$ 25,654</u>

The commitments are being financed with bonds, bond anticipation notes and state and federal grants.

**CITY OF MERIDEN, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022
(IN THOUSANDS)**

NOTE 14 TAX ABATEMENTS

As of June 30, 2022, the City provides tax abatements through multiple programs:

- Distressed Municipality
- Local Incentive Programs

Program	Various Local Incentive Programs
Purpose	Encourage private investment in underutilized and vacant properties, increase traffic to existing businesses along East Main Street and improve the economic vitality of Meriden's east side
Tax being abated	Real Property and Manufacturing Machinery and Equipment
Authority under which agreements are entered into	C.G.S. Sec 12-65(b) City of Meriden Resolution
Eligibility criteria for tax abatement	Improvements subject to various thresholds in various categories such as office use, retail use, manufacturing use etc. for property located in certain sections of Meriden
How recipient's tax are reduced	Credit against taxes
How the tax abatement is determined	100% of the tax in the various categories
Provisions for recapturing abated taxes, if any	None Noted
Other commitments made by the government	None Noted
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced as a result of the abatement agreement.	\$ 1,145

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property Taxes:				
Property Taxes Current Year	\$ 128,741	\$ 128,741	\$ 129,718	\$ 977
Property Taxes Prior Years	1,998	1,998	2,250	252
Property Taxes MV Supplement	1,853	1,853	2,057	204
Tax Collector Interest	1,040	1,040	1,153	113
Tax Collector Lien Fees	17	17	20	3
Total Property Taxes	133,649	133,649	135,198	1,549
Intergovernmental:				
E911 Quarterly	13	13	12	(1)
State Education ECS Grant	53,784	53,784	53,500	(284)
Special Education	1,036	1,036	1,252	216
FEMA Recovery	-	-	110	110
Tiered PILOT Program	2,221	2,221	2,221	-
Select PILOT Account	80	80	90	10
Pa 217A Private Schools	21	21	-	(21)
Town Aid to Roads	663	663	663	-
State Pequot / Mohegan Grant	699	699	699	-
Reimbursed Exemptions	314	314	319	5
Transit District	260	260	279	19
Telecommunications Personal Property	177	177	179	2
Miscellaneous State Grants	-	-	15	15
Municipal Stabilization Grant	622	622	622	-
Municipal Fund Revenue Sharing Grant	1,291	1,291	1,663	372
Total Intergovernmental	61,181	61,181	61,624	443
Charges for Services:				
Motor Vehicle Mill Rate Cap				
Police Parking Tag Fund	36	36	20	(16)
Licenses and Permits	26	26	46	20
Parking Commission Revenue	154	154	75	(79)
Fire Marshal Fees	120	120	138	18
Fines Lost and Damaged Books	6	6	1	(5)
Salary - Administrative Charges	106	106	139	33
Alarm Fees	14	14	8	(6)
Building Department Fees	1,055	1,055	951	(104)
City Clerk Fees	1,500	1,916	2,433	517
Health Licenses and Fees	80	80	80	-
Recreation Fees	13	13	16	3
Park Concession Leases	31	31	65	34
Cost Allocation Enterprise Funds	1,700	1,700	1,700	-
Bulky Waste Fees	80	80	200	120
Circuit Court Rent and Fees	24	24	24	-
Hispanos Unidos, Inc. Rental	5	5	5	-
Aviation Rent and Fees	174	174	237	63
Aviation - Land Use Rent	5	5	5	-
Total Charges for Services	5,129	5,545	6,143	598

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES (CONTINUED)				
Investment Income:				
Income From Investment - General	\$ 1,045	\$ 1,045	\$ (589)	\$ (1,634)
Interest - Coe Estate	9	9	10	1
Total Investment Income	<u>1,054</u>	<u>1,054</u>	<u>(579)</u>	<u>(1,633)</u>
Miscellaneous Revenues:				
Billboard Rental	83	83	90	7
Tax Collector DMV Fees	79	79	69	(10)
Aviation - Fuel Sales	225	225	223	(2)
Aviation - Ramp Fees	1	1	2	1
Other Revenue	58	58	(184)	(242)
Sale Of Surplus Property	75	75	104	29
Rent - Meriden Humane Society	4	4	4	-
PILLOT - Meriden Commons	59	59	-	(59)
Fire Recruitment Revenue	12	12	-	(12)
Misc. Revenue - Rental Income	17	17	17	-
Misc. Revenue - Police	42	42	54	12
Misc. Revenue - Engineering	27	27	22	(5)
Misc. Revenue - Planning	25	25	22	(3)
Misc. Revenue - Assessment and Collection	1	1	3	2
Misc. Revenue - Fire	2	2	-	(2)
Misc. Revenue - Recycling	4	4	13	9
Misc. Revenue - Aircraft Registration	4	4	4	-
Principal Revenue - Irrigation Loan	56	56	74	18
Interest Revenue - Irrigation Loan	37	37	34	(3)
Bank Of America Pcard Rebates	64	64	64	-
Rebates Archimedes Screw	90	90	59	(31)
Rebates Solar-Fields	191	191	168	(23)
Police Vehicle Outside O/T	343	343	429	86
Total Miscellaneous Revenues	<u>1,499</u>	<u>1,499</u>	<u>1,271</u>	<u>(228)</u>
OTHER FINANCING SOURCES				
Transfers In - Fund 122	25	25	-	(25)
Transfers In - Bond Fund - Interest	325	325	325	-
Total Other Financing Sources	<u>350</u>	<u>350</u>	<u>325</u>	<u>(25)</u>
Total Revenues and Other Financing Sources	<u>\$ 202,862</u>	<u>\$ 203,278</u>	203,982	<u>\$ 704</u>

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers pension is not budgeted.			\$ 16,438	\$ -
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers OPEB is not budgeted.			387	-
Funds consolidated for GASB 54 purposes			269	-
State of Connecticut grants for Special Education Excess Costs are netted for budgetary purposes.			1,284	-
State of Connecticut WIC payment			1,794	
Debt Transactions Not Budgeted For:				
Refunding Bonds Issued			27,082	
Premium Netted for Budgetary Purposes			1,150	
Premium on Bonds Issued			<u>4,534</u>	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds Exhibit IV			<u>\$ 256,920</u>	

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
General Government:				
Contingency	\$ 450	\$ -	\$ -	\$ -
City Council:				
Salary - Elected Officials	71	71	71	-
Salary - Salary - Administrative	51	53	53	-
Salary - Overtime Contingency	8	12	12	-
Salary - MME	72	75	75	-
Council Of Governments	20	20	20	-
Office Expenses and Supplies	26	26	26	-
Meetings and Memberships	3	6	6	-
Total City Council	251	263	263	-
City Manager:				
Salary - Administrative	239	214	214	-
Salary - MME	133	110	110	-
Salary - Overtime Contingency	1	-	-	-
Deferred Compensation	8	8	8	-
Vehicle Maintenance	6	5	5	-
Management Non Union	40	7	7	-
Office Expenses and Supplies	33	4	4	-
Meetings and Memberships	45	71	71	-
Total City Manager	505	419	419	-
Legal:				
Salary - Administrative	256	240	240	-
Salary - MME	133	113	113	-
Vehicle Maintenance	3	2	2	-
Safety and Risk Claims	5	3	3	-
Legal Fees and Deductibles	375	224	224	-
Foreclosure Activities	35	48	48	-
Outside Counsel	145	179	179	-
Assessment Appeals Fees	35	7	7	-
Office Expenses and Supplies	27	26	26	-
Meetings and Memberships	5	3	3	-
Total Legal	1,019	845	845	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
General Government (Continued):				
Personnel:				
Salary - Seasonal Workers	\$ 4	\$ -	\$ -	\$ -
Salary - Administrative	175	190	190	-
Overtime	-	4	4	-
Salary - MME	46	52	52	-
Vehicle Maintenance	2	2	2	-
EAP Services	10	15	15	-
Fees	2	2	2	-
Training	2	-	-	-
Tuition Reimbursement	20	21	21	-
Physicals	5	6	6	-
Alcohol/Drug Testing	8	8	8	-
Office Expenses and Supplies	4	2	2	-
Meetings and Memberships	1	1	1	-
Total Personnel	279	303	303	-
City Clerk:				
Salary - Elected Officials	83	84	84	-
Overtime	4	3	3	-
Other Non-Union	50	29	29	-
Salary - MME	246	231	231	-
Codification	5	1	1	-
Land Records	50	49	49	-
Vital Statistics	3	2	2	-
Office Expenses and Supplies	10	11	11	-
Elections	7	6	6	-
Meetings and Memberships	2	1	1	-
Total City Clerk	460	417	417	-
Aviation:				
Salary - Seasonal Workers	23	20	20	-
Overtime	2	2	2	-
Salary - Supervisors	60	67	67	-
Other Purchased Services	12	11	11	-
Office Expenses and Supplies	5	5	5	-
Aviation Maintenance	110	76	76	-
Fuel Costs	180	203	203	-
Total Aviation	392	384	384	-
Elections:				
Salary - Elected Officials	63	64	64	-
Salary - Seasonal Workers	5	1	1	-
Salary - Other Non-Union	39	42	42	-
Primaries	55	-	-	-
Office Expenses and Supplies	14	24	24	-
Elections	65	72	72	-
Meetings and Memberships	1	-	-	-
Total Elections	242	203	203	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (CONTINUED)				
General Government (Continued):				
Insurance:				
Boilers and Machinery	\$ -	\$ -	\$ -	\$ -
Bonds Money and Securities	20	17	17	-
Fire and Vandalism	362	362	362	-
Liability Insurance	1,084	998	998	-
Police Professional Liability	233	173	173	-
Public Official Liability	77	73	73	-
Workers Compensation Indemnity	2,729	2,729	2,729	-
Liability Insurance	260	229	229	-
Total Insurance	4,765	4,581	4,581	-
Employee Benefits:				
City Medical Benefits	8,083	8,083	8,083	-
Post Retirement Benefits (OPEB)	400	400	400	-
Life Insurance	141	133	133	-
Longevity	42	39	39	-
Employee Retirement	6,277	6,277	6,277	-
Defined Contribution Plan	742	600	600	-
Police Defined Contribution Plan	30	32	32	-
Fire Defined Contribution Plan	6	17	17	-
Unemployment Compensation	130	67	67	-
Unused Sick Leave	189	239	239	-
Social Security	3,643	3,843	3,843	-
Police Benefits	1,250	1,270	1,270	-
Police Retirement	5,255	5,255	5,255	-
Fire Benefits	1,319	1,276	1,276	-
Fire Retirement	3,795	3,795	3,795	-
Police Longevity	50	41	41	-
Fire Longevity	38	38	38	-
Uniforms Guards	5	-	-	-
Total Employee Benefits	31,395	31,405	31,405	-
Finance General Administration:				
Transit	297	287	287	-
Pupil Transportation	352	356	356	-
Water	200	194	194	-
Hydrants	65	65	65	-
Sewers	148	141	141	-
Maloney Scholarship	24	24	24	-
Veterans Organization	18	13	13	-
Ambulance	158	164	164	-
Emergency Medical Dispatch	39	39	39	-
Nerden RTC Day Camp	40	40	40	-
Audit	77	75	75	-
Probate Court	15	17	17	-
Zoning Expenses and Supplies	6	8	8	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (CONTINUED)				
General Government (Continued):				
Finance General Administration (Continued):				
Housing Authority	\$ 11	\$ -	\$ -	\$ -
Special Events Veterans Day	2	1	1	-
Special Events Mayor's Cleanup	1	1	1	-
Special Events Memorial Day Parade	3	2	2	-
Special Events Miscellaneous	1	1	1	-
Special Events Daffodil Festival	71	72	72	-
Conservation Committee	2	-	-	-
Meriden Scholastic Scholarship	30	30	30	-
Neighborhood Associations	4	3	3	-
Youth Activities	80	78	78	-
Project Graduation	1	-	-	-
Linear Trail Advisory Committee	1	1	1	-
Supportive Contribution - Golf	25	-	-	-
Supportive Contribution - MMBC	72	34	34	-
Total Finance General Administration	1,743	1,646	1,646	-
Management Information Systems:				
Overtime	1	13	13	-
MME	45	45	45	-
Salary - Supervisors	415	423	423	-
Software Licenses and Operations	502	501	501	-
Copiers and Copy Costs	45	43	43	-
Gasoline	1	-	-	-
Vehicle Maintenance	2	-	-	-
Telephones	155	161	161	-
Training	16	6	6	-
Video Services	14	-	-	-
Office Expenses and Supplies	7	8	8	-
Software	8	5	5	-
Meetings and Memberships	6	10	10	-
Total Management Information Systems	1,217	1,215	1,215	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (CONTINUED)				
General Government (Continued):				
Development and Enforcement:				
Miscellaneous Part Time	\$ 8	\$ 11	\$ 11	\$ -
Salary - Administrative	115	117	117	-
Overtime	2	4	4	-
Salary - MME	459	413	413	-
Salary - Supervisors	295	212	212	-
Gasoline	3	2	2	-
Vehicle Maintenance	4	4	4	-
Office Expenses and Supplies	17	15	15	-
Meetings and Memberships	6	2	2	-
Total Development and Enforcement	909	780	780	-
Parking:				
Payroll	-	1	1	-
Economic Development:				
Administrative	171	139	139	-
Office Expenses and Supplies	5	6	6	-
Economic Development	95	55	55	-
Membership and Meetings	6	6	6	-
Total Economic Development	277	206	206	-
Total General Government	43,904	42,668	42,668	-
Finance:				
Finance:				
Salary - Administrative	136	138	138	-
Overtime	2	3	3	-
Salary - MME	177	144	144	-
Salary - Supervisors	291	308	308	-
Vehicle Maintenance	2	2	2	-
Office Expenses and Supplies	27	19	19	-
Banking Fees	50	8	8	-
Meetings and Memberships	5	2	2	-
Total Finance	690	624	624	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Finance (Continued):				
Purchasing:				
Overtime	\$ 1	\$ -	\$ -	\$ -
Salary - MME	124	126	126	-
Salary - Supervisors	108	111	111	-
Office Expenses and Supplies	5	4	4	-
Meetings and Memberships	2	1	1	-
Total Purchasing	240	242	242	-
Tax Collector:				
Overtime	4	1	1	-
Salary - MME	210	196	196	-
Salary - Supervisors	192	194	194	-
Office Expenses and Supplies	72	74	74	-
Meetings and Memberships	2	1	1	-
Total Tax Collector	480	466	466	-
Tax Assessor:				
Overtime	3	9	9	-
Salary - MME	158	117	117	-
Salary - Supervisors	200	204	204	-
Salary - Misc. Part-Time	3	3	3	-
Gasoline	1	-	-	-
Vehicle Maintenance	-	1	1	-
Audit	3	-	-	-
Office Expenses and Supplies	12	14	14	-
Meetings and Memberships	9	6	6	-
Total Tax Assessor	389	354	354	-
Total Finance	1,799	1,686	1,686	-
Public Safety:				
Police:				
Salary - Administrative	367	375	375	-
Overtime	1,125	1,458	1,458	-
Salary - Other Non Union	134	76	76	-
Salary - Public Works	81	83	83	-
Salary - MME	620	617	617	-
Salary - Police Patrol	9,787	9,894	9,894	-
Salary - Supervisors	66	70	70	-
Salary - Crossing Guards	230	236	236	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Safety (Continued):				
Police (Continued):				
Salary - Part-Time	\$ 4	\$ 4	\$ 4	\$ -
Gasoline	165	131	131	-
Vehicle Maintenance	140	146	146	-
Communications and Maintenance	85	89	89	-
Training	200	240	240	-
South Central Justice	12	12	12	-
Explorers / Auxiliary Police	7	2	2	-
Canine Unit	5	4	4	-
Bicycle Patrol	-	-	-	-
Police Expenses and Supplies	116	110	110	-
Accreditation	21	19	19	-
Crime Prevention	-	-	-	-
Hostage Crisis	22	15	15	-
MIS Technology	286	283	283	-
Body Camera / Taser Expense	221	221	221	-
Meetings and Memberships	6	6	6	-
Overtime - Neighborhood Initiative	250	14	14	-
Overtime - School Resource Officers	70	2	2	-
Police Private Duty	-	(15)	(15)	-
Total Police	14,020	14,092	14,092	-
Fire:				
Salary - Seasonal Workers	5	6	6	-
Salary - Administrative	344	351	351	-
Overtime	1,170	2,222	2,222	-
Salary - Public Works	93	78	78	-
Salary - Fire	8,249	8,042	8,042	-
Salary - MME	115	125	125	-
Gasoline	40	31	31	-
Vehicle Maintenance	100	126	126	-
Communications and Maintenance	30	27	27	-
Training	36	42	42	-
Physicals	42	31	31	-
Recruitment	2	-	-	-
Maintenance Supplies	37	32	32	-
Office Expenses and Supplies	17	17	17	-
Fire Equipment	70	68	68	-
Personnel Protective Equipment	68	44	44	-
Meetings and Memberships	8	7	7	-
Total Fire	10,426	11,249	11,249	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Safety (Continued):				
Emergency Communications:				
Salary - Seasonal Workers	\$ 32	\$ -	\$ -	\$ -
Salary - Administrative	185	264	264	-
Overtime	425	1,150	1,150	-
Salary - Dispatch	775	651	651	-
Vehicle Maintenance	2	2	2	-
C-Med	26	25	25	-
Communications and Maintenance	9	8	8	-
Training	25	33	33	-
Office Expenses and Supplies	20	20	20	-
Total Emergency Communications	1,499	2,153	2,153	-
South Meriden Volunteer Fire:				
SMVFD Merit Plan	28	18	18	-
Total Public Safety	25,973	27,512	27,512	-
Public Works:				
Engineering:				
Salary - Administrative	126	128	128	-
Overtime	6	22	22	-
Salary - MME	462	469	469	-
Salary - Supervisors	229	234	234	-
Inspections - Dams and Bridges	7	4	4	-
Salary - Seasonal Workers	45	28	28	-
Gasoline	7	4	4	-
Vehicle Maintenance	5	9	9	-
Office Expenses and Supplies	8	8	8	-
Software	7	3	3	-
Meetings and Memberships	3	2	2	-
Total Engineering	905	911	911	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Works (Continued):				
Garage and Warehouse:				
Overtime	\$ 3	\$ 7	\$ 7	\$ -
Salary - Public Works	412	363	363	-
Salary - MME	63	48	48	-
Salary - Supervisors	85	128	128	-
Repairs and Maintenance Service	5	3	3	-
Gasoline	1	1	1	-
Vehicle Maintenance	3	2	2	-
Office Expenses and Supplies	6	3	3	-
Meetings and Memberships	2	-	-	-
Inventory Over/Short	-	(1)	(1)	-
CNG Fueling Station	10	-	-	-
Total Garage and Warehouse	590	554	554	-
Traffic Engineering:				
Salary - Part-Time	12	40	40	-
Overtime	10	4	4	-
Salary - MME	283	279	279	-
Gasoline	9	6	6	-
Vehicle Maintenance	11	15	15	-
Safety Equipment	5	4	4	-
Signalization	46	40	40	-
Signs and Lines	38	30	30	-
Street Lighting	325	357	357	-
Alarm Systems	1	-	-	-
Office Expense	2	-	-	-
Meetings and Memberships	3	1	1	-
Total Traffic Engineering	745	776	776	-
Highway Safety:				
Snow and Ice Control	525	457	457	-
Overtime	86	81	81	-
Salary - Public Works	1,189	1,157	1,157	-
Salary - Supervisors	106	108	108	-
Gasoline	76	42	42	-
Vehicle Maintenance	180	154	154	-
Street Maintenance Supplies	13	13	13	-
Sidewalk Basin Construction	6	5	5	-
Storm Drain Construction	10	9	9	-
Roadside Bulky Waste	1	-	-	-
Safety and Health Plan	3	4	4	-
Office Expenses and Supplies	6	2	2	-
Clothing	7	7	7	-
Soil / Catch Basin Disposal	49	48	48	-
Meetings and Memberships	3	1	1	-
Total Highway Safety	2,260	2,088	2,088	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Works (Continued):				
Transfer Station:				
Overtime	\$ 21	\$ 26	\$ 26	\$ -
Monitoring	70	63	63	-
Recycling - Hazardous Waste	40	40	40	-
Gasoline	5	4	4	-
Vehicle Maintenance	25	22	22	-
Office Expenses and Supplies	3	1	1	-
Total Transfer Station	<u>164</u>	<u>156</u>	<u>156</u>	<u>-</u>
Waste Collection:				
Dumping Fees	850	1,123	1,123	-
Contract	940	706	706	-
Total Waste Collection	<u>1,790</u>	<u>1,829</u>	<u>1,829</u>	<u>-</u>
Bulky Waste:				
Gasoline	3	1	1	-
Vehicle Maintenance	4	7	7	-
Dump Fees	100	127	127	-
Office Expenses and Supplies	2	2	2	-
Total Bulky Waste	<u>109</u>	<u>137</u>	<u>137</u>	<u>-</u>
Building Maintenance:				
Overtime	50	53	53	-
Salary - Public Works	506	535	535	-
Salary - Supervisors	93	95	95	-
Gasoline	2	1	1	-
Vehicle Maintenance	3	4	4	-
Repairs and Upgrades	310	344	344	-
Maintenance Supplies	45	42	42	-
Heat, Energy, and Lights	1,030	1,266	1,266	-
Total Building Maintenance	<u>2,039</u>	<u>2,340</u>	<u>2,340</u>	<u>-</u>
Total Public Works	8,602	8,791	8,791	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health and Welfare:				
Health:				
Salary - Part-Time	\$ 6	\$ 6	\$ 6	\$ -
Salary - Administrative	117	121	121	-
Overtime	4	39	39	-
Salary - Public Health Nurses	754	619	619	-
Salary - MME	714	743	743	-
Salary - Supervisors	232	236	236	-
Gasoline	2	1	1	-
Vehicle Maintenance	3	4	4	-
Office Expenses and Supplies	9	9	9	-
Environmental Supplies	4	4	4	-
Health Supplies	13	8	8	-
Lead Program	9	9	9	-
Meetings and Memberships	4	4	4	-
Total Health	1,871	1,803	1,803	-
Social Services:				
Evictions	30	16	16	-
Senior Center:				
Salary - Other Non-Union	25	24	24	-
Salary - MME	431	400	400	-
Salary - Supervisors	102	104	104	-
Salary - Overtime Contingency	2	-	-	-
Elderly Nutrition	8	5	5	-
Gasoline	10	5	5	-
Vehicle Maintenance	7	4	4	-
Office Expenses and Supplies	13	14	14	-
Meetings and Memberships	1	1	1	-
Total Senior Center	599	557	557	-
Total Health and Welfare	2,500	2,376	2,376	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

EXPENDITURES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Culture and Recreation:				
Library:				
Salary - Part-Time	\$ 30	\$ 2	\$ 2	\$ -
Salary - Administrative	101	110	110	-
Overtime	2	8	8	-
Salary - MME	619	554	554	-
Salary - Supervisors	902	637	637	-
Library Mall Lease	-	41	41	-
Gasoline	1	-	-	-
Vehicle Maintenance	2	1	1	-
Security Service	1	-	-	-
Other Purchased Services	82	129	129	-
Building Supplies and Materials	9	131	131	-
Library Books and Materials	160	135	135	-
Office Expenses and Supplies	24	25	25	-
Meetings and Memberships	7	2	2	-
Total Library	1,940	1,775	1,775	-
Parks:				
Capital Equipment	-	-	-	-
Salary - Part-Time	80	58	58	-
Salary - Administrative	110	112	112	-
Overtime	66	93	93	-
Salary - Public Works	1,230	1,224	1,224	-
Salary - Supervisors	97	99	99	-
Expenses and Supplies	85	90	90	-
Meriden Green Maintenance	30	21	21	-
Cemetery Maintenance	10	11	11	-
Gasoline	45	33	33	-
Vehicle Maintenance	70	80	80	-
Meetings and Memberships	2	2	2	-
Downtown	4	3	3	-
Tree Removal and Replacement	10	11	11	-
Turf Management	25	21	21	-
Total Parks	1,864	1,858	1,858	-
Recreation:				
Overtime	3	3	3	-
Salary - Other Non-Union	130	99	99	-
Salary - MME	138	140	140	-
Recreation Program Expense	16	14	14	-
League Subsidy	25	25	25	-
Safety Surface Replacement	4	7	7	-
Office Expenses and Supplies	7	6	6	-
Fireworks Display	20	22	22	-
Meetings and Memberships	3	3	3	-
Total Recreation	346	319	319	-
Total Culture and Recreation	4,150	3,952	3,952	-

**CITY OF MERIDEN, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)
(NON-GAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (CONTINUED)				
Education:				
Board of Education	\$ 100,882	\$ 100,709	\$ 100,709	\$ -
Debt Service:				
Principal Retirement:				
Principal Bonds	9,280	9,288	9,399	(111)
Interest:				
Interest Bonds	5,231	5,481	5,174	307
Total Debt Service	14,511	14,769	14,573	196
OTHER FINANCING USES				
Transfers Out:				
Transfer Out - Dog Fund	10	-	-	-
Transfer Out - Misc. Grants	-	284	284	-
Transfers Out - Capital	531	531	531	-
Total Transfers Out	541	815	815	-
Total Expenditures and Other Financing Uses	\$ 202,862	\$ 203,278	203,082	\$ 196
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut On-Behalf Payments to the Connecticut State Teachers' Retirement System for Town Teachers Pension is Not Budgeted			16,438	
State of Connecticut On-Behalf Payments to the Connecticut State Teachers' Retirement System for Town Teachers OPEB is Not Budgeted			387	
Funds Consolidated for GASB 54 Purposes			141	
State of Connecticut Grants for Special Education Excess Costs are Netted for Budgetary Purposes			1,284	
State of Connecticut WIC Payment			1,794	
Debt Transactions Not Budgeted for:				
Payment to Refunding Bond Escrow Agent			31,431	
Premium Netted for Budgetary Purposes			1,150	
Issuance Costs on Refunding Bonds			185	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ 255,892	

CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
CITY PENSION PLAN
LAST NINE FISCAL YEARS*
(IN THOUSANDS)

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 3,633	\$ 3,903	\$ 3,903	\$ 3,626	\$ 3,626	\$ 4,197	\$ 4,323	\$ 4,197	\$ 4,260
Interest	17,109	15,438	15,153	15,263	14,708	14,549	13,891	13,383	12,718
Differences Between Expected and Actual Experience	-	23,036	-	(1,737)	-	1,714	-	(2,113)	-
Changes of Assumptions	-	309	-	4,353	-	(1,534)	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(16,066)	(15,473)	(14,913)	(11,665)	(10,699)	(10,171)	(9,554)	(8,961)	(8,256)
Net Change in Total Pension Liability	4,676	27,213	4,143	9,840	7,635	8,755	8,660	6,507	8,722
Total Pension Liability - Beginning	240,241	213,027	208,884	199,044	191,409	182,654	173,995	167,488	158,766
Total Pension Liability - Ending	244,917	240,241	213,027	208,884	199,044	191,409	182,654	173,995	167,488
Plan Fiduciary Net Position:									
Contributions - Employer	6,745	5,724	5,722	4,061	4,058	3,316	3,265	2,308	2,317
Contributions - Member	1,955	1,883	1,887	3,223	2,053	2,077	2,086	2,100	2,096
Net Investment Income (Loss)	(14,884)	41,214	3,146	9,689	14,306	12,750	(2,815)	1,307	18,084
Benefit Payments, Including Refunds of Member Contributions	(16,066)	(15,473)	(14,913)	(11,665)	(10,699)	(10,171)	(9,554)	(8,961)	(8,256)
Administrative Expense	(28)	(28)	(28)	(27)	(25)	(39)	(31)	(30)	(29)
Other	(313)	(314)	(563)	(303)	(333)	(536)	(511)	(232)	(309)
Net Change in Plan Fiduciary Net Position	(22,591)	33,005	(4,748)	4,978	9,359	7,397	(7,560)	(3,507)	13,903
Plan Fiduciary Net Position - Beginning	181,827	148,822	153,570	148,592	139,233	131,835	139,395	142,903	129,000
Plan Fiduciary Net Position - Ending	159,236	181,827	148,822	153,570	148,592	139,233	131,835	139,395	142,903
Net Pension Liability - Ending	<u>\$ 85,681</u>	<u>\$ 58,414</u>	<u>\$ 64,206</u>	<u>\$ 55,314</u>	<u>\$ 50,452</u>	<u>\$ 52,177</u>	<u>\$ 50,819</u>	<u>\$ 34,599</u>	<u>\$ 24,585</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.02 %	75.69 %	69.86 %	73.52 %	74.65 %	72.74 %	72.18 %	80.11 %	85.32 %
Covered Payroll	\$ 30,602	\$ 30,602	\$ 34,674	\$ 34,674	\$ 35,781	\$ 35,781	\$ 39,460	\$ 38,311	\$ 41,094
Net Pension Liability as a Percentage of Covered Payroll	279.98 %	190.88 %	185.17 %	159.53 %	141.00 %	145.82 %	128.79 %	90.31 %	59.83 %

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

CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
POLICE PENSION PLAN
LAST NINE FISCAL YEARS*
(IN THOUSANDS)

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 558	\$ 764	\$ 764	\$ 891	\$ 891	\$ 960	\$ 989	\$ 960	\$ 1,078
Interest	8,657	8,734	8,660	8,940	8,788	8,856	8,676	8,483	8,305
Differences Between Expected and Actual Experience	-	26	-	(2,386)	-	(5,237)	-	194	-
Changes of Assumptions	-	467	-	2,736	-	5,709	-	-	-
Benefit Payments	(8,995)	(8,612)	(8,235)	(7,743)	(7,682)	(7,395)	(7,370)	(7,144)	(6,922)
Net Change in Total Pension Liability	220	1,379	1,189	2,438	1,996	2,894	2,295	2,493	2,461
Total Pension Liability - Beginning	123,268	121,889	120,700	118,262	116,266	113,372	111,078	108,585	106,123
Total Pension Liability - Ending	123,488	123,268	121,889	120,700	118,262	116,266	113,372	111,078	108,585
Plan Fiduciary Net Position:									
Contributions - Employer	5,255	5,025	5,025	4,770	4,770	4,465	4,441	4,227	4,202
Contributions - Member	89	111	138	168	175	199	333	332	360
Net Investment Income (Loss)	(5,890)	17,001	1,755	3,971	6,040	5,288	(1,410)	575	8,189
Benefit Payments	(8,995)	(8,612)	(8,235)	(7,743)	(7,682)	(7,395)	(7,370)	(7,144)	(6,922)
Administrative Expense	(28)	(28)	(28)	(27)	(25)	(39)	(31)	(30)	(29)
Other	(120)	(12)	(202)	(127)	(14)	(14)	(2)	(8)	(2)
Net Change in Plan Fiduciary Net Position	(9,689)	13,486	(1,547)	1,012	3,263	2,503	(4,039)	(2,047)	5,797
Plan Fiduciary Net Position - Beginning	75,231	61,744	63,292	62,280	59,017	56,514	60,553	62,600	56,803
Plan Fiduciary Net Position - Ending	65,542	75,231	61,744	63,292	62,280	59,017	56,514	60,553	62,600
Net Pension Liability - Ending	<u>\$ 57,946</u>	<u>\$ 48,037</u>	<u>\$ 60,144</u>	<u>\$ 57,408</u>	<u>\$ 55,982</u>	<u>\$ 57,249</u>	<u>\$ 56,858</u>	<u>\$ 50,525</u>	<u>\$ 45,985</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.08 %	61.03 %	50.66 %	52.44 %	52.66 %	50.76 %	49.85 %	54.51 %	57.65 %
Covered Payroll	\$ 2,277	\$ 2,277	\$ 3,190	\$ 3,190	\$ 3,915	\$ 3,915	\$ 3,904	\$ 3,790	\$ 4,302
Net Pension Liability as a Percentage of Covered Payroll	2544.67 %	2109.53 %	1885.35 %	1799.58 %	1429.81 %	1462.15 %	1456.41 %	1333.11 %	1068.91 %

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

CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
FIREFIGHTERS' PENSION PLAN
LAST NINE FISCAL YEARS*
(IN THOUSANDS)

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 542	\$ 617	\$ 617	\$ 626	\$ 626	\$ 629	\$ 648	\$ 629	\$ 770
Interest	6,389	6,452	6,423	6,626	6,541	6,752	6,648	6,501	6,385
Differences Between Expected and Actual Experience	-	578	-	(1,318)	-	(3,286)	-	528	-
Changes of Assumptions	-	(97)	-	1,981	-	1,862	-	-	-
Benefit Payments	(6,838)	(6,824)	(6,468)	(6,168)	(5,955)	(5,955)	(6,001)	(5,690)	(5,439)
Net Change in Total Pension Liability	93	726	571	1,748	1,212	2	1,295	1,968	1,715
Total Pension Liability - Beginning	90,947	90,222	89,650	87,902	86,690	86,689	85,394	83,426	81,710
Total Pension Liability - Ending	91,040	90,947	90,222	89,650	87,902	86,690	86,689	85,394	83,426
Plan Fiduciary Net Position:									
Contributions - Employer	3,795	3,515	3,514	3,202	3,202	3,054	3,041	2,824	2,808
Contributions - Member	181	187	193	209	232	234	324	338	361
Net Investment Income (Loss)	(4,381)	12,791	542	2,874	4,711	4,256	(1,123)	467	6,653
Benefit Payments	(6,838)	(6,824)	(6,468)	(6,168)	(5,955)	(5,955)	(6,001)	(5,690)	(5,439)
Administrative Expense	(28)	(28)	(28)	(27)	(25)	(39)	(31)	(30)	(29)
Other	(5)	(12)	(26)	(3)	(13)	(14)	(2)	(8)	(1)
Net Change in Plan Fiduciary Net Position	(7,276)	9,628	(2,273)	87	2,152	1,536	(3,792)	(2,099)	4,352
Plan Fiduciary Net Position - Beginning	55,800	46,172	48,444	48,357	46,205	44,669	48,461	50,560	46,208
Plan Fiduciary Net Position - Ending	48,524	55,800	46,172	48,444	48,357	46,205	44,669	48,461	50,560
Net Pension Liability - Ending	<u>\$ 42,516</u>	<u>\$ 35,147</u>	<u>\$ 44,050</u>	<u>\$ 41,206</u>	<u>\$ 39,545</u>	<u>\$ 40,485</u>	<u>\$ 42,019</u>	<u>\$ 36,933</u>	<u>\$ 32,866</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.30 %	61.35 %	51.18 %	54.04 %	55.01 %	53.30 %	51.53 %	56.75 %	60.60 %
Covered Payroll	\$ 3,000	\$ 3,000	\$ 3,515	\$ 3,515	\$ 3,831	\$ 3,831	\$ 3,533	\$ 3,430	\$ 3,554
Net Pension Liability as a Percentage of Covered Payroll	1417.16 %	1171.54 %	1253.09 %	1172.20 %	1032.15 %	1056.68 %	1189.34 %	1076.76 %	924.75 %

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

**CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
CITY PENSION PLAN
LAST TEN FISCAL YEARS
(IN THOUSANDS)**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially Determined Employer Contribution	\$ 7,835	\$ 5,699	\$ 5,699	\$ 4,044	\$ 4,044	\$ 3,285	\$ 3,219	\$ 2,308	\$ 2,303	\$ 2,038
Contributions in Relation to the Actuarially Determined Contribution	6,745	5,724	5,722	4,061	4,058	3,316	3,265	2,308	2,317	2,057
Contribution Deficiency (Excess)	\$ 1,090	\$ (25)	\$ (24)	\$ (17)	\$ (14)	\$ (31)	\$ (46)	\$ -	\$ (14)	\$ (19)
Covered Payroll	\$ 30,602	\$ 30,602	\$ 34,674	\$ 34,674	\$ 35,781	\$ 35,781	\$ 39,460	\$ 38,311	\$ 41,094	\$ 39,897
Contributions as a Percentage of Covered Payroll	22.04 %	18.70 %	16.50 %	11.71 %	11.34 %	9.27 %	8.27 %	6.02 %	5.64 %	5.16 %

Notes to Schedule:

Valuation Date: July 1, 2020
 Measurement Date: June 30, 2022
 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
- Amortization Method: Level Dollar, Closed
- Remaining Amortization Period: 25 Years
- Asset Valuation Method: Five-Year Smoothed Market
- Inflation: 2.40%
- Salary Increases: 0.00%-7.85%, Plus Inflation of 2.40%
- Investment Rate of Return: 7.25%, Net of Pension Plan Investment and Administrative Expense
- Retirement Age: City:
 - Later of 10 years of service and age 65
 - Any combination of years of service and age equaling 80, with a minimum of 10 years of service

Mortality: City Retirements - RP-2014 Adjusted to 2006 Total Dataset Mortality Table, projected to the valuation date with Scale MP-2020.

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially Determined Employer Contribution	\$ 5,255	\$ 5,025	\$ 5,025	\$ 4,770	\$ 4,770	\$ 4,465	\$ 4,441	\$ 4,227	\$ 4,202	\$ 4,067
Contributions in Relation to the Actuarially Determined Contribution	5,255	5,025	5,025	4,770	4,770	4,465	4,441	4,227	4,202	4,067
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 2,277	\$ 2,277	\$ 3,190	\$ 3,190	\$ 3,915	\$ 3,915	\$ 3,904	\$ 3,790	\$ 4,302	\$ 4,382
Contributions as a Percentage of Covered Payroll	230.76 %	220.68 %	157.52 %	149.51 %	121.82 %	114.04 %	113.77 %	111.54 %	97.67 %	92.80 %

Notes to Schedule:

Valuation Date: July 1, 2020
 Measurement Date: June 30, 2022
 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
- Amortization Method: Level Dollar, Closed
- Remaining Amortization Period: 22 Years
- Asset Valuation Method: Five-Year Smoothed Market
- Inflation: 2.40%
- Salary Increases: 0.10%-7.85%, Plus Inflation of 2.40%
- Investment Rate of Return: 7.25%, Net of Pension Plan Investment and Administrative Expense
- Retirement Age: Earlier of:
 - 20 years of service
 - Age 65 and 10 years of service

Mortality: Retirement - RP-2014 Adjusted to 2006 Blue Collar Mortality Table, projected to the valuation date with Scale MP-2020.

**CITY OF MERIDEN, CONNECTICUT
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 FIREFIGHTERS' PENSION PLAN
 LAST TEN FISCAL YEARS
 (IN THOUSANDS)**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially Determined Employer Contribution	\$ 3,795	\$ 3,515	\$ 3,514	\$ 3,202	\$ 3,202	\$ 3,054	\$ 3,041	\$ 2,824	\$ 2,808	\$ 2,643
Contributions in Relation to the Actuarially Determined Contribution	3,795	3,515	3,514	3,202	3,202	3,054	3,041	2,824	2,808	2,643
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 3,000	\$ 3,000	\$ 3,515	\$ 3,515	\$ 3,831	\$ 3,831	\$ 3,533	\$ 3,430	\$ 3,554	\$ 3,902
Contributions as a Percentage of Covered Payroll	126.49 %	117.15 %	99.97 %	91.08 %	83.57 %	79.71 %	86.07 %	82.32 %	79.02 %	67.75 %

Notes to Schedule:

Valuation Date: July 1, 2020
 Measurement Date: June 30, 2022
 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
- Amortization Method: Level Dollar, Closed
- Remaining Amortization Period: 22 Years
- Asset Valuation Method: Five-Year Smoothed Market
- Inflation: 2.40%
- Salary Increases: 0.35%-7.85%, Plus Inflation of 2.40%
- Investment Rate of Return: 7.25%, Net of Pension Plan Investment and Administrative Expense
- Retirement Age: Earlier of:
 - 25 years of service
 - Age 65

Mortality: Retirement - RP-2014 Adjusted to 2006 Blue Collar Mortality Table, projected to the valuation date with Scale MP-2020.

**CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
LAST NINE FISCAL YEARS*
(IN THOUSANDS)**

	City								
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Annual Money-Weighted Rate of Return, Net of Investment Expense	(8.52)%	28.14 %	1.72 %	6.42 %	10.19 %	9.42 %	(2.42)%	0.76 %	13.97 %

	Police								
	2022	2021	2020	2022	2018	2017	2016	2015	2014
Annual Money-Weighted Rate of Return, Net of Investment Expense	(8.17)%	28.22 %	2.51 %	6.30 %	10.43 %	9.54 %	(2.38)%	0.92 %	14.68 %

	Firefighters'								
	2022	2021	2020	2022	2018	2017	2016	2015	2014
Annual Money-Weighted Rate of Return, Net of Investment Expense	(8.06)%	28.56 %	1.09 %	6.09 %	10.43 %	9.77 %	(2.38)%	0.93 %	14.72 %

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

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
City's proportion of the net pension liability	- %	- %	- %	- %	- %	- %	- %	- %
City's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the City	196,306	247,859	233,262	179,858	182,946	193,009	149,025	137,744
Total	<u>\$ 196,306</u>	<u>\$ 247,859</u>	<u>\$ 233,262</u>	<u>\$ 179,858</u>	<u>\$ 182,946</u>	<u>\$ 193,009</u>	<u>\$ 149,025</u>	<u>\$ 137,744</u>
City's covered payroll	\$ 60,336	\$ 57,716	\$ 56,186	\$ 56,351	\$ 55,913	\$ 55,057	\$ 53,762	\$ 52,603
City'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	60.77%	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%	61.51%

Notes to Schedule:

Changes in Benefit Terms	None
Changes of Assumptions	None
Actuarial Cost Method	Entry Age
Amortization Method	Level Percent of Pay, Closed, Grading to a Level Dollar Amortization Method for the June 30, 2024 Valuation
Single Equivalent Amortization Period	30 Years
Asset Valuation Method	Four-Year Smoothed Market
Inflation	2.50%
Salary Increase	3.25%-6.50%, Including Inflation
Investment Rate of Return	6.90%, Net of Investment Related Expense

Notes:

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

CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFITS
LAST SIX FISCAL YEARS*
(IN THOUSANDS)

	2022	2021	2020	2019	2018	2017
Total OPEB Liability:						
Service Cost	\$ 1,642	\$ 1,898	\$ 1,830	\$ 2,250	\$ 2,196	\$ 2,137
Interest	6,362	7,039	6,716	7,040	6,644	6,268
Differences Between Expected and Actual Experience	4,706	(2,782)	5,324	1,284	1,465	1,724
Changes of Assumptions	-	(4,106)	(118)	(2,284)	-	-
Benefit Payments	(9,474)	(9,498)	(9,378)	(5,959)	(4,565)	(4,422)
Net Change in Total OPEB Liability	3,236	(7,449)	4,374	2,331	5,739	5,707
Total OPEB Liability - Beginning	90,763	98,212	93,838	91,507	85,768	80,061
Total OPEB Liability - Ending	93,999	90,763	98,212	93,838	91,507	85,768
Plan Fiduciary Net Position:						
Contributions - Employer	4,667	4,626	6,654	4,368	2,556	4,570
Contributions - Member	2,895	3,057	1,074	1,273	1,487	1,447
Net Investment Income (Loss)	(4,340)	12,086	571	1,728	2,578	3,592
Benefit Payments	(9,474)	(9,498)	(9,378)	(5,959)	(4,565)	(4,422)
Administrative Expense	(34)	(62)	(36)	(4)	(63)	-
Net Change in Plan Fiduciary Net Position	(6,286)	10,210	(1,115)	1,406	1,992	5,186
Plan Fiduciary Net Position - Beginning	45,008	34,798	35,913	34,507	32,514	27,328
Plan Fiduciary Net Position - Ending	38,722	45,008	34,798	35,913	34,507	32,514
Net OPEB Liability - Ending	\$ 55,277	\$ 45,756	\$ 63,414	\$ 57,925	\$ 57,001	\$ 53,254
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	41.19 %	49.59 %	35.43 %	38.27 %	37.71 %	37.91 %
Covered Payroll	\$ 112,952	\$ 110,305	\$ 106,594	\$ 103,893	\$ 104,971	\$ 102,162
Net OPEB Liability as a Percentage of Covered Payroll	48.94 %	41.48 %	59.49 %	55.75 %	54.30 %	52.13 %

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

**CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFITS
LAST TEN FISCAL YEARS
(IN THOUSANDS)**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially Determined Contribution (1)	\$ 4,986	\$ 5,439	\$ 5,387	\$ 5,440	\$ 5,425	\$ 7,728	\$ 7,514	\$ 7,681	\$ 7,725	\$ 7,694
Contributions in Relation to the Actuarially Determined Contribution	<u>4,667</u>	<u>4,626</u>	<u>6,654</u>	<u>4,368</u>	<u>2,556</u>	<u>4,570</u>	<u>4,684</u>	<u>6,215</u>	<u>5,484</u>	<u>5,726</u>
Contribution Deficiency (Excess)	<u>\$ 319</u>	<u>\$ 813</u>	<u>\$ (1,267)</u>	<u>\$ 1,072</u>	<u>\$ 2,869</u>	<u>\$ 3,159</u>	<u>\$ 2,830</u>	<u>\$ 1,466</u>	<u>\$ 2,241</u>	<u>\$ 1,968</u>
Covered Payroll	\$ 112,952	\$ 110,305	\$ 106,594	\$ 103,893	\$ 104,971	\$ 102,162	\$ 99,428	\$ 95,451	\$ 95,451	\$ 95,773
Contributions as a Percentage of Covered Payroll	4.13 %	4.19 %	6.24 %	4.20 %	2.43 %	4.47 %	4.71 %	6.51 %	5.75 %	5.98 %

(1) Actuarially Determined Contributions prior to fiscal year ended June 30, 2017 is based on the Annual Required Contribution (ARC) calculated in accordance with GASB No. 45.

Notes to Schedule:

Valuation Date: July 1, 2020
 Measurement Date: June 30, 2022

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
Amortization Method	Level Percentage of Payroll, Closed
Amortization Period	26 Years
Asset Valuation Method	Five-Year Smoothed Market
Inflation	2.40%
Healthcare Cost Trend Rates	6.50% Initial, Decreasing 0.25% Per Year to an Ultimate Rate of 4.40%
Salary Increases	0.00%-7.85%, Plus Inflation of 2.40%
Investment Rate of Return	7.25%, Net of OPEB Plan Investment Expense, Including Inflation
Retirement Age	In the 2018 actuarial valuation, expected retirement ages of general employees were adjusted to more closely reflect actual experience.
Mortality	City and BOE Retirements: RP-2014 Adjusted to 2006 Total Dataset Mortality Table, projected to the valuation date with Scale MP-2020. Police and Fire Retirements: RP-2014 Adjusted to 2006 Blue Collar Mortality Table, projected to the valuation date with Scale MP-2020.

**CITY OF MERIDEN, CONNECTICUT
 SCHEDULE OF INVESTMENT RETURNS
 OTHER POSTEMPLOYMENT BENEFITS
 LAST SIX FISCAL YEARS*
 (IN THOUSANDS)**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense	(9.86)%	35.63 %	1.64 %	5.10 %	7.98 %	12.15 %

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

CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHERS RETIREMENT PLAN
LAST FIVE FISCAL YEARS*
(IN THOUSANDS)

	2022	2021	2020	2019	2018
City's Proportion of the Net OPEB Liability	- %	- %	- %	- %	- %
City's Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the City	21,387	36,968	36,379	35,955	47,088
Total	<u>\$ 21,387</u>	<u>\$ 36,968</u>	<u>\$ 36,379</u>	<u>\$ 35,955</u>	<u>\$ 47,088</u>
City's Covered Payroll	\$ 60,336	\$ 57,716	\$ 56,186	\$ 56,351	\$ 55,913
City'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	6.11 %	2.50 %	2.08 %	1.49 %	1.79 %

Notes to Schedule:

Changes in Benefit Terms	None
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, 2021 was updated to equal the Municipal Bond Index Rate as of June 30, 2021; Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience based on scheduled premium increases through calendar year 2024.
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	2.75%

Notes:

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

GENERAL FUND

The General Fund is the general operating fund of the City. It is used to account for all unrestricted resources, except those required to be accounted for in another fund. It accounts for all activities in relation to the normal recurring operations of the City. These activities are funded principally by property taxes, user fees and grants from other governmental units.

There are also funds that do not meet the definition of a special revenue fund in accordance with GASB 54, which are combined with the General Fund. Schedule A-1 applies only to the General Fund.

Foreclosure Fund – To account for expenditures and costs recovered related to collections on foreclosed properties.

Insurance Reserve Fund – To account for unexpected insurance claim funds.

Tree Preservation Fund – To account for funds collected and designated for tree preservation.

Downtown Property Management Fund – To account for management of City-owned property in the downtown area.

Vehicle Replacement Fund – To account for vehicle purchases.

**CITY OF MERIDEN, CONNECTICUT
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2022
(IN THOUSANDS)**

ASSETS	General	Foreclosure Fund	Insurance Reserve Fund	Tree Preservation Fund	Downtown Property Management Fund	Vehicle Replacement Fund	Eliminations	Total
Cash and Cash Equivalents	\$ 7,765	\$ -	\$ 50	\$ 3	\$ 235	\$ 249	\$ -	\$ 8,302
Investments	16,741	-	-	-	-	-	-	16,741
Receivables, Net of Allowance for Uncollectibles	16,355	-	-	-	-	-	-	16,355
Inventory	124	-	-	-	-	-	-	124
Other Assets	305	-	-	-	-	-	-	305
Due from Other Funds	3,125	-	-	-	-	-	-	3,125
Total Assets	\$ 44,415	\$ -	\$ 50	\$ 3	\$ 235	\$ 249	\$ -	\$ 44,952
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Liabilities	\$ 12,940	\$ -	\$ 11	\$ -	\$ 2	\$ -	\$ -	\$ 12,953
Unearned Revenue	6	-	-	-	-	-	-	6
Total Liabilities	12,946	-	11	-	2	-	-	12,959
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue - Property Taxes	5,469	-	-	-	-	-	-	5,469
Unavailable Revenue - Loans Receivable Related to Leases	937	-	-	-	-	-	-	937
Advance Property Tax Collections	936	-	-	-	-	-	-	936
Total Deferred Inflows of Resources	658	-	-	-	-	-	-	658
FUND BALANCES								
Nonspendable	429	-	-	-	-	-	-	429
Restricted	522	-	-	-	-	-	-	522
Committed	-	-	39	3	233	249	-	524
Unassigned	22,518	-	-	-	-	-	-	22,518
Total Fund Balances	23,469	-	39	3	233	249	-	23,993
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 44,415	\$ -	\$ 50	\$ 3	\$ 235	\$ 249	\$ -	\$ 44,952

**CITY OF MERIDEN, CONNECTICUT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2022
 (IN THOUSANDS)**

	General	Foreclosure Fund	Insurance Reserve Fund	Tree Preservation Fund	Downtown Property Management Fund	Vehicle Replacement Fund	Transfer Elimination	Total
REVENUES								
Property Taxes, Interest, and Lien Fees	\$ 135,198	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,198
Federal and State Government	81,527	-	-	-	-	-	-	81,527
Charges for Services	6,144	-	-	-	-	-	-	6,144
Investment Income (Loss)	(579)	-	-	-	-	-	-	(579)
Other Local Revenues	1,270	-	126	-	143	-	-	1,539
Total Revenues	<u>223,560</u>	<u>-</u>	<u>126</u>	<u>-</u>	<u>143</u>	<u>-</u>	<u>-</u>	<u>223,829</u>
EXPENDITURES								
Current:								
General Government	44,354	-	-	-	16	-	-	44,370
Public Safety	27,512	-	96	-	-	-	-	27,608
Public Works	8,791	-	8	-	-	-	-	8,799
Health and Welfare	4,170	-	-	-	-	-	-	4,170
Culture and Recreation	3,952	-	-	-	-	-	-	3,952
Education	118,818	-	-	-	-	-	-	118,818
Debt Service:								
Principal Retirement	10,549	-	-	-	-	-	-	10,549
Interest and Other Charges	5,359	-	-	-	-	-	-	5,359
Capital Outlay	-	-	-	-	-	21	-	21
Total Expenditures	<u>223,505</u>	<u>-</u>	<u>104</u>	<u>-</u>	<u>16</u>	<u>21</u>	<u>-</u>	<u>223,646</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	55	-	22	-	127	(21)	-	183
OTHER FINANCING SOURCES (USES)								
Bond Proceeds	27,082	-	-	-	-	-	-	27,082
Premium on Refunding Bonds	4,534	-	-	-	-	-	-	4,534
Payment to Refunded Bond Escrow Agent	(31,431)	-	-	-	-	-	-	(31,431)
Transfers In	1,475	28	(241)	-	-	213	-	1,475
Transfers Out	(815)	-	-	-	-	-	-	(815)
Total Other Financing Sources	<u>845</u>	<u>28</u>	<u>(241)</u>	<u>-</u>	<u>-</u>	<u>213</u>	<u>-</u>	<u>845</u>
NET CHANGE IN FUND BALANCES	900	28	(219)	-	127	192	-	1,028
Fund Balances - Beginning of Year	<u>22,569</u>	<u>(28)</u>	<u>258</u>	<u>3</u>	<u>106</u>	<u>57</u>	<u>-</u>	<u>22,965</u>
FUND BALANCES - END OF YEAR	<u>\$ 23,469</u>	<u>\$ -</u>	<u>\$ 39</u>	<u>\$ 3</u>	<u>\$ 233</u>	<u>\$ 249</u>	<u>\$ -</u>	<u>\$ 23,993</u>

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditures for specified purposes.

Document Preservation – To account for the City Clerk’s document preservation program, which is funded through fees and State grants.

Community Development Block Grant – To account for the revenues and expenditures related to the Federal Block Grant.

Day Care Center – To account for the operations of the Meriden Day Care Center, which is partially funded by State grants.

Women, Infant, and Children Program – To account for grants from the State Department of Social Services.

Health Grants and Programs – To account for revenues and various health grants.

Neighborhood Preservation Program – To account for revolving loan funds.

Asset Forfeiture – To account for drug seizure money from the state and federal governments.

School Readiness – To account for grant funds from the State Department of Education for school readiness and child day care programs.

Dog – To account for revenue from dog license fees and related expenditures.

Public School Lunch – To account for the operations of the school lunch program.

Public School Rental – To account for rental of school facilities.

Adult Evening School – To account for the activities of the Adult Education Program.

Anti-Blight – To account for funds used in a human services program.

Smoke Detector – To account for funds collected for fire prevention programs.

Miscellaneous Grants and Programs – To account for revenues and expenses for grants received for miscellaneous purposes.

Student Activities – To account for activities of the students in the school system.

Library Trust – To account for donations and additional funds for the library.

Meriden Green Improvement – To account for funds associated with the maintenance, preservation, and improvement of the Meriden Green.

CAPITAL PROJECT FUNDS

Capital Project Funds – Capital Project Funds are used to account for financial resources that are restricted or committed for capital outlays including the acquisition or construction of capital facilities and other capital assets.

Capital and Nonrecurring – To account for the financial resources used for various capital projects.

Airport Improvement – To account for the activity funds for airport improvements.

Brownfield Assessment – To account for funds used in a local environmental hazard study.

Factory H Demolition – To account for grants related to the demolition of Factory H.

Land Acquisition – To account for funds restricted for the acquisition of land.

Planning Commission Subdivision Development – To account for funds collected from developers for sidewalk construction.

PERMANENT FUNDS

Permanent Funds – Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used.

Walter Hubbard Park – To account for the care and maintenance of Hubbard Park.

C.P. Bradley Park – To account for the care and maintenance of City of Meriden parks.

Lorenzo Fuller Award – To account for a scholarship fund given to the high school.

Charlotte Yale Ives – To account for supportive health service for needy families.

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2022
(IN THOUSANDS)**

	Special Revenue Funds						
	Document Preservation	Community Development Block Grant	Day Care Center	Women, Infant and Children Program	Health Grants and Programs	Neighborhood Preservation (CDBG)	Neighborhood Preservation (Bonded)
ASSETS							
Cash and Cash Equivalents	\$ 36	\$ 1	\$ 134	\$ 29	\$ 141	\$ 334	\$ 25
Investments	-	-	-	-	-	-	-
Accounts Receivable	-	382	-	20	74	181	-
Supplies	-	-	-	-	-	-	-
Total Assets	\$ 36	\$ 383	\$ 134	\$ 49	\$ 215	\$ 515	\$ 25
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable and Accrued Liabilities	\$ -	\$ 301	\$ 68	\$ 49	\$ 38	\$ -	\$ -
Unearned Revenue	-	-	-	-	96	-	-
Due to Other Funds	-	82	-	-	-	-	-
Total Liabilities	-	383	68	49	134	-	-
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Loans Receivable	-	-	-	-	-	181	-
Unavailable Revenue - Other Receivables	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	181	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	36	-	66	-	81	334	25
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	36	-	66	-	81	334	25
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 36	\$ 383	\$ 134	\$ 49	\$ 215	\$ 515	\$ 25

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2022
(IN THOUSANDS)**

	Special Revenue Funds							
	Asset Forfeiture	School Readiness	Dog	Public School Lunch	Public School Rental	Adult Evening School	Anti-Blight	Smoke Detector
ASSETS								
Cash and Cash Equivalents	\$ 239	\$ 680	\$ 35	\$ 1,406	\$ 216	\$ 102	\$ 241	\$ 3
Investments	-	-	-	-	-	-	-	-
Accounts Receivable	-	-	6	1,188	-	-	-	-
Supplies	-	-	-	265	-	-	-	-
Total Assets	<u>\$ 239</u>	<u>\$ 680</u>	<u>\$ 41</u>	<u>\$ 2,859</u>	<u>\$ 216</u>	<u>\$ 102</u>	<u>\$ 241</u>	<u>\$ 3</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Liabilities	\$ -	\$ 558	\$ 2	\$ 394	\$ -	\$ -	\$ -	\$ -
Unearned Revenue	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>558</u>	<u>2</u>	<u>394</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue - Loans Receivable	-	-	-	-	-	-	-	-
Unavailable Revenue - Other Receivables	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Nonspendable	-	-	-	265	-	-	-	-
Restricted	239	-	-	1,188	-	-	-	3
Committed	-	122	39	1,012	216	102	241	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balances	<u>239</u>	<u>122</u>	<u>39</u>	<u>2,465</u>	<u>216</u>	<u>102</u>	<u>241</u>	<u>3</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 239</u>	<u>\$ 680</u>	<u>\$ 41</u>	<u>\$ 2,859</u>	<u>\$ 216</u>	<u>\$ 102</u>	<u>\$ 241</u>	<u>\$ 3</u>

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2022
(IN THOUSANDS)**

	Special Revenue Funds				Capital Project Funds			
	Misc. Grants and Programs	Student Activities	Library Trust	Meriden Green Improvement	Capital and Nonrecurring	Airport Improvement	Brownfield Assessment	Factory H Demolition
ASSETS								
Cash and Cash Equivalents	\$ 363	\$ 909	\$ 666	\$ -	\$ 777	\$ -	\$ -	\$ -
Investments	-	-	-	522	-	-	-	-
Accounts Receivable	74	-	-	2	-	597	254	-
Supplies	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 437</u>	<u>\$ 909</u>	<u>\$ 666</u>	<u>\$ 524</u>	<u>\$ 777</u>	<u>\$ 597</u>	<u>\$ 254</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Liabilities	\$ 12	\$ -	\$ -	\$ -	\$ 20	\$ 12	\$ 3	\$ -
Unearned Revenue	32	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	577	251	-
Total Liabilities	<u>44</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20</u>	<u>589</u>	<u>254</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue - Loans Receivable	-	-	-	-	-	-	-	-
Unavailable Revenue - Other Receivables	-	-	-	-	-	597	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>597</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	666	-	-	-	-	-
Committed	393	909	-	524	757	-	-	-
Unassigned	-	-	-	-	-	(589)	-	-
Total Fund Balances	<u>393</u>	<u>909</u>	<u>666</u>	<u>524</u>	<u>757</u>	<u>(589)</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 437</u>	<u>\$ 909</u>	<u>\$ 666</u>	<u>\$ 524</u>	<u>\$ 777</u>	<u>\$ 597</u>	<u>\$ 254</u>	<u>\$ -</u>

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2022
(IN THOUSANDS)**

	Capital Project Funds		Permanent Funds					Eliminating Entries	Total
	Land Acquisition	Planning Commission Subdivision Development	Walter Hubbard Park	C.P. Bradley Park	Lorenzo Fuller Award	Charlotte Yale Ives			
ASSETS									
Cash and Cash Equivalents	\$ 98	\$ 58	\$ 51	\$ 45	\$ -	\$ -	\$ -	\$ -	\$ 6,589
Investments	-	-	754	1,235	10	4	-	-	2,525
Accounts Receivable	-	-	-	41	-	-	-	-	2,819
Supplies	-	-	-	-	-	-	-	-	265
Total Assets	\$ 98	\$ 58	\$ 805	\$ 1,321	\$ 10	\$ 4	\$ -	\$ -	\$ 12,198
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,457
Unearned Revenue	-	-	-	-	-	-	-	-	128
Due to Other Funds	-	-	-	-	-	-	-	-	910
Total Liabilities	-	-	-	-	-	-	-	-	2,495
DEFERRED INFLOWS OF RESOURCES									
Unavailable Revenue - Loans Receivable	-	-	-	-	-	-	-	-	181
Unavailable Revenue - Other Receivables	-	-	-	-	-	-	-	-	597
Total Deferred Inflows of Resources	-	-	-	-	-	-	-	-	778
FUND BALANCES									
Nonspendable	-	-	50	50	1	3	-	-	369
Restricted	-	-	755	1,271	9	1	-	-	4,674
Committed	98	58	-	-	-	-	-	-	4,471
Unassigned	-	-	-	-	-	-	-	-	(589)
Total Fund Balances	98	58	805	1,321	10	4	-	-	8,925
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 98	\$ 58	\$ 805	\$ 1,321	\$ 10	\$ 4	\$ -	\$ -	\$ 12,198

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

	Special Revenue Funds						
	Document Preservation	Community Development Block Grant	Day Care Center	Women, Infant and Children Program	Health Grants and Programs	Neighborhood Preservation (CDBG)	Neighborhood Preservation (Bonded)
REVENUES							
Intergovernmental Revenues	\$ 8	\$ 950	\$ 444	\$ 897	\$ 1,443	\$ -	\$ -
Charges for Services	37	-	-	-	11	-	-
Investment Income (Loss)	-	-	-	-	-	-	-
Other	-	-	-	-	-	55	-
Total Revenues	<u>45</u>	<u>950</u>	<u>444</u>	<u>897</u>	<u>1,454</u>	<u>55</u>	<u>-</u>
EXPENDITURES							
General Government	38	44	-	-	-	34	-
Public Safety	-	-	-	-	-	-	-
Public Works	-	156	-	-	-	-	-
Health and Welfare	-	701	444	906	1,487	-	-
Culture and Recreation	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Debt Service:							
Principal Retirement	-	-	-	-	-	-	-
Interest and Other Charges	-	-	-	-	-	-	-
Total Expenditures	<u>38</u>	<u>901</u>	<u>444</u>	<u>906</u>	<u>1,487</u>	<u>34</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>7</u>	<u>49</u>	<u>-</u>	<u>(9)</u>	<u>(33)</u>	<u>21</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)							
Transfers In	-	50	-	9	15	-	-
Transfers Out	-	(99)	-	-	(9)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(49)</u>	<u>-</u>	<u>9</u>	<u>6</u>	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCE	7	-	-	-	(27)	21	-
Fund Balances - Beginning of Year	<u>29</u>	<u>-</u>	<u>66</u>	<u>-</u>	<u>108</u>	<u>313</u>	<u>25</u>
FUND BALANCES - END OF YEAR	<u>\$ 36</u>	<u>\$ -</u>	<u>\$ 66</u>	<u>\$ -</u>	<u>\$ 81</u>	<u>\$ 334</u>	<u>\$ 25</u>

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

	Special Revenue Funds							
	Asset Forfeiture	School Readiness	Dog	Public School Lunch	Public School Rental	Adult Evening School	Anti-Blight	Smoke Detector
REVENUES								
Intergovernmental Revenues	\$ 4	\$ 4,090	\$ -	\$ 8,875	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	41	106	138	22	87	-
Investment Income (Loss)	-	-	-	2	-	-	-	-
Other	-	-	-	51	-	-	-	-
Total Revenues	<u>4</u>	<u>4,090</u>	<u>41</u>	<u>9,034</u>	<u>138</u>	<u>22</u>	<u>87</u>	<u>-</u>
EXPENDITURES								
General Government	-	-	-	-	-	-	-	-
Public Safety	5	-	17	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Education	-	4,090	-	8,619	55	19	-	-
Debt Service:								
Principal Retirement	-	-	-	-	-	-	-	-
Interest and Other Charges	-	-	-	-	-	-	-	-
Total Expenditures	<u>5</u>	<u>4,090</u>	<u>17</u>	<u>8,619</u>	<u>55</u>	<u>19</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1)</u>	<u>-</u>	<u>24</u>	<u>415</u>	<u>83</u>	<u>3</u>	<u>87</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCE	<u>(1)</u>	<u>-</u>	<u>24</u>	<u>415</u>	<u>83</u>	<u>3</u>	<u>87</u>	<u>-</u>
Fund Balances - Beginning of Year	<u>240</u>	<u>122</u>	<u>15</u>	<u>2,050</u>	<u>133</u>	<u>99</u>	<u>154</u>	<u>3</u>
FUND BALANCES - END OF YEAR	<u>\$ 239</u>	<u>\$ 122</u>	<u>\$ 39</u>	<u>\$ 2,465</u>	<u>\$ 216</u>	<u>\$ 102</u>	<u>\$ 241</u>	<u>\$ 3</u>

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

	Special Revenue Funds				Capital Project Funds			
	Misc. Grants and Programs	Student Activities	Library Trust	Meriden Green Improvement	Capital and Nonrecurring	Airport Improvement	Brownfield Assessment	Factory H Demolition
REVENUES								
Intergovernmental Revenues	\$ 204	\$ -	\$ -	\$ -	\$ -	\$ 1,459	\$ 33	\$ -
Charges for Services	12	-	-	-	-	-	-	-
Investment Income (Loss)	-	-	1	(25)	-	-	-	-
Other	36	1,310	82	-	-	-	-	-
Total Revenues	252	1,310	83	(25)	-	1,459	33	-
EXPENDITURES								
General Government	1	-	-	-	-	-	-	-
Public Safety	50	-	-	-	-	-	-	-
Public Works	49	-	-	-	-	-	-	-
Health and Welfare	23	-	-	-	-	-	-	-
Culture and Recreation	121	-	44	-	-	-	-	-
Capital Outlay	-	-	196	-	507	2,058	33	-
Education	-	1,264	-	-	-	-	-	-
Debt Service:								
Principal Retirement	-	-	-	-	-	-	-	75
Interest and Other Charges	-	-	-	-	-	-	-	24
Total Expenditures	244	1,264	240	-	507	2,058	33	99
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	8	46	(157)	(25)	(507)	(599)	-	(99)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	576	-	-	99
Transfers Out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	576	-	-	99
CHANGE IN FUND BALANCE	8	46	(157)	(25)	69	(599)	-	-
Fund Balances - Beginning of Year	385	863	823	549	688	10	-	-
FUND BALANCES - END OF YEAR	\$ 393	\$ 909	\$ 666	\$ 524	\$ 757	\$ (589)	\$ -	\$ -

**CITY OF MERIDEN, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

	Capital Project Funds		Permanent Funds					Total
	Land Acquisition	Planning Commission Subdivision Development	Walter Hubbard Park	C.P. Bradley Park	Lorenzo Fuller Award	Charlotte Yale Ives	Eliminating Entries	
REVENUES								
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,407
Charges for Services	-	-	-	-	-	-	-	454
Investment Income (Loss)	-	-	(86)	(210)	-	-	-	(318)
Other	-	-	-	-	-	-	-	1,534
Total Revenues	-	-	(86)	(210)	-	-	-	20,077
EXPENDITURES								
General Government	-	-	-	-	-	-	-	117
Public Safety	-	-	-	-	-	-	-	72
Public Works	-	-	-	-	-	-	-	205
Health and Welfare	-	-	-	-	-	-	-	3,561
Culture and Recreation	-	-	37	36	-	-	-	238
Capital Outlay	-	-	-	-	-	-	-	2,794
Education	-	-	-	-	-	-	-	14,047
Debt Service:								
Principal Retirement	-	-	-	-	-	-	-	75
Interest and Other Charges	-	-	-	-	-	-	-	24
Total Expenditures	-	-	37	36	-	-	-	21,133
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(123)	(246)	-	-	-	(1,056)
OTHER FINANCING SOURCES (USES)								
Transfers In	-	-	-	-	-	-	(108)	641
Transfers Out	-	-	-	-	-	-	108	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	641
CHANGE IN FUND BALANCE	-	-	(123)	(246)	-	-	-	(415)
Fund Balances - Beginning of Year	98	58	928	1,567	10	4	-	9,340
FUND BALANCES - END OF YEAR	\$ 98	\$ 58	\$ 805	\$ 1,321	\$ 10	\$ 4	\$ -	\$ 8,925

NONMAJOR PROPRIETARY FUNDS

PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

Internal Service Funds – Internal Service Funds are used for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City has two such funds.

Workers' Compensation Fund – To account for the self-insured operations of workers' compensation activities.

Meriden Health Insurance – To account for the self-insured operations of health insurance claims and charges for employees' health insurance.

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2022
(IN THOUSANDS)

	Governmental Activities - Internal Service Funds		
	Workers' Compensation Fund	Meriden Health Insurance	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 7,801	\$ -	\$ 7,801
Investments	-	4,596	4,596
Accounts Receivable	-	96	96
Total Assets	7,801	4,692	12,493
LIABILITIES			
Current Liabilities:			
Accounts Payable	-	10	10
Current Portion of Claims Incurred But Not Reported	2,472	2,247	4,719
Due to Other Funds	-	813	813
Total Current Liabilities	2,472	3,070	5,542
Noncurrent Liabilities:			
Claims Incurred But Not Reported, Less Current Portion	4,943		4,943
Total Liabilities	7,415	3,070	10,485
Total Net Position	\$ 386	\$ 1,622	\$ 2,008

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Governmental Activities - Internal Service Funds		
	Workers' Compensation Fund	Meriden Health Insurance	Total
OPERATING REVENUES			
Charges for Services	\$ 4,064	\$ 28,970	\$ 33,034
Other Revenues	43	2,259	2,302
Total Operating Revenues	<u>4,107</u>	<u>31,229</u>	<u>35,336</u>
OPERATING EXPENSES			
Claims	2,679	31,231	33,910
Administrative	75	89	164
Other Expenses	-	1,218	1,218
Total Operating Expenses	<u>2,754</u>	<u>32,538</u>	<u>35,292</u>
OPERATING INCOME	1,353	(1,309)	44
NONOPERATING REVENUES			
Investment Income (Loss)	<u>-</u>	<u>(458)</u>	<u>(458)</u>
CHANGE IN NET POSITION	1,353	(1,767)	(414)
Net Position - Beginning of Year	<u>(967)</u>	<u>3,389</u>	<u>2,422</u>
NET POSITION - END OF YEAR	<u>\$ 386</u>	<u>\$ 1,622</u>	<u>\$ 2,008</u>

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Governmental Activities - Internal Service Funds		
	Workers' Compensation Fund	Meriden Health Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 4,110	\$ 31,282	\$ 35,392
Receipts for Interfund Services Provided	-	813	813
Payments to Suppliers	(99)	(1,297)	(1,396)
Payments to Vendors	(2,174)	(31,414)	(33,588)
Net Cash Provided (Used) by Operating Activities	<u>1,837</u>	<u>(616)</u>	<u>1,221</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Sales of Investments	-	(293)	(293)
Net Cash Used by Investing Activities	<u>-</u>	<u>(293)</u>	<u>(293)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,837	(909)	928
Cash and Cash Equivalents - Beginning of Year	<u>5,964</u>	<u>909</u>	<u>6,873</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 7,801</u>	<u>\$ -</u>	<u>\$ 7,801</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 1,353	\$ (1,309)	\$ 44
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	3	53	56
Increase (Decrease) in Accounts Payable	(24)	10	(14)
Increase (Decrease) in Claims Payable	505	(183)	322
Increase (Decrease) in Due to Other Funds	-	813	813
Total Adjustments	<u>484</u>	<u>693</u>	<u>1,177</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,837</u>	<u>\$ (616)</u>	<u>\$ 1,221</u>

FIDUCIARY FUNDS

FIDUCIARY FUNDS

PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS

Pension Trust Funds – To account for the City's activity in defined benefit plans that accumulate resources for pension benefit payments to qualified employees.

OPEB Trust Funds – To account for the City's activity in the other post-employment benefit plans that accumulate resources for other postemployment benefit payments to qualified employees.

PRIVATE PURPOSE TRUST FUNDS

East Cemetery Trust Fund – To account for the receipts and disbursements related to the Katherine H. Hamlin Cemetery Trust and various East Cemetery Escrow Trusts.

Scholarship Trust Fund – To account for the receipts and disbursements of various Board of Education scholarships.

CUSTODIAL FUNDS

Police Evidence Fund – To account for assets seized in arrests that will be turned over to the state of Connecticut.

License to Work Fund – To account for refundable deposits made by contractors to obtain a license to work in the City's right of way. Deposits are refundable upon request providing all work is complete, bonds are released, and the warranty period has been fulfilled.

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
JUNE 30, 2022
(IN THOUSANDS)

	Pension Trust Funds	OPEB Trust Funds	South Meriden Volunteer Firefighters' Award Program	Total Pension and Other Employee Benefit Trust Funds
ASSETS				
Cash and Cash Equivalents	\$ 24,003	\$ 187	\$ 9	\$ 24,199
Investments, at Fair Value:				
Equities	8,024	1,254	271	9,549
Mutual Funds	151,201	24,129	80	175,410
Alternative Investments	97,078	14,981	60	112,119
Total Investments	<u>256,303</u>	<u>40,364</u>	<u>411</u>	<u>297,078</u>
Accounts Receivable	10	2	-	12
Total Assets	<u>280,316</u>	<u>40,553</u>	<u>420</u>	<u>321,289</u>
LIABILITIES				
Accounts Payable	49	4	-	53
Due to Primary Government	6,965	1,827	-	8,792
Total Liabilities	<u>7,014</u>	<u>1,831</u>	<u>-</u>	<u>8,845</u>
NET POSITION				
Restricted for Pension:				
Benefits and Other Purposes	<u>\$ 273,302</u>	<u>\$ 38,722</u>	<u>\$ 420</u>	<u>\$ 312,444</u>

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Pension Trust Funds	OPEB Trust Funds	South Meriden Volunteer Firefighters' Award Program	Total Pension and Other Employee Benefit Trust Funds
ADDITIONS				
Contributions:				
Employer	\$ 15,795	\$ 4,667	\$ 18	\$ 20,480
Plan Members	2,225	2,895		5,120
Total Contributions	<u>18,020</u>	<u>7,562</u>	<u>18</u>	<u>25,600</u>
Investment Earnings:				
Net Change in Fair Value of Investments	(29,178)	(4,940)	(70)	(34,188)
Interest and Dividends	4,325	600		4,925
Total Investment Earnings	<u>(24,853)</u>	<u>(4,340)</u>	<u>(70)</u>	<u>(29,263)</u>
Less Investment Expenses:				
Investment Management Fees	302			302
Net Investment Earnings (Loss)	<u>(25,155)</u>	<u>(4,340)</u>	<u>(70)</u>	<u>(29,565)</u>
Total Additions	(7,135)	3,222	(52)	(3,965)
DEDUCTIONS				
Benefits	31,899	9,474		41,373
Administrative Expense	84	34		118
Other	438			438
Total Deductions	<u>32,421</u>	<u>9,508</u>	<u>-</u>	<u>41,929</u>
CHANGE IN NET POSITION	(39,556)	(6,286)	(52)	(45,894)
Net Position - Beginning of Year	<u>312,858</u>	<u>45,008</u>	<u>472</u>	<u>358,338</u>
NET POSITION - END OF YEAR	<u>\$ 273,302</u>	<u>\$ 38,722</u>	<u>\$ 420</u>	<u>\$ 312,444</u>

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2022
(IN THOUSANDS)

	East Cemetery Trust Fund	Scholarship Trust Fund	Total Private Purpose Trust Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 120	\$ 74	\$ 194
Investments, at Fair Value:			
U.S. Government Securities	-	43	43
Certificates of Deposit	-	60	60
Total Investments	<u>-</u>	<u>103</u>	<u>103</u>
 Total Assets	 <u>120</u>	 <u>177</u>	 <u>297</u>
 NET POSITION			
Restricted for Pension:			
Benefits and Other Purposes	<u>\$ 120</u>	<u>\$ 177</u>	<u>\$ 297</u>

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	East Cemetery Trust Fund	Scholarship Trust Fund	Total Private Purpose Trust Funds
	<u> </u>	<u> </u>	<u> </u>
ADDITIONS			
Contributions	\$ -	\$ 2	\$ 2
Investment Earnings (Losses):			
Interest and Dividends	<u>-</u>	<u>12</u>	<u>12</u>
Total Additions	-	14	14
DEDUCTIONS			
Benefits	<u>-</u>	<u>62</u>	<u>62</u>
CHANGE IN NET POSITION	-	(48)	(48)
Net Position - Beginning of Year	<u>120</u>	<u>225</u>	<u>345</u>
NET POSITION - END OF YEAR	<u>\$ 120</u>	<u>\$ 177</u>	<u>\$ 297</u>

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022
(IN THOUSANDS)

	Police Evidence Fund	License to Work Fund	Total Custodial Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 122	\$ 150	\$ 272
Accounts Receivable		2	2
Total Assets	<u>122</u>	<u>152</u>	<u>274</u>
LIABILITIES			
Accounts Payable	<u>4</u>	<u>-</u>	<u>4</u>
NET POSITION			
Restricted	<u>\$ 118</u>	<u>\$ 152</u>	<u>\$ 270</u>

CITY OF MERIDEN, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

	Police Evidence Fund	License to Work Fund	Total Custodial Funds
	<u> </u>	<u> </u>	<u> </u>
ADDITIONS			
Other	\$ 11	\$ 19	\$ 30
DEDUCTIONS			
Other	<u> 14</u>	<u> 10</u>	<u> 24</u>
CHANGE IN NET POSITION	(3)	9	6
Net Position - Beginning of Year	<u> 121</u>	<u> 143</u>	<u> 264</u>
NET POSITION - END OF YEAR	<u><u> 118</u></u>	<u><u> 152</u></u>	<u><u> 270</u></u>

OTHER SCHEDULES

**CITY OF MERIDEN, CONNECTICUT
PROPERTY TAXES LEVIED, COLLECTED, AND OUTSTANDING
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

Grand List of October 1,	Uncollected Balance July 1, 2021	Current Year Levy	Lawful Corrections	Balance to be Collected	Collections				Uncollected Balance June 30, 2022
					Taxes	Interest	Liens	Total	
2005	\$ 376	\$ -	\$ (376)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2006	234	-	-	234	1	3	-	4	233
2007	238	-	1	239	3	6	-	9	236
2008	247	-	-	247	2	4	-	6	245
2009	282	-	-	282	1	3	-	4	281
2010	249	-	(1)	248	6	7	-	13	242
2011	303	-	(1)	302	7	7	-	14	295
2012	344	-	-	344	6	9	-	15	338
2013	381	-	(1)	380	7	9	-	16	373
2014	392	-	(2)	390	12	12	-	24	378
2015	364	-	(1)	363	17	13	-	30	346
2016	416	-	(1)	415	31	22	-	53	384
2017	626	-	-	626	88	48	1	137	538
2018	987	-	(43)	944	317	123	3	443	627
2019	2,835	-	(210)	2,625	1,698	301	13	2,012	927
Total Prior Years	8,274	-	(635)	7,639	2,196	567	17	2,780	5,443
2020	-	135,330	(649)	134,681	131,663	586	4	132,253	3,018
Total	\$ 8,274	\$ 135,330	\$ (1,284)	\$ 142,320	\$ 133,859	\$ 1,153	\$ 21	\$ 135,033	\$ 8,461

**CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF COLLECTIONS OF USE CHARGES
SEWER AUTHORITY
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

Fiscal Year	Uncollected Balance July 1, 2021	Current Year Charges	Corrections		Balance to be Collected	Collections				Uncollected Balance June 30, 2022
			Additions	Deductions		Sewer Use Charges	Interest	Liens	Total	
2009	\$ 1	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ 1
2010	1	-	-	-	1	-	-	-	-	1
2011	1	-	-	-	1	-	-	-	-	1
2012	4	-	-	-	4	-	-	-	-	4
2013	2	-	-	-	2	-	-	-	-	2
2014	2	-	-	-	2	-	-	-	-	2
2015	3	-	-	-	3	1	-	-	1	2
2016	1	-	-	-	1	-	-	-	-	1
2017	3	-	-	-	3	-	-	-	-	3
2018	7	-	-	3	4	2	3	-	5	2
2019	27	-	-	-	27	22	11	1	34	5
2020	207	-	-	1	206	179	59	4	242	27
2021	1,193	-	1	19	1,175	1,081	125	17	1,223	94
Total Prior Years	1,452	-	1	23	1,430	1,285	198	22	1,505	145
2022	-	10,094	20	3	10,111	8,952	85	28	9,065	1,159
Total	<u>\$ 1,452</u>	<u>\$ 10,094</u>	<u>\$ 21</u>	<u>\$ 26</u>	<u>\$ 11,541</u>	<u>\$ 10,237</u>	<u>\$ 283</u>	<u>\$ 50</u>	<u>\$ 10,570</u>	<u>\$ 1,304</u>

CITY OF MERIDEN, CONNECTICUT
SCHEDULE OF COLLECTIONS OF USE CHARGES
WATER AUTHORITY
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)

Fiscal Year	Uncollected Balance July 1, 2021	Current Year Charges	Corrections		Balance to be Collected	Collections				Uncollected Balance June 30, 2022
			Additions	Deductions		Water Use Charges	Interest	Liens	Total	
2009	\$ 3	\$ -	\$ -	\$ -	\$ 3	\$ -	\$ -	\$ -	\$ -	\$ 3
2010	3	-	-	-	3	-	-	-	-	3
2011	3	-	-	-	3	-	-	-	-	3
2012	3	-	-	-	3	-	-	-	-	3
2013	1	-	-	-	1	-	-	-	-	1
2014	2	-	-	-	2	-	-	-	-	2
2015	2	-	-	-	2	-	-	-	-	2
2016	3	-	-	-	3	-	-	-	-	3
2017	2	-	-	1	1	-	1	-	1	1
2018	6	-	-	-	6	4	3	-	7	2
2019	24	-	-	-	24	19	10	1	30	5
2020	189	-	-	1	188	163	54	6	223	25
2021	1,167	-	1	6	1,162	1,081	119	21	1,221	81
Total Prior Years	1,408	-	1	8	1,401	1,267	187	28	1,482	134
2022	-	10,492	19	21	10,490	9,403	84	29	9,516	1,087
Total	<u>\$ 1,408</u>	<u>\$ 10,492</u>	<u>\$ 20</u>	<u>\$ 29</u>	<u>\$ 11,891</u>	<u>\$ 10,670</u>	<u>\$ 271</u>	<u>\$ 57</u>	<u>\$ 10,998</u>	<u>\$ 1,221</u>

STATISTICAL SECTION

STATISTICAL SECTION

The objectives of statistical section information are to provide financial statement users with additional historical perspective, context and detail to assist in using the information in the financial statements, notes to financial statements and required supplementary information to understand and assess economic condition.

Statistical section information is presented in the following categories:

- *Financial trends information* is intended to assist users in understanding and assessing how financial position has changed over time.
- *Revenue capacity information* is intended to assist users in understanding and assessing the factors affecting the ability to generate own-source revenues (property taxes, charges for services, etc.).
- *Debt capacity information* is intended to assist users in understanding and assessing debt burden and the ability to issue additional debt.
- *Demographic and economic information* is intended 1) to assist users in understanding the socioeconomic environment and 2) to provide information that facilitates comparisons of financial statement information over time and among governments.
- *Operating information* is intended to provide contextual information about operations and resources to assist readers in using financial statement information to understand and assess economic condition.

The accompanying tables are presented in the above order. Refer to the Table of Contents for applicable page number locations.

Sources: Unless otherwise noted, the information in the tables is derived from the comprehensive annual financial reports for the relevant year.

**CITY OF MERIDEN, CONNECTICUT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental Activities:										
Net Investment in Capital Assets	\$ 270,252	\$ 258,270	\$ 296,586	\$ 292,795	\$ 297,247	\$ 288,360	\$ 283,492	\$ 237,700	\$ 187,903	\$ 130,773
Restricted	29,235	43,637	17,437	1,046	1,034	1,361	1,359	1,357	1,357	1,356
Unrestricted	(211,824)	(211,293)	(228,766)	(204,048)	(207,500)	(195,627) *	(180,447)	(171,203)	(173,100)	(69,494)
Total Governmental Activities Net Position	<u>\$ 87,663</u>	<u>\$ 90,614</u>	<u>\$ 85,257</u>	<u>\$ 89,793</u>	<u>\$ 90,781</u>	<u>\$ 94,094</u>	<u>\$ 104,404</u>	<u>\$ 67,854</u>	<u>\$ 16,160</u>	<u>\$ 62,635</u>
Business-Type Activities:										
Net Investment in Capital Assets	\$ 97,474	\$ 82,644	\$ 85,741	\$ 67,580	\$ 68,830	\$ 67,843	\$ 83,376	\$ 80,266	\$ 78,893	\$ 81,045
Unrestricted	(11,049)	2,842	(4,245)	10,457	11,173	13,338 *	1,708	11,682	13,279	12,734
Total Business-Type Activities Net Position	<u>\$ 86,425</u>	<u>\$ 85,486</u>	<u>\$ 81,496</u>	<u>\$ 78,037</u>	<u>\$ 80,003</u>	<u>\$ 81,181</u>	<u>\$ 85,084</u>	<u>\$ 91,948</u>	<u>\$ 92,172</u>	<u>\$ 93,779</u>
Primary Government:										
Net Investment in Capital Assets	\$ 367,726	\$ 340,914	\$ 382,327	\$ 360,375	\$ 366,077	\$ 356,203	\$ 366,868	\$ 317,966	\$ 266,796	\$ 211,818
Restricted	29,235	43,637	17,437	1,046	1,034	1,361	1,359	1,357	1,357	1,356
Unrestricted	(222,873)	(208,451)	(233,011)	(193,591)	(196,327)	(182,289)	(178,739)	(159,521)	(159,821)	(56,760)
Total Primary Government Net Position	<u>\$ 174,088</u>	<u>\$ 176,100</u>	<u>\$ 166,753</u>	<u>\$ 167,830</u>	<u>\$ 170,784</u>	<u>\$ 175,275</u>	<u>\$ 189,488</u>	<u>\$ 159,802</u>	<u>\$ 108,332</u>	<u>\$ 156,414</u>

* Note: Balance was restated for implementation of GASB 68.

** Note: Balance was restated for implementation of GASB 75.

**CITY OF MERIDEN, CONNECTICUT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses:										
Governmental Activities:										
General Government	\$ 22,816	\$ 19	\$ 21	\$ 22	\$ 21	\$ 20	\$ 10	\$ 12	\$ 15	\$ 13
Education	174,350	186	164	145	157	156	143	137	142	133
Public Safety	50,898	46	51	52	49	53	59	55	43	44
Public Works	21,942	18	16	15	12	19	12	12	14	15
Human Services	7,682	7	6	10	10	12	13	13	12	11
Culture and Recreation	7,247	6	7	7	7	7	7	7	6	7
Interest on Long-Term Debt	4,049	4	4	5	2	5	4	4	3	3
Total Governmental Activities Expenses	288,984	286	270	256	259	273	248	241	234	225
Business-Type Activities:										
Sewer Authority	12,043	11	12	11	11	12	12	11	11	11
Water Authority	12,957	13	12	13	13	13	15	12	11	11
George Hunter Golf Course	1,397	1	1	1	1	1	2	1	1	1
Total Business-Type Activities Expenses	26,397	26	26	26	26	26	29	25	23	24
Total Primary Government Expenses	\$ 315,381	\$ 312	\$ 296	\$ 281	\$ 284	\$ 299	\$ 277	\$ 265	\$ 258	\$ 249
Program Revenues:										
Governmental Activities:										
Charges for Services:										
General Government	\$ 4,088	\$ 3,639	\$ 2,644	\$ 3,024	\$ 2,479	\$ 2,446	\$ 2,784	\$ 2,643	\$ 2,108	\$ 1,959
Education	266	831	194	294	813	894	1,143	1,139	1,029	1,048
Public Safety	295	119	178	79	81	96	78	79	77	75
Public Works	1,900	1,792	1,770	1,771	2,151	2,078	2,011	1,982	1,919	1,865
Human Services	91	149	141	139	129	171	189	204	292	314
Culture and Recreation	94	58	25	32	24	22	25	29	27	29
Operating Grants and Contributions	127,805	139,390	115,958	97,670	110,276	112,423	104,644	100,182	100,071	94,358
Capital Grants and Contributions	11,181	6,131	4,186	9,924	7,413	18,776	48,613	63,460	41,292	10,379
Total Governmental Activities	145,720	152,109	125,096	112,933	123,366	136,906	159,487	169,718	146,815	110,027
Business-Type Activities:										
Charges for Services:										
Sewer Authority	10,016	9,338	10,047	9,609	9,527	8,513	8,079	8,128	8,629	8,228
Water Authority	11,671	10,579	11,679	11,083	11,267	11,000	9,533	10,171	10,433	9,065
George Hunter Golf Course	1,425	1,535	1,059	1,030	1,055	1,020	1,103	946	982	958
Capital Grants and Contributions	2,939	6,714	5,030	390	1,087	343	1,400	3,744	128	284
Total Business-Type Activities	26,051	28,166	27,815	22,112	22,936	20,876	20,115	22,989	20,172	18,535
Total Primary Government Program Revenues	\$ 171,771	\$ 180,275	\$ 152,911	\$ 135,045	\$ 146,302	\$ 157,782	\$ 179,602	\$ 192,707	\$ 166,987	\$ 128,562
Net Revenues (Expenses):										
Governmental Activities	\$ (143,264)	\$ (134,066)	\$ (144,468)	\$ (142,721)	\$ (135,486)	\$ (135,955)	\$ (88,802)	\$ (70,952)	\$ (87,383)	\$ (115,120)
Business-Type Activities	(346)	2,490	1,751	(3,478)	(2,654)	(5,534)	(8,624)	(1,527)	(3,242)	(5,424)
Total Primary Government Net Expenses	\$ (143,610)	\$ (131,576)	\$ (142,717)	\$ (146,199)	\$ (138,140)	\$ (141,489)	\$ (97,426)	\$ (72,479)	\$ (90,625)	\$ (120,544)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes	\$ 135,298	\$ 132,948	\$ 131,064	\$ 131,892	\$ 124,596	\$ 123,890	\$ 120,490	\$ 117,045	\$ 113,452	\$ 108,622
Grants and Contributions Not Restricted to Specific Programs	1,909	1,893	1,870	1,839	2,160	1,685	1,758	1,728	1,752	1,801
Unrestricted Investment Earnings	(1,247)	1,600	2,533	2,827	1,277	1,026	877	856	1,327	680
Miscellaneous Income	4,352	2,983	3,614	5,174	4,139	1,608	2,227	3,017	2,904	5,795
Transfers										
Total Governmental Activities	140,312	139,424	139,081	141,732	132,172	128,209	125,352	122,646	119,435	116,898
Business-Type Activities:										
Unrestricted Investment Earnings	(44)	17	81	75	120	56	29	66	76	69
Miscellaneous Income	1,329	1,482	1,627	1,438	1,356	1,741	1,731	1,237	1,558	1,702
Transfers										
Total Business-Type Activities	1,285	1,499	1,708	1,513	1,476	1,797	1,760	1,303	1,634	1,771
Total Primary Government	\$ 141,597	\$ 140,923	\$ 140,789	\$ 143,245	\$ 133,648	\$ 130,006	\$ 127,112	\$ 123,949	\$ 121,069	\$ 118,669
Change in Net Position:										
Governmental Activities	\$ (2,952)	\$ 5,358	\$ (5,387)	\$ (989)	\$ (3,314)	\$ (7,746)	\$ 36,550	\$ 51,694	\$ 32,052	\$ 1,778
Business-Type Activities	939	4	3	(2)	(1)	(4)	(7)	(1)	(2)	(4)
Total Primary Government	\$ (2,013)	\$ 9,347	\$ (1,928)	\$ (2,954)	\$ (4,492)	\$ (11,483)	\$ 29,686	\$ 51,470	\$ 30,444	\$ (1,875)

**CITY OF MERIDEN, CONNECTICUT
FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund:										
Nonspendable	\$ 429	\$ 141	\$ 131	\$ 136	\$ 148	\$ 139	\$ 137	\$ 149	\$ 131	\$ 126
Restricted	522	959	1,109	962	947	933	943	938	948	1,010
Committed	524	424	413	381	393	420	401	285	405	637
Unassigned	22,518	21,441	15,980	15,481	14,822	16,839	16,665	16,296	16,043	15,725
Total General Fund	<u>\$ 23,993</u>	<u>\$ 22,965</u>	<u>\$ 17,633</u>	<u>\$ 16,960</u>	<u>\$ 16,310</u>	<u>\$ 18,331</u>	<u>\$ 18,146</u>	<u>\$ 17,668</u>	<u>\$ 17,527</u>	<u>\$ 17,498</u>
All Other Governmental Funds:										
Nonspendable	\$ 370	\$ 326	\$ 339	\$ 262	\$ 212	\$ 539	\$ 491	\$ 491	\$ 517	\$ 520
Restricted	20,921	40,772	15,859	30,190	37,262	57,975	3,818	39,182	5,795	4,465
Committed	4,471	3,752	2,664	2,218	1,309	2,579	2,284	1,843	785	19,609
Unassigned	(995)	(367)	-	-	-	(37)	(329)	-	(12,552)	-
Total All Other Governmental Funds	<u>\$ 24,767</u>	<u>\$ 44,483</u>	<u>\$ 18,862</u>	<u>\$ 32,670</u>	<u>\$ 38,783</u>	<u>\$ 61,056</u>	<u>\$ 6,264</u>	<u>\$ 41,516</u>	<u>\$ (5,455)</u>	<u>\$ 24,594</u>
Total	<u>\$ 48,760</u>	<u>\$ 67,448</u>	<u>\$ 36,495</u>	<u>\$ 49,630</u>	<u>\$ 55,093</u>	<u>\$ 79,387</u>	<u>\$ 24,410</u>	<u>\$ 59,184</u>	<u>\$ 12,072</u>	<u>\$ 42,092</u>

CITY OF MERIDEN, CONNECTICUT
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
REVENUES										
Property Taxes, Interest, and Lien Fees	\$ 135,198	\$ 132,915	\$ 130,621	\$ 131,454	\$ 124,978	\$ 124,071	\$ 120,780	\$ 117,379	\$ 114,075	\$ 113,887
Federal and State Government	137,553	126,484	114,166	119,057	110,489	131,038	153,125	164,576	141,474	106,500
Charges for Services	6,598	5,714	4,953	5,339	5,677	5,706	6,231	6,075	5,453	5,290
Investment Income	(790)	952	1,676	2,415	966	693	711	678	766	581
Other Revenues	4,476	3,870	3,616	5,172	4,167	3,456	4,118	3,813	2,973	5,908
Total Revenues	283,035	269,935	255,032	263,437	246,277	264,964	284,965	292,521	264,741	232,166
EXPENDITURES										
Current:										
General Government	44,487	42,698	42,342	44,500	39,455	39,099	39,050	37,765	34,735	37,906
Public Safety	27,680	26,016	25,285	24,446	23,542	24,226	23,889	23,268	22,715	22,614
Public Works	9,004	8,732	8,899	8,042	8,010	6,875	6,612	7,439	6,877	7,025
Health and Welfare	7,731	7,491	6,378	10,576	9,923	11,017	11,117	12,443	8,255	8,401
Culture and Recreation	4,190	4,020	4,209	4,255	4,328	4,681	4,518	4,517	4,259	4,306
Education	169,623	156,740	148,453	144,657	139,635	147,666	137,765	133,925	133,770	127,605
Debt Service:										
Principal	10,624	8,561	10,762	10,758	11,398	10,394	10,183	9,123	8,309	8,672
Interest	5,383	4,885	5,036	5,429	7,737	4,365	5,357	2,950	3,265	2,938
Capital Outlay	23,185	12,870	18,626	16,237	15,571	38,183	81,248	66,638	72,490	14,224
Total Expenditures	301,907	272,013	269,990	268,900	259,599	286,506	319,739	298,068	294,675	233,691
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(18,872)	(2,078)	(14,958)	(5,463)	(13,322)	(21,542)	(34,774)	(5,547)	(29,934)	(1,525)
OTHER FINANCING SOURCES (USES)										
Transfers In	2,290	1,825	2,684	2,251	3,559	1,690	2,765	1,719	1,430	372
Transfers Out	(2,290)	(1,825)	(2,684)	(2,251)	(3,559)	(1,690)	(2,765)	(1,719)	(1,430)	(372)
Bond Issuance	-	29,390	-	-	-	59,644	-	50,380	-	24,423
Bond Premium	-	2,642	-	-	-	4,804	-	2,280	-	609
Issuance of Refunding Bonds	27,082	15,165	9,490	-	-	10,606	-	-	-	6,400
Premium on Refunding Bonds	4,534	2,224	-	-	452	1,466	-	-	-	145
Payment to Escrow	(31,431)	(17,240)	(10,857)	-	(11,425)	-	-	-	-	(6,453)
Note Proceeds	-	-	1,727	-	-	-	-	-	-	-
Issuance of Capital Lease	-	-	1,462	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	185	32,181	1,822	-	(10,973)	76,520	-	52,660	-	25,124
NET CHANGE IN FUND BALANCE	\$ (18,687)	\$ 30,103	\$ (13,136)	\$ (5,463)	\$ (24,295)	\$ 54,978	\$ (34,774)	\$ 47,113	\$ (29,934)	\$ 23,599
Debt Service as a Percentage of Noncapital Expenditures	5.7 %	5.1 %	6.3 %	6.6 %	7.6 %	6.0 %	6.5 %	5.2 %	5.2 %	5.3 %

**CITY OF MERIDEN, CONNECTICUT
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (IN THOUSANDS)**

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial/Industrial Property</u>	<u>Tax Exempt Property</u>	<u>City-Wide Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Assessed Value as a Percentage of Actual Value</u>	<u>Estimated Actual Tax Value</u>
2022	\$ 1,857,439	\$ 779,765	\$ 138,031	\$ 3,335,288	40.86	70 %	\$ 4,764,697
2021	1,851,314	792,268	143,728	3,309,696	40.86	70	4,728,137
2020	1,841,158	764,018	115,039	3,241,280	40.86	70	4,630,400
2019	1,837,075	765,327	110,918	3,181,029	41.04	70	4,544,327
2018	* 1,834,034	785,703	105,632	3,204,402	39.92	70	4,577,717
2017	2,005,036	713,988	79,078	3,307,941	37.47	70	4,725,630
2016	2,062,045	660,026	70,752	3,289,089	36.63	70	4,698,699
2015	2,059,909	666,466	64,436	3,291,848	35.74	70	4,702,640
2014	2,001,846	825,224	230,230	3,447,307	34.99	70	4,924,724
2013	* 2,011,418	842,711	230,411	3,479,853	34.70	70	4,971,219

Source: City of Meriden Tax Assessor

* Revaluation year

**CITY OF MERIDEN, CONNECTICUT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATES PER \$1,000 OF ASSESSED VALUE)**

Fiscal Year	City Direct Rate			Overlapping Rates		Total Direct and Overlapping Rates
	Basic Rate	General Obligation Debt Service	Total Direct Rate	Sanitation Removal District	Total Overlapping Rate	
2022	36.80	4.06	40.86	2.67	2.67	43.53
2021	36.73	4.13	40.86	2.67	2.67	43.53
2020	35.92	4.94	40.86	2.18	2.18	43.04
2019	35.99	5.05	41.04	2.17	2.17	43.21
2018	33.81	6.11	39.92	2.14	2.14	42.06
2017	33.11	4.36	37.47	2.23	2.23	39.70
2016	31.92	4.71	36.63	2.14	2.14	38.77
2015	32.06	3.68	35.74	2.09	2.09	37.83
2014	31.40	3.59	34.99	2.10	2.10	37.09
2013	31.13	3.57	34.70	1.82	1.82	36.52

Source: City of Meriden Tax Collector

* The overlapping rate is only applicable to some property owners within the City of Meriden. Although the direct rate applies to all property owners, the Sanitation Removal District applies to approximately one-quarter (26%) of the property owners whose property is located within the district's geographic boundaries.

**CITY OF MERIDEN, CONNECTICUT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Fiscal Year Ended June 30, 2022			Taxpayer	Fiscal Year Ended June 30, 2013		
	Assessment	Rank	Percentage of Total City Taxable Assessed Value		Assessment	Rank	Percentage of Total City Taxable Assessed Value
Connecticut Light and Power	\$ 81,199	1	2.43 %	Connecticut Light and Power	\$ 59,331	2	1.70 %
Meriden Realty LLC	76,433	2	2.29				-
Yankee Gas Services Co	54,184	3	1.62	Yankee Gas	23,824	5	0.68
TLS Group LLC	28,299	4	0.85				-
Radio Frequency Systems Inc	18,094	5	0.54	Radio Frequency Systems, Inc	18,031	8	0.52
211 Pomeroy LLC	17,665	6	0.53				-
Sky 103 LLC	13,710	7	0.41				-
Carabetta Enterprises Inc	12,903	8	0.39	Carabetta Enterprises, Inc	13,041	9	0.37
Cue Merritt Ltd Partnership	10,915	9	0.33	Meriden Square Partnership	62,802	1	1.80
Albany Road-Preston I LLC	10,081	10	0.30	Computer Sciences Corp.	35,751	3	1.03
				Urstadt Biddle Properties, Inc	24,868	4	0.71
Total	\$ 323,483		9.69 %	Meriden Square #3 LLC et al	19,993	6	0.57
				Newbury Properties de LLC	19,561	7	0.56
				Merritt Station LLC	11,130	10	0.32
				Total	\$ 288,332		8.26 %

Source: City of Meriden Tax Assessor

**CITY OF MERIDEN, CONNECTICUT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections and Corrections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Original Levy		Amount	Percentage of Levy
2022	\$ 134,681	\$ 131,663	97.76 %	\$ -	\$ 131,663	97.76 %
2021	132,312	129,477	0.98	1,908	131,386	99.30
2020	130,520	127,231	97.48	2,663	129,894	99.52
2019	130,071	127,309	97.88	2,224	129,533	99.59
2018	125,203	121,578	97.10	3,241	124,819	99.69
2017	123,265	120,721	97.94	2,197	122,919	99.72
2016	119,622	117,093	97.89	2,149	119,243	99.68
2015	116,354	113,706	97.72	2,275	115,981	99.68
2014	113,716	110,778	97.42	2,600	113,378	99.70
2013	113,392	110,334	97.30	2,762	113,096	99.74

Source: City of Meriden Tax Collector

**CITY OF MERIDEN, CONNECTICUT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(IN THOUSANDS)**

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities			Total Primary Government (2)	Percentage of Personal Income	Aggregate Personal Income (3)	Population (3)	Per Capita (3)
	General Obligation Bonds	Notes Payable	Resources Restricted for Debt Payments (1)	Water Bonds/Notes	Sewer Bonds/Notes	Golf Course Bonds/Notes					
2022	\$ 138,781	\$ 2,815	\$ -	\$ 32,708	\$ 33,748	\$ 26	\$ 208,078	10.55 %	\$ 1,972,000	60	33
2021	150,386	1,224	-	35,386	36,672	29	223,697	11.34	1,972,000	60	33
2020	128,293	1,386	-	27,061	28,365	31	185,136	9.39	1,972,000	60	33
2019	140,361	1,311	-	35,578	23,993	35	201,278	10.21	1,972,000	60	33
2018	151,563	1,468	-	30,787	32,950	39	216,807	10.99	1,972,000	60	33
2017	178,849	1,125	-	33,386	36,705	776	250,841	12.72	1,972,000	60	33
2016	113,246	1,200	-	28,585	33,254	69	176,354	8.94	1,972,000	61	32
2015	123,857	1,275	-	13,227	35,466	85	173,910	8.82	1,972,000	61	32
2014	80,533	1,350	-	12,757	35,872	82	130,594	6.62	1,972,000	61	32
2013	89,056	1,425	-	12,547	37,944	97	141,069	7.15	1,972,000	61	32

(1) Includes intergovernmental grants receivable from the State Department of Education and restrictions from enabling legislation.

(2) All of the City of Meriden's debt is considered general obligation with no other revenues specifically pledged.

(3) U.S. Bureau of Economic Analysis.

**CITY OF MERIDEN, CONNECTICUT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Bonded Debt (thousands)	Net Assessed Value (thousands)	Ratio of Net Bonded Debt to Net Assessed Value	Population (Not Rounded)	Debt Per Capita
2022	\$ 190,364	\$ 3,197,257	5.95	60,517 *	\$ 3,146
2021	187,928	3,165,968	5.94	59,676	3,149
2020	146,459	3,126,241	4.68	59,864	2,447
2019	159,984	3,070,111	5.21	60,841	2,630
2018	** 172,717	3,098,770	5.57	59,927	2,882
2017	204,494	3,228,863	6.33	59,622	3,430
2016	128,827	3,218,337	4.00	61,119	2,108
2015	140,914	3,227,412	4.37	60,691	2,322
2014	95,787	3,217,077	2.98	60,456	1,584
2013	** 105,975	3,249,442	3.26	60,868	1,741

* Source: U.S. Census Bureau's (USCB) Population Estimates Program

** Revaluation year

**CITY OF MERIDEN, CONNECTICUT
DEBT LIMITATION
YEAR ENDED JUNE 30, 2022
(IN THOUSANDS)**

Total Tax Collections, Including Interest and Lien Fees, for the prior year, June 30, 2021	\$ 133,212
Reimbursement for Revenue Loss on: Tax Relief for Elderly and Disabled Base	56
	\$ 133,268

	General Long-Term Debt				
	General Purposes	Schools	Urban Renewal	Sewers	Pension Bonding
	(2.25 x base)	(4.50 x base)	(3.25 x base)	(3.75 x base)	(3.00 x base)
Debt Limitation: Statutory Debt Limits by Function	\$ 299,853	\$ 599,706	\$ 433,121	\$ 499,755	\$ 399,804
Debt:					
Notes Payable	2,815	-	-	928	-
Bonds Payable	77,091	50,924	-	29,163	-
Bonds Authorized But Unissued**	55,429	(14,374)	-	55,703	-
Total	135,335	36,550	-	85,794	-
Debt Limitation in Excess of Debt*	\$ 164,518	\$ 563,156	\$ 433,121	\$ 413,961	\$ 399,804

* In no event shall total debt exceed seven times annual receipts from taxation. The maximum amount permitted under this formula would be approximately \$932,876.

**At June 30, 2022, the City has \$21.6 million of debt in excess of the amount authorized related to the Platt and Maloney High School Renovation projects. This excess is fully expected to be reimbursed through State School Building Construction Grants.

**CITY OF MERIDEN, CONNECTICUT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(IN THOUSANDS)**

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Debt Limitation	\$ 932,876	\$ 932,876	\$ 921,914	\$ 874,986	\$ 871,710	\$ 848,400	\$ 827,176	\$ 799,316	\$ 798,819	\$ 771,316
Total Net Debt Applicable to Limit	<u>257,679</u>	<u>171,885</u>	<u>141,280</u>	<u>138,746</u>	<u>157,819</u>	<u>170,670</u>	<u>135,481</u>	<u>133,340</u>	<u>133,910</u>	<u>130,069</u>
Legal Debt Margin	<u>\$ 675,197</u>	<u>\$ 760,991</u>	<u>\$ 780,634</u>	<u>\$ 736,240</u>	<u>\$ 713,891</u>	<u>\$ 677,730</u>	<u>\$ 691,695</u>	<u>\$ 665,976</u>	<u>\$ 664,909</u>	<u>\$ 641,247</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	27.6 %	18.4 %	15.3 %	15.9 %	18.1 %	20.1 %	16.4 %	16.7 %	16.8 %	16.9 %

Notes: The State of Connecticut General Statutes require that in no event shall the total debt of the City exceed seven (7) times the annual receipts from taxation. The calculation of the current year debt limit can be found on Table 11 of this report.

The City has no overlapping debt.

**CITY OF MERIDEN, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

Fiscal Year	Population (not rounded)	Family Income (not rounded)	Unemployment Rate
2022	60,517	\$ 58,472	6.0 %
2021	59,676	58,843	8.9
2020	59,864	57,886	8.7
2019	60,841	57,350	4.4
2018	59,927	55,547	5.1
2017	59,622	54,588	5.5
2016	61,119	54,588	5.6
2015	60,691	53,831	7.0
2014	60,456	53,831	8.3
2013	60,868	52,788	9.8

Sources: Department of Labor, State of Connecticut, U.S. Census Bureau and the State Department of Economic and Community Development

**CITY OF MERIDEN, CONNECTICUT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

2022				2013			
Employer	Employees	Rank	Percentage of Total Employment	Employer	Employees*	Rank	Percentage of Total Employment*
City of Meriden	2,169	1	7.4 %	Midstate Medical Center	1000-4999	1	
Midstate Medical Center	1,308	2	4.4	Hunter's Ambulance Service	250-499	6	
Carabetta Management	525	3	1.8	3M Purification	250-499	7	
YMCA	501	4	1.7				
Hunters Ambulance	385	5	1.3	Canberra	250-499	2	
3M Purification	285	6	1.0	Cox Communications	250-499	3	
RFS Cable	240	7	0.8	Verizon Wireless	250-499	4	
Miron Technologies, Inc.	235	8	0.8	Radio Frequency Systems	250-499	5	
Ragozzino Foods	221	9	0.7	Bob's Stores Corp	250-499	8	
Boscov	145	10	0.5	B L Co	250-499	9	
				Sears	250-499	10	
Totals	<u>6,014</u>		<u>20.4 %</u>	Totals	<u>-</u>		<u>0.0%</u>

Source: Connecticut Department of Labor, City of Meriden Economic Development Office

**CITY OF MERIDEN, CONNECTICUT
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government	143.5	148.5	151.5	149.0	160.0	172.0	156.0	158.5	167.5	166.5
Public Safety:										
Police:										
Officers	125.0	121.0	116.0	122.0	121.0	113.0	121.0	122.0	121.0	120.0
Civilians	21.5	23.5	24.5	23.0	26.0	20.0	29.0	27.0	24.0	18.5
Fire:										
Firefighters and Officers	100.0	100.0	99.0	100.0	100.0	100.0	95.5	100.0	98.0	99.0
Civilians	3.0	3.0	2.0	2.0	3.0	3.0	3.0	3.0	3.0	3.0
Emergency Communications	16.5	12.0	12.5	13.0	14.0	14.5	17.5	16.0	17.0	18.0
Highways and Streets:										
Engineering	13.0	11.5	11.5	10.5	8.5	10.5	10.5	9.0	9.0	9.5
Maintenance	25.0	27.0	28.0	24.0	28.5	39.5	42.5	29.5	30.0	27.0
Culture and Recreation	36.5	30.5	30.0	39.0	39.0	45.5	30.5	33.5	45.5	43.5
Golf	11.0	10.5	11.0	14.0	14.0	13.5	13.0	13.0	10.0	11.0
Water	31.0	31.0	33.0	29.0	33.0	33.5	31.5	31.0	30.5	32.0
Sewer	19.0	17.0	16.0	16.0	17.0	16.0	17.0	15.0	17.0	15.0
Total	<u>545.0</u>	<u>535.5</u>	<u>535.0</u>	<u>541.5</u>	<u>564.0</u>	<u>581.0</u>	<u>567.0</u>	<u>557.5</u>	<u>572.5</u>	<u>563.0</u>

Source: City of Meriden Payroll System

**CITY OF MERIDEN, CONNECTICUT
OPERATING INDICATORS BY FUNCTION/TYPE
LAST TEN FISCAL YEARS**

Function / Operating Indicator	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Police:										
Cases Investigated	11,913	12,277	13,773	10,382	10,382	8,895	10,972	11,097	11,298	14,363
Calls for Service	47,063	49,077	51,481	45,034	45,034	40,585	45,826	44,705	41,116	44,279
Arrests	2,426	2,410	2,981	3,002	3,002	3,173	3,373	3,428	3,495	3,012
Traffic Citations	2,108	1,603	2,405	2,419	2,419	2,153	3,023	3,764	3,426	2,723
Parking Citations	680	723	1,425	1,639	1,639	1,607	1,781	1,981	1,465	1,105
Fire:										
Emergency Responses	8,040	7,432	7,249	8,304	7,967	7,314	8,016	7,710	7,692	7,738
Nonemergency Responses	684	499	550	660	1,457	1,378	1,510	1,642	1,471	1,403
Inspections	2,296	1,946	996	998	1,537	1,518	1,283	2,307	3,359	4,091
Fire Investigations (C)	161	125	98	124	94	100	121	70	73	63
Refuse Collection:										
Refuse Collected (Tons)	7,881	7,588 ^{J)}	18,047 ^{I)}	18,047	18,005	17,890	18,000	30,253	28,929	30,297
Recyclables Collected (Tons)	N/A	N/A	N/A	N/A	N/A ^{H)}	1,276	2,800	1,105 ^{F)}	2,426	2,775
Other Public Works:										
Street Resurfacing (Miles)	12	7.5	7.53	4.3	6.16	9.27	6.82	4.26	5.75	5.68
Potholes Repaired	5,458	4,343	5,800	6,400	6,225	6,450	5,284	6,406	7,654	4,792
Library:										
Volumes in Collection (Print)	70,046	106,305	123,710	151,592	183,214	212,888	206,436	249,190	245,620	239,686
Volumes in Collection (Nonprint)	13,832	13,891	14,559	15,362	24,707	20,966	16,002	20,857	19,239	18,111
Total Volumes Borrowed	75,409	107,376	159,274	203,871	225,598	218,291	238,710	242,368	251,687	246,198
Annual Library Visits	34,700 ^{N)}	16,725 ^{M)}	156,482	204,111	261,087	284,587	281,655	288,000	312,442	308,801
Water:										
Average Daily Production (millions of gallons)	5	5.368	5.635	5.427	5.205	5.178	5.318	5.001	5.234	5.379
Average Daily Demand (millions of gallons)	5	5.368	5.635	5.427	5.205	5.178	5.318	5.001	5.234	5.379
Wastewater:										
Average Daily Treatment (millions of gallons)	11	10.2	11.5	10.0	10.0	9.0	9.0	9.0	10.0	11.0
Transit:										
Total Route Miles	45,076	24,006	41,736	22,085	23,343	23,936	24,495	25,243	27,600 ^{A)}	27,600
Passengers	3,568	717	5,585	6,954	10,488	10,068	10,514	12,847	15,233	17,549
Human Services:										
Environmental Inspections and Responses	1,941	2,332	2,377	2,099	2,433	2,941	4,736	3,208	2,919	2,616
Health and Clinic Services Provided	3,692	15,051 ^{K)}	2,639	3,087	4,225	3,829	2,858	4,203	4,272	4,892
School Health Services Provided	59,037	27,348	37,883	99,741	99,338	106,083	104,392	83,113	96,690	91,814
Social Service Worker Clients	1,526	1,828	1,316	1,144	1,300	1,258	1,037	381	683	1,102
Youth Program Participants	99	129	595	524	672	274	345	648 ^{G)}	5,429	2,081
Senior Program Participants	13,633	4,257 ^{L)}	14,043	20,855	24,357	25,278	26,792	20,721	20,400	20,400

Sources: Various City of Meriden Departments

A) Change in formula used by the State of Connecticut implemented in 2010.

B) New police software implemented in 2011 uses new criteria to calculate investigations.

C) New in 2013 - Fire Investigations completed by the Fire Marshals Office required by State Statute

D) Calculation methods were changed in 2013

E) New pothole machine was purchased

F) Includes inner city only (excludes outer district trash haulers)

G) Decrease in number is due to not conducting educational programming in Meriden Public Schools

H) Amount no longer required to be tracked per DEEP.

I) Data not available due to Covanta plant changes and Covid-19 related issues

J) Outer district and commercial activity amounts not available.

K) Health and Clinic Services included Covid-19 vaccinations

L) Senior Center was closed to the public - programs were held virtually. The library was closed for four months as well.

M) The library was closed to the public for four months, then appointments were required to allow patrons access only for computer use resulting in decreased visitation.

**CITY OF MERIDEN, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Sub-Stations	2	3	3	3	3	3	3	3	3	3
Fire Stations	6	6	6	6	5	5	5	5	5	5
Volunteer Fire Stations	1	1	1	1	1	1	1	1	1	1
Municipal Buildings	12	12	12	10	10	10	10	10	10	10
Schools	13	13	13	13	13	13	13	13	13	13
High Schools	2	2	2	2	2	2	2	2	2	2
Elementary Schools	8	8	8	8	8	8	8	8	8	8
Middle Schools	3	3	2	2	2	2	2	2	2	2
Magnet Schools	0	0	1	1	1	1	1	1	1	1
Parks and Recreation										
Fields - Municipal	11	11	11	11	11	11	11	11	11	11
Fields - Schools	9	9	9	9	9	9	9	9	9	9
Water										
Water Mains (Municipal) (Feet)	1,225,161	1,225,161	1,225,161	1,225,161	1,297,632	1,280,788	1,279,148	1,278,060	1,276,601	1,275,235
Fire Hydrants (Municipal)	1,514	1,512	1,510	1,509	1,509	1,495	1,493	1,493	1,493	1,493
Fire Hydrants (Private)	347	347	347	347	347	340	340	340	340	339
Wastewater										
Sewer Line (Feet)	1,133,318	1,129,622	1,129,392	1,130,259	1,130,259	1,126,675	1,126,560	1,126,179	1,123,712	1,111,214
Highway										
Paved Miles	187.83	187.83	187.83	187.83	187.83	187.83	187.83	187.83	187.83	187.36
Unimproved Miles	0.58	0.58	0.58	0.58	0.58	0.58	0.58	0.58	0.58	0.58

Sources: Various City of Meriden Departments