

TOWN OF WOODSTOCK, VERMONT

FINANCIAL STATEMENTS

JUNE 30, 2025

AND

INDEPENDENT AUDITOR'S REPORTS

TOWN OF WOODSTOCK, VERMONT

JUNE 30, 2025

TABLE OF CONTENTS

	Page(s)
Independent Auditor’s Report.....	1 - 3
Management’s Discussion and Analysis.....	4 - 11
Basic Financial Statements:	
Government-wide Financial Statements -	
Government-wide Statement of Net Position.....	12 - 13
Government-wide Statement of Activities	14
Fund Financial Statements -	
Balance Sheet - Governmental Funds	15 - 17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18 - 20
Statement of Revenues and Expenditures - Budget and Actual - General Fund	21
Statement of Net Position - Proprietary Funds.....	22 - 23
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds.....	24
Statement of Cash Flows - Proprietary Funds	25 - 26
Notes to Financial Statements	27 - 45
Supplementary Schedules:	
Schedule 1 - Schedule of Revenues and Expenditures - Budget and Actual - General Fund.....	46 - 57
Schedule 2 - Schedule of Revenues and Expenses - Budget and Actual - Sewer Fund.....	58 - 60
Schedule 3 - Combining Balance Sheet - Permanent Fund	61 - 62
Schedule 4 - Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Permanent Fund.....	63 - 64
Schedule 5 - Schedule of Town’s Proportionate Share of Net Pension Liability - VMERS	65
Schedule 6 - Schedule of Town’s Contributions - VMERS	66
Compliance Report:	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	67 - 68
Schedule of Findings and Responses	69 - 71

INDEPENDENT AUDITOR'S REPORT

The Selectboard
Town of Woodstock, Vermont

Report on the Audit of the Financial Statements

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

In our opinion, the accompanying 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 aggregate remaining fund information of the Town of Woodstock, Vermont as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Sewer Fund and Water Fund 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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Woodstock, Vermont, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town'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 and schedules 5 and 6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying schedules 1 through 4 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying schedules 1 through 4 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 26, 2026 on our consideration of the Town's internal control over financial reporting; on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements; and on other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

Montpelier, Vermont
May 26, 2026

Melgett Jennett 9
Shah Nain, P.C.

Management's Discussion and Analysis

The Town of Woodstock was chartered by New Hampshire Governor Benning Wentworth on July 10, 1761. It was named after Woodstock in Oxfordshire, England. The town was first settled in 1768.

A five-member Selectboard is elected and is responsible for providing municipal services such as administration, planning and zoning, public works and public safety.

The following is a discussion and analysis of the Town of Woodstock's (Town) financial performance, including an overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2025. Readers should consider this information in conjunction with the Town's financial statements which are located after this analysis.

GENERAL FUND BUDGETARY HIGHLIGHTS

On March 5, 2024, the voters of the Town of Woodstock convened at the Town Hall for the annual Town Meeting. A budget of \$8,020,315 (for fiscal year 2025 excluding special articles) was presented which included specific sums of money to operate the various Town departments. To defray operating costs, the amount needed to be raised by taxation was \$6,603,975. The amount to be raised by taxation was voted and adopted on March 5, 2024.

The approved budget increased by \$338,974 from the fiscal year 2024 budget while the amount to be raised by taxation increased by \$911,263 from the fiscal year 2024 budget. The change was primarily due to increased allocation of funds to capital reserves, and salary and benefits.

The amount to be raised by taxation of \$6,603,975 was an increase of 16% over the previous year's amount.

FINANCIAL HIGHLIGHTS

Government-wide Highlights

The Town's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2025, by \$24,996,798. Net position for governmental activities increased by \$1,713,740 and net position for business-type activities increased by \$1,468,966. There were deferred inflows of resources of \$1,156,764.

Fund Highlights

At the end of the fiscal year, the Town's governmental funds reported a combined ending fund balance of \$10,206,945, an increase of \$1,840,665 compared to the prior year. The \$10,206,945 represents amounts restricted, assigned for specific purposes, such as future capital expenditures as well as an unassigned balance in the General Fund of \$2,902,306. The proprietary funds reported net position at June 30, 2025, of \$4,165,882, an increase of \$1,466,041 for the year.

Debt

The Town's total long-term debt increased during the fiscal year to \$15,408,145. During fiscal year 2025, the Town assumed debt totaling \$7,500,000 relating to the Woodstock Aqueduct acquisition and retired debt of \$805,865 for a net increase of \$6,694,135.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) establishes accounting principles generally accepted in the United States of America. The Town's financial statements for the year ended June 30, 2025, are prepared and presented using the guidelines established by the GASB.

The Town's basic financial statements consist of the following three components:

- **Management's Discussion and Analysis** - An introduction to the basic financial statements that is intended to be an easily read analysis of the Town's financial activities based on currently known facts, decisions or conditions.
- **Basic Financial Statements** - This section of the report includes government-wide financial statements, fund financial statements and notes to the financial statements. The government-wide financial statements present the financial position and activities of the Town as a whole using accounting methods similar to those used by private-sector companies. The fund financial statements present financial information on specific activities of the Town. The notes to the financial statements provide additional disclosures to the information presented in the financial statements.
- **Supplementary Schedules** - This section of the report includes schedules 1, 2, 3 and 4 which are not required by accounting principles generally accepted in the United States of America (U.S. GAAP) but are presented as supplementary information. These schedules contain budgetary basis schedules and combining information for the individual components of the Permanent Fund. This section also includes schedules 5 and 6, which report information required by U.S. GAAP for the Town's portion of VMERS historical pension information.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances. The statements provide both short-term and long-term information about the Town's financial position which helps readers determine whether the Town's financial position has improved or deteriorated during the fiscal year. These statements include all non-fiduciary activity on the full accrual basis of accounting. This means that all revenues and expenses are reflected in the financial statements even if the related cash has not been received or paid as of June 30. There are two government-wide statements:

- **Statement of Net Position** - The statement presents information on all of the Town's assets, liabilities, deferred inflows of resources and deferred outflows of resources with the difference between assets plus deferred outflows less liabilities less deferred inflows with the difference reported as net position. Over time, increases or decreases in net position may indicate whether the financial position of the Town is improving or deteriorating and what impact deferred inflows and outflows of resources are making.
- **Statement of Activities** - The statement presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements have separate columns for governmental activities and business-type activities. The Town's activities are classified as follows:

- **Governmental Activities** - Activities reported here include general government, public safety, public works, economic and community development, and culture and recreation. Property taxes, federal, state and other local revenues finance these activities.
- **Business-type Activities** - Activities reported here include the Unemployment Fund, Sewer Fund, and Water Fund.

Fund Financial Statements

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

- **Governmental funds** - Most of the basic services provided by the Town are reported in the governmental funds. These statements provide a detailed, short-term view of the functions reported as governmental activities in the government-wide financial statements. The government-wide financial statements are reported using the full accrual basis of accounting, but the governmental fund financial statements are reported using the modified accrual basis of accounting. This allows the reader to focus on assets that can be readily converted to cash and determine whether there are adequate resources to meet the Town's current needs.
- **Proprietary funds** - Proprietary funds report activities that operate like those of private-sector business and use the full accrual basis of accounting. Proprietary funds are reported as business-type activities on the government-wide financial statements. Since proprietary funds use full accrual basis accounting, there are no differences between amounts reported on the government-wide statements and the proprietary fund statements. The Town uses proprietary funds to account for its Sewer Fund, Water Fund, and Unemployment Fund.

The governmental fund statements include reconciliations of the amounts reported on these statements (modified accrual accounting) with governmental activities on the government-wide statements (accrual accounting). The following indicates some of the reporting differences between the government-wide financial statements and the fund financial statements.

- Capital assets used in government-wide activities are not reported on governmental fund statements.
- Other long-term assets that are not available to pay for current period expenditures are not included in governmental fund statements but are included on the government-wide statements.
- Long-term liabilities, unless due and payable, are not included in the governmental fund financial statements. These liabilities are only included in the government-wide statements.
- Capital outlay spending results in capital assets on the government-wide statements but is reported as an expenditure in the fund financial statements.

Because the focus of governmental funds is different from 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. This comparison can help readers better understand the long-term impact of the Town's near-term financing decisions. The comparisons are:

- Reconciliation of the Balance Sheet of the Governmental Funds to the Statement of Net Position.
- Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities.

The reconciliation of the government-wide financial statements to proprietary funds financial statements is not necessary. The business-type activities of the government-wide financial statements and the proprietary funds use the same accounting basis and measurement focus.

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. However, the net position of governmental activities should be viewed independently from business-type activities. Revenues of the business-type activities are used to finance the operations of the Sewer Fund, the Water Fund, and the Unemployment Fund.

The following table reflects the government-wide net position compared to the prior year.

Net Position June 30, 2025 and June 30, 2024						
	Governmental Activities		Business-type Activities		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Current assets	\$ 11,556,595	\$ 9,748,305	\$ 5,265,039	\$ 19,088	\$ 16,821,634	\$ 9,767,393
Noncurrent assets	<u>18,294,475</u>	<u>18,986,007</u>	<u>9,158,536</u>	<u>5,754,633</u>	<u>27,453,011</u>	<u>24,740,640</u>
Total assets	<u>29,851,070</u>	<u>28,734,312</u>	<u>14,423,575</u>	<u>5,773,721</u>	<u>44,274,645</u>	<u>34,508,033</u>
Deferred outflows of resources	<u>424,372</u>	<u>591,045</u>	<u>76,203</u>	<u>99,486</u>	<u>500,575</u>	<u>690,531</u>
Current liabilities	1,391,905	1,548,697	150,505	451,066	1,542,410	1,999,763
Long-term liabilities	<u>6,914,493</u>	<u>7,419,234</u>	<u>10,164,755</u>	<u>2,716,270</u>	<u>17,079,248</u>	<u>10,135,504</u>
Total liabilities	<u>8,306,398</u>	<u>8,967,931</u>	<u>10,315,260</u>	<u>3,167,336</u>	<u>18,621,658</u>	<u>12,135,267</u>
Deferred inflows of resources	<u>1,141,053</u>	<u>1,243,175</u>	<u>15,711</u>	<u>6,030</u>	<u>1,156,764</u>	<u>1,249,205</u>
Net Position:						
Net investment in capital assets	11,682,561	11,766,688	3,461,128	3,139,385	15,143,689	14,906,073
Restricted - Expendable	3,598,583	3,875,266	1,074,507	106,381	4,673,090	3,981,647
Unrestricted	<u>5,546,847</u>	<u>3,472,297</u>	<u>(366,828)</u>	<u>(545,925)</u>	<u>5,180,019</u>	<u>2,926,372</u>
Total net position	\$ <u>20,827,991</u>	\$ <u>19,114,251</u>	\$ <u>4,168,807</u>	\$ <u>2,699,841</u>	\$ <u>24,996,798</u>	\$ <u>21,814,092</u>

The portion of the Town's governmental activities net position as of June 30, 2025 that reflects its investment in capital assets (e.g., land, buildings, equipment, and construction in progress) less any related debt used to acquire those assets is \$11,682,561 or 56.1%. The Town uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the Town's governmental activities net position (17.3% or \$3,598,583) represents restricted net position. These resources are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of \$5,546,847 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Town of Woodstock is able to report positive balances in all of the three categories of net position for governmental activities and two of three positive categories for business-type activities.

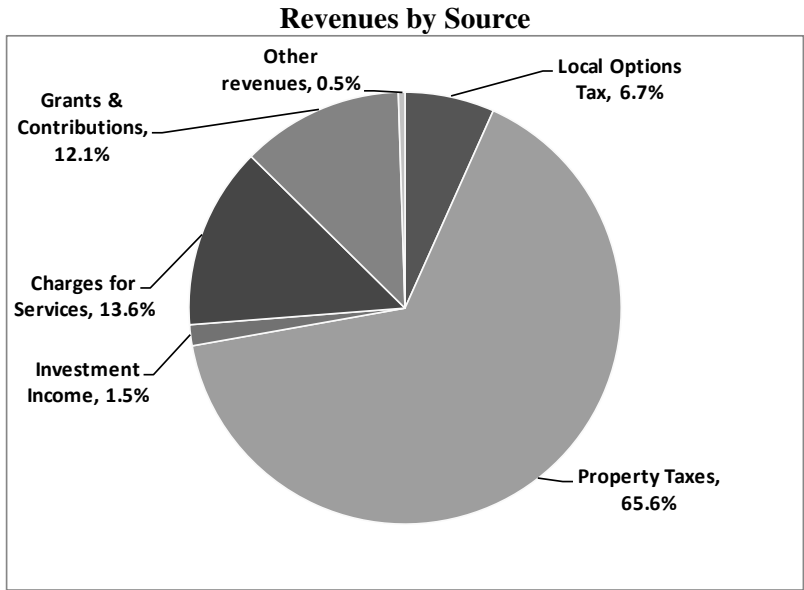
Changes in Net Position for the Fiscal Years Ended June 30, 2025 and 2024

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenues						
Program Revenues						
Grants and Contributions \$	1,236,943	\$ 1,054,856	\$ 486,745	\$ 242,636	\$ 1,723,688	\$ 1,297,492
Charges for Services	1,389,725	1,358,746	1,580,807	1,249,612	2,970,532	2,608,358
Other	39,696	112,358	735,796	-	775,492	112,358
General Revenues						
Property Taxes	6,679,785	6,171,229	-	-	6,679,785	6,171,229
Local Options Tax	682,971	366,829	-	-	682,971	366,829
Investment Income	157,689	127,435	103,880	49,611	261,569	177,046
Total Revenues	<u>10,186,809</u>	<u>9,191,453</u>	<u>2,907,228</u>	<u>1,541,859</u>	<u>13,094,037</u>	<u>10,733,312</u>
Expenses						
Governmental Activities						
General Government	2,557,410	2,147,444	-	-	2,557,410	2,147,444
Public Works	1,936,926	2,284,188	-	-	1,936,926	2,284,188
Public Safety	3,117,485	2,917,844	-	-	3,117,485	2,917,844
Economic & Community Development	244,100	583,158	-	-	244,100	583,158
Culture and Recreation	655,004	634,295	-	-	655,004	634,295
Debt Service - Interest	150,230	159,043	-	-	150,230	159,043
Business-type Activities						
Sewer	-	-	1,387,173	1,392,812	1,387,173	1,392,812
Water	-	-	173,125	-	173,125.00	-
Total Expenses	<u>8,661,155</u>	<u>8,725,972</u>	<u>1,560,298</u>	<u>1,392,812</u>	<u>10,221,453</u>	<u>10,118,784</u>
Changes in Net Position before Changes in Market Value (MV) and Transfers						
MV Increase(Decrease)	1,525,654	465,481	1,346,930	149,047	2,872,584	614,528
Transfer In (Out)	310,122	343,841	-	-	310,122	343,841
Changes in Net Position	<u>(122,036)</u>	<u>31,298</u>	<u>122,036</u>	<u>(31,298)</u>	<u>-</u>	<u>-</u>
Net Position - Beginning	<u>19,114,251</u>	<u>18,273,631</u>	<u>2,699,841</u>	<u>2,582,092</u>	<u>21,814,092</u>	<u>20,855,723</u>
Net Position - Ending	<u>\$ 20,827,991</u>	<u>\$ 19,114,251</u>	<u>\$ 4,168,807</u>	<u>\$ 2,699,841</u>	<u>\$ 24,996,798</u>	<u>\$ 21,814,092</u>

Governmental Activities - In fiscal year 2025, property taxes provided 65.6% of revenues. Grants and Contributions accounted for 12.1%. The amount earned on investments was 1.5% of total governmental activities revenues. Charges for Services brought in 13.6% and the Local Options Tax was 6.7%.

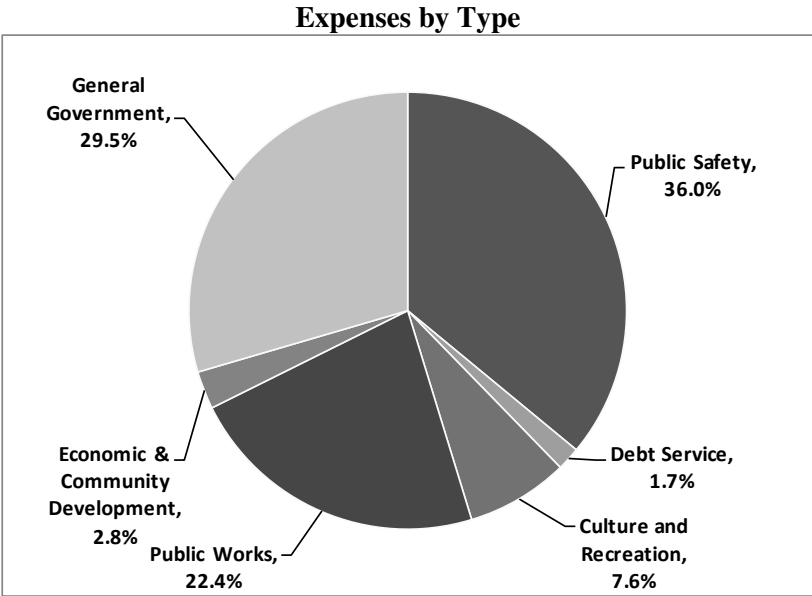
Business-type Activities - Charges for Services accounted for 54.4% of revenues and grants and contributions accounted for 16.7% of revenues. The amount earned on investments was 3.6%.

The chart on the following page is a graphical representation of revenues for governmental activities.



For fiscal year 2025, governmental activities expenses exceeded program revenues by \$5,994,791 compared to \$6,200,012 for fiscal year 2024.

The following is a graphical representation of expenses for governmental activities.



While Town expenses cover many services, the largest expenses are for public safety, public works, and general government.

FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS

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

Governmental Funds

The focus of the Town of Woodstock’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town’s financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the Town’s governmental funds reported combined ending fund balances of \$10,206,945. This fund balance is made up of restricted, assigned, and an unassigned balance in the General Fund of \$2,902,306.

General Fund - The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, restricted fund balance totaled \$309,217. The fund balance of the Town General Fund increased by \$1,059,915 during the fiscal year and reported a total fund balance of \$3,483,963 at June 30, 2025.

Proprietary Funds

Sewer Fund, Water Fund and Unemployment Fund - The Town’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. In addition to determining the amount of General Fund balance available for appropriation, the Town also makes a similar calculation for the Sewer Fund, Water Fund and Unemployment Fund.

Unrestricted net assets of the Town’s Sewer Fund amount to a negative \$366,828, a decrease in this negative balance of \$179,097 during the most recent fiscal year. Restricted net position of the Town’s Water Fund amounts to \$968,126 and restricted net position of the Town’s Unemployment Fund amounts to \$106,381, which is unchanged from fiscal year 2024. Other factors concerning these three funds have already been addressed in the discussion of the Town’s business-type activities.

CAPITAL ASSETS

The Town’s investment in capital assets for its governmental and business-type activities as of June 30, 2025, amounts to \$26,331,933 (net of depreciation). This amount represents an increase of \$2,690,245 from the prior year. This investment in capital assets includes land and improvements, buildings and improvements, vehicles and equipment, infrastructure, and construction in process.

Capital Assets as of June 30, 2025 and June 30, 2024
(Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Land	\$ 642,570	\$ 642,570	\$ 1,236,864	\$ 36,164	\$ 1,879,434	\$ 678,734
Land Improvements	204,659	217,847	-	-	204,659	217,847
Construction in process	632,541	559,513	-	-	632,541	559,513
Infrastructure	6,680,576	6,906,859	5,207,531	4,391,647	11,888,107	11,298,506
Buildings & improvements	6,833,502	7,004,471	-	-	6,833,502	7,004,471
Sewer and water plants	-	-	2,524,545	1,225,420	2,524,545	1,225,420
Vehicles and equipment	1,825,674	2,109,975	188,891	100,510	2,014,565	2,210,485
Office equip & computers	<u>353,875</u>	<u>445,820</u>	<u>705</u>	<u>892</u>	<u>354,580</u>	<u>446,712</u>
Total assets	\$ <u>17,173,397</u>	\$ <u>17,887,055</u>	\$ <u>9,158,536</u>	\$ <u>5,754,633</u>	\$ <u>26,331,933</u>	\$ <u>23,641,688</u>

Additional information on the Town’s capital assets can be found in Note 4, “Capital Assets”.

DEBT ADMINISTRATION

Long-term Debt - On June 30, 2025, the Town of Woodstock had total long-term debt outstanding of \$5,490,836 and \$9,917,309 in its governmental activities and business-type activities, respectively. For the year ended June 30, 2025 debt in governmental activities decreased \$607,926. For the year ended June 30, 2025 debt in business-type activities increased \$7,500,000 relating to the Woodstock Aqueduct acquisition and decreased \$197,939 from debt service payments.

Additional information on the Town's debt can be found in Note 9, "Long-term debt".

FISCAL YEAR 2026 BUDGET

For fiscal year 2026, a budget of \$8,352,360 (for fiscal year 2026 excluding special articles) was presented which included specific sums of money to operate the various Town departments. To defray operating costs, the amount needed to be raised by taxation was \$7,267,660. The amount to be raised by taxation was voted and adopted on March 1, 2025.

This approved budget increased by \$332,045 from the fiscal year 2025 budget while the amount to be raised by taxation increased by \$663,685 from the fiscal year 2025 budget.

Requests for Information

This financial report is designed to provide a general overview of the Town of Woodstock's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Municipal Manager, Town of Woodstock, PO Box 488, Woodstock VT 05091.

TOWN OF WOODSTOCK, VERMONT
GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2025
(Page 1 of 2)

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Totals</u>
ASSETS:			
Current assets -			
Cash and cash equivalents	\$ 5,956,112	\$ 6,639,576	\$ 12,595,688
Investments	2,615,484	-	2,615,484
Receivables:			
Delinquent taxes	676,395	-	676,395
Accounts and grants	375,666	398,199	773,865
Prepaid expenses	148,388	11,814	160,202
Internal balances	<u>1,784,550</u>	<u>(1,784,550)</u>	<u>-</u>
Total current assets	<u>11,556,595</u>	<u>5,265,039</u>	<u>16,821,634</u>
Noncurrent assets -			
Notes receivable	1,121,078	-	1,121,078
Capital assets	25,726,904	16,069,926	41,796,830
less - accumulated depreciation	<u>(8,553,507)</u>	<u>(6,911,390)</u>	<u>(15,464,897)</u>
Total noncurrent assets	<u>18,294,475</u>	<u>9,158,536</u>	<u>27,453,011</u>
Total assets	<u>29,851,070</u>	<u>14,423,575</u>	<u>44,274,645</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred pension expense	<u>424,372</u>	<u>76,203</u>	<u>500,575</u>
LIABILITIES:			
Current liabilities -			
Accounts payable	206,726	48,926	255,652
Accrued expenses	319,910	-	319,910
Accrued interest on long-term debt	19,740	41,971	61,711
Due to Village of Woodstock	386,563	-	386,563
Current portion of long-term debt	<u>458,966</u>	<u>59,608</u>	<u>518,574</u>
Total current liabilities	<u>1,391,905</u>	<u>150,505</u>	<u>1,542,410</u>
Noncurrent liabilities -			
Accrued compensated absences	259,945	16,683	276,628
Long-term debt	5,031,870	9,857,701	14,889,571
Net pension liability	<u>1,622,678</u>	<u>290,371</u>	<u>1,913,049</u>
Total noncurrent liabilities	<u>6,914,493</u>	<u>10,164,755</u>	<u>17,079,248</u>
Total liabilities	<u>8,306,398</u>	<u>10,315,260</u>	<u>18,621,658</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2025
(Page 2 of 2)

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
DEFERRED INFLOWS OF RESOURCES:			
Unavailable revenue - grants and loans	1,047,476	-	1,047,476
Unavailable revenue - next year taxes	5,778	-	5,778
Deferred pension credits	<u>87,799</u>	<u>15,711</u>	<u>103,510</u>
Total deferred inflows of resources	<u>1,141,053</u>	<u>15,711</u>	<u>1,156,764</u>
NET POSITION:			
Net investment in capital assets	11,682,561	3,461,128	15,143,689
Restricted	3,598,583	1,074,507	4,673,090
Unrestricted	<u>5,546,847</u>	<u>(366,828)</u>	<u>5,180,019</u>
Total net position	\$ <u>20,827,991</u>	\$ <u>4,168,807</u>	\$ <u>24,996,798</u>

The notes to financial statements are an integral part of this statement.

**TOWN OF WOODSTOCK, VERMONT
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
		<u>Grants and Contributions</u>	<u>Charges for Services</u>	<u>Other</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
FUNCTIONS/PROGRAMS:							
Governmental activities -							
General government	\$ 2,557,410	\$ 658,719	\$ 386,466	\$ 39,451	\$ (1,472,774)	\$ -	\$ (1,472,774)
Public safety	3,117,485	16,487	995,759	-	(2,105,239)	-	(2,105,239)
Public works	1,936,926	231,096	-	245	(1,705,585)	-	(1,705,585)
Economic and community development	244,100	-	-	-	(244,100)	-	(244,100)
Culture and recreation	655,004	330,641	7,500	-	(316,863)	-	(316,863)
Debt service - interest	150,230	-	-	-	(150,230)	-	(150,230)
Total governmental activities	<u>8,661,155</u>	<u>1,236,943</u>	<u>1,389,725</u>	<u>39,696</u>	<u>(5,994,791)</u>	<u>-</u>	<u>(5,994,791)</u>
Business-type activities -							
Water	173,125	179,060	190,007	735,796	-	931,738	931,738
Sewer	1,387,173	307,685	1,390,800	-	-	311,312	311,312
Total business-type activities	<u>1,560,298</u>	<u>486,745</u>	<u>1,580,807</u>	<u>735,796</u>	<u>-</u>	<u>1,243,050</u>	<u>1,243,050</u>
	<u>\$ 10,221,453</u>	<u>\$ 1,723,688</u>	<u>\$ 2,970,532</u>	<u>\$ 775,492</u>	<u>(5,994,791)</u>	<u>1,243,050</u>	<u>(4,751,741)</u>
GENERAL REVENUES							
					6,679,785	-	6,679,785
					682,971	-	682,971
					157,689	103,880	261,569
					310,122	-	310,122
TRANSFERS IN (OUT)					<u>(122,036)</u>	<u>122,036</u>	<u>-</u>
					<u>7,708,531</u>	<u>225,916</u>	<u>7,934,447</u>
CHANGE IN NET POSITION					1,713,740	1,468,966	3,182,706
NET POSITION, July 1, 2024					<u>19,114,251</u>	<u>2,699,841</u>	<u>21,814,092</u>
NET POSITION, June 30, 2025					<u>\$ 20,827,991</u>	<u>\$ 4,168,807</u>	<u>\$ 24,996,798</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025
(Page 1 of 3)

	<u>General</u>	<u>Capital</u>	<u>Permanent</u>	<u>Community</u>	<u>Economic</u>	<u>Town Hall</u>	<u>Totals</u>
	<u>Fund</u>	<u>Reserve</u>	<u>Fund</u>	<u>Development</u>	<u>& Community</u>	<u>Rejuvenation</u>	<u>Governmental</u>
		<u>Fund</u>	<u>Fund</u>	<u>Fund</u>	<u>Reserve Fund</u>	<u>Fund</u>	<u>Funds</u>
ASSETS							
Cash and cash equivalents	\$ 5,273,364	\$ -	\$ 543	\$ -	\$ -	\$ 682,205	\$ 5,956,112
Investments	-	-	2,615,484	-	-	-	2,615,484
Receivables - Delinquent taxes	676,395	-	-	-	-	-	676,395
- Accounts, grants and notes	345,303	-	-	995,000	30,363	-	1,370,666
- Vermont Community Loan Fund	-	-	126,078	-	-	-	126,078
Due from other funds	-	3,119,756	-	-	470,747	-	3,590,503
Prepaid expenditures	<u>148,388</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>148,388</u>
Total assets	\$ <u>6,443,450</u>	\$ <u>3,119,756</u>	\$ <u>2,742,105</u>	\$ <u>995,000</u>	\$ <u>501,110</u>	\$ <u>682,205</u>	\$ <u>14,483,626</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND EQUITY							
LIABILITIES:							
Accounts payable	\$ 206,451	\$ -	\$ -	\$ -	\$ -	\$ 275	\$ 206,726
Accrued payroll and benefits	319,910	-	-	-	-	-	319,910
Due to other funds	1,484,034	-	-	-	-	321,919	1,805,953
Due to Village of Woodstock	<u>386,563</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>386,563</u>
Total liabilities	<u>2,396,958</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>322,194</u>	<u>2,719,152</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025
(Page 2 of 3)

	<u>General Fund</u>	<u>Capital Reserve Fund</u>	<u>Permanent Fund</u>	<u>Community Development Fund</u>	<u>Economic & Community Development Reserve Fund</u>	<u>Town Hall Rejuvenation Fund</u>	<u>Totals Governmental Funds</u>
DEFERRED INFLOWS OF RESOURCES:							
Unavailable revenue - grants	52,476	-	-	-	-	-	52,476
Unavailable revenue - loans receivable	-	-	-	995,000	-	-	995,000
Unavailable revenue - unpaid taxes	504,275	-	-	-	-	-	504,275
Unavailable revenue - next year taxes	5,778	-	-	-	-	-	5,778
Total deferred inflows of resources	<u>562,529</u>	<u>-</u>	<u>-</u>	<u>995,000</u>	<u>-</u>	<u>-</u>	<u>1,557,529</u>
FUND EQUITY:							
Fund balances -							
Nonspendable	148,388	-	-	-	-	-	148,388
Restricted	309,217	187,250	2,742,105	-	-	360,011	3,598,583
Assigned	124,052	2,932,506	-	-	501,110	-	3,557,668
Unassigned	2,902,306	-	-	-	-	-	2,902,306
Total fund balances	<u>3,483,963</u>	<u>3,119,756</u>	<u>2,742,105</u>	<u>-</u>	<u>501,110</u>	<u>360,011</u>	<u>10,206,945</u>
Total liabilities, deferred inflows of resources and fund equity	<u>\$ 6,443,450</u>	<u>\$ 3,119,756</u>	<u>\$ 2,742,105</u>	<u>\$ 995,000</u>	<u>\$ 501,110</u>	<u>\$ 682,205</u>	<u>\$ 14,483,626</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION:

Amount reported on Balance Sheet - Governmental Funds - total fund balances	\$ 10,206,945
Amounts reported for governmental activities in the Government-wide Statement of Net Position are different because -	
Capital assets used in governmental funds are not financial resources and are therefore not reported in the funds.	
Capital assets	25,726,904
Accumulated depreciation	(8,553,507)
Liabilities not due and payable in the year are not reported in the governmental funds.	
Long-term debt	(5,490,836)
Accrued interest on long-term debt	(19,740)
Accrued compensated absences	(259,945)
Unavailable property taxes are reported as a deferred inflow of resources in the governmental funds if not collected within 60 days; this revenue is not deferred on the government-wide statements.	
	504,275
Balances related to net pension asset or liability and related deferred outflows/inflows of resources are not reported in the governmental funds.	
Deferred pension expense	424,372
Deferred pension credits	(87,799)
Net pension liability	<u>(1,622,678)</u>
Net position of governmental activities - Government-wide Statement of Net Position	\$ <u><u>20,827,991</u></u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

(Page 1 of 3)

	General Fund	Capital Reserve Fund	Permanent Fund	Community Development Fund	Economic & Community Development Reserve Fund	Town Hall Rejuvenation Fund	Totals Governmental Funds
REVENUES:							
Taxes	\$ 6,570,060	\$ 263,748	\$ -	\$ -	\$ 419,223	\$ -	\$ 7,253,031
Intergovernmental	1,236,942	-	-	-	-	-	1,236,942
Licenses, permits, fines, and fees	367,378	-	-	-	-	-	367,378
Charges for goods and services	996,859	-	-	-	-	-	996,859
Investment income	124,467	-	13,064	-	-	20,158	157,689
Net increase (decrease) in investments	-	-	310,122	-	-	-	310,122
Miscellaneous	64,940	-	-	-	-	-	64,940
Total revenues	<u>9,360,646</u>	<u>263,748</u>	<u>323,186</u>	<u>-</u>	<u>419,223</u>	<u>20,158</u>	<u>10,386,961</u>
EXPENDITURES:							
General government	2,032,298	-	7,700	-	-	163,635	2,203,633
Public safety	2,774,354	-	-	-	-	-	2,774,354
Public works	1,464,406	-	-	-	-	-	1,464,406
Economic and community development	-	-	-	-	244,100	-	244,100
Culture and recreation	495,645	-	-	-	-	-	495,645
Welcome Center	43,358	-	-	-	-	-	43,358
Town Hall donation returns	-	-	-	-	-	25,819	25,819
Grants	30,000	-	-	-	-	-	30,000
Special Articles	202,750	-	-	-	-	-	202,750
Capital spending	32,308	-	-	-	-	-	32,308
Capital outlay	112,994	-	-	-	-	-	112,994
Debt service - Principal	629,531	-	-	-	-	-	629,531
- Interest	165,607	-	-	-	-	-	165,607

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

(Page 2 of 3)

	<u>General Fund</u>	<u>Capital Reserve Fund</u>	<u>Permanent Fund</u>	<u>Community Development Fund</u>	<u>Economic & Community Development Reserve Fund</u>	<u>Town Hall Rejuvenation Fund</u>	<u>Totals Governmental Funds</u>
EXPENDITURES (CONTINUED):							
Total expenditures	<u>7,983,251</u>	<u>-</u>	<u>7,700</u>	<u>-</u>	<u>244,100</u>	<u>189,454</u>	<u>8,424,505</u>
EXCESS OF REVENUES OR (EXPENDITURES)	<u>1,377,395</u>	<u>263,748</u>	<u>315,486</u>	<u>-</u>	<u>175,123</u>	<u>(169,296)</u>	<u>1,962,456</u>
OTHER FINANCING SOURCES (USES):							
Insurance reimbursements	245	-	-	-	-	-	245
Interfund transfers in	155,575	599,300	-	-	-	-	754,875
Interfund transfers out	<u>(473,300)</u>	<u>(320,311)</u>	<u>(83,300)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(876,911)</u>
Total other financing sources (uses)	<u>(317,480)</u>	<u>278,989</u>	<u>(83,300)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(121,791)</u>
NET CHANGE IN FUND BALANCES	1,059,915	542,737	232,186	-	175,123	(169,296)	1,840,665
FUND BALANCES, July 1, 2024	<u>2,424,048</u>	<u>2,577,019</u>	<u>2,509,919</u>	<u>-</u>	<u>325,987</u>	<u>529,307</u>	<u>8,366,280</u>
FUND BALANCES, June 30, 2025	\$ <u>3,483,963</u>	\$ <u>3,119,756</u>	\$ <u>2,742,105</u>	\$ <u>-</u>	\$ <u>501,110</u>	\$ <u>360,011</u>	\$ <u>10,206,945</u>

The notes to financial statements are an integral part of this statement.

**TOWN OF WOODSTOCK, VERMONT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

(Page 3 of 3)

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES:**

Net change in fund balances - total governmental funds	\$ 1,840,665
Amounts reported for governmental activities in the Government-wide Statement of Activities are different because -	
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 as depreciation expense.	
Additions to capital assets, net of dispositions	112,994
Depreciation	(826,652)
Property tax revenue in governmental funds includes revenue of the prior year but excludes unavailable revenue of the current year as taxes uncollected within 60 days are unavailable at year end.	
Prior year	(394,550)
Current year	504,275
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position.	
Net (increase) decrease in compensated absences	(20,135)
Net (increase) decrease in accrued interest on long-term debt	15,377
Proceeds from notes payable	-
Principal payments on long-term debt	629,531
Changes in net pension asset or liability and related deferred outflows/inflows of resources will increase or decrease the amounts reported in the government-wide statements, but are only recorded as an expenditure when paid in the governmental funds.	
Net (increase) decrease in net pension obligation	<u>(147,765)</u>
Change in net position of governmental activities - Government-wide Statement of Activities	<u>\$ 1,713,740</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original and Final <u>Budget</u>	Actual (Budgetary Basis) <u> </u>	Variance Over (Under) <u> </u>
REVENUES:			
Taxes	\$ 6,941,475	\$ 6,570,060	\$ (371,415)
Licenses and permits	126,000	162,005	36,005
Intergovernmental	181,000	1,236,942	1,055,942
Charges for services	696,890	996,859	299,969
Fines and forfeits	145,000	205,373	60,373
Investment income	40,000	124,467	84,467
Miscellaneous	<u>24,950</u>	<u>52,200</u>	<u>27,250</u>
Total revenues	<u>8,155,315</u>	<u>9,347,906</u>	<u>1,192,591</u>
EXPENDITURES:			
General government	1,866,658	2,141,764	275,106
Public safety	2,886,442	3,111,929	225,487
Public works	2,179,285	1,694,515	(484,770)
Culture and recreation	520,180	521,309	1,129
Welcome Center	39,350	43,357	4,007
Special Articles	209,000	202,750	(6,250)
Capital spending	-	72,274	72,274
Tropical Storm Irene	55,100	99,753	44,653
Grants	<u>-</u>	<u>82,860</u>	<u>82,860</u>
Total expenditures	<u>7,756,015</u>	<u>7,970,511</u>	<u>214,496</u>
EXCESS OF REVENUES OR (EXPENDITURES)	<u>399,300</u>	<u>1,377,395</u>	<u>978,095</u>
OTHER FINANCING SOURCES (USES):			
Insurance reimbursements	-	245	245
Transfers in	74,000	155,575	81,575
Transfers out	<u>(473,300)</u>	<u>(473,300)</u>	<u>-</u>
Total other financing sources (uses)	<u>(399,300)</u>	<u>(317,480)</u>	<u>81,820</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>1,059,915</u>	\$ <u>1,059,915</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2025
(Page 1 of 2)

	<u>Sewer</u> <u>Fund</u>	<u>Water</u> <u>Fund</u>	<u>Unemployment</u> <u>Fund</u>	<u>Totals</u> <u>Proprietary</u> <u>Funds</u>
ASSETS:				
Current assets -				
Cash and cash equivalents	\$ 596,807	\$ 5,936,388	\$ 106,381	\$ 6,639,576
Accounts receivable (Net of allowance for doubtful accounts of \$5,000)	260,304	137,895	-	398,199
Prepaid expenses	<u>5,824</u>	<u>5,990</u>	<u>-</u>	<u>11,814</u>
Total current assets	<u>862,935</u>	<u>6,080,273</u>	<u>106,381</u>	<u>7,049,589</u>
Noncurrent assets -				
Capital assets	12,762,097	3,307,829	-	16,069,926
less - accumulated depreciation	<u>(6,883,660)</u>	<u>(27,730)</u>	<u>-</u>	<u>(6,911,390)</u>
Total noncurrent assets	<u>5,878,437</u>	<u>3,280,099</u>	<u>-</u>	<u>9,158,536</u>
Total assets	<u>6,741,372</u>	<u>9,360,372</u>	<u>106,381</u>	<u>16,208,125</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred pension expense	<u>72,331</u>	<u>3,872</u>	<u>-</u>	<u>76,203</u>
LIABILITIES:				
Current liabilities -				
Accounts payable	42,292	6,634	-	48,926
Due to other funds	910,618	873,932	-	1,784,550
Accrued interest on long-term debt	41,971	-	-	41,971
Current portion of long-term debt	<u>59,608</u>	<u>-</u>	<u>-</u>	<u>59,608</u>
Total current liabilities	<u>1,054,489</u>	<u>880,566</u>	<u>-</u>	<u>1,935,055</u>
Noncurrent liabilities -				
Net pension liability	275,617	14,754	-	290,371
Accrued compensated absences	16,683	-	-	16,683
Long-term debt	<u>2,357,701</u>	<u>7,500,000</u>	<u>-</u>	<u>9,857,701</u>
Total noncurrent liabilities	<u>2,650,001</u>	<u>7,514,754</u>	<u>-</u>	<u>10,164,755</u>
Total liabilities	<u>3,704,490</u>	<u>8,395,320</u>	<u>-</u>	<u>12,099,810</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2025
(Page 2 of 2)

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Unemployment Fund</u>	<u>Totals Proprietary Funds</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred pension credits	<u>14,913</u>	<u>798</u>	<u>-</u>	<u>15,711</u>
NET POSITION:				
Net investment in capital assets	3,461,128	-	-	3,461,128
Restricted	-	968,126	106,381	1,074,507
Unrestricted	<u>(366,828)</u>	<u>-</u>	<u>-</u>	<u>(366,828)</u>
Total net position	\$ <u><u>3,094,300</u></u>	\$ <u><u>968,126</u></u>	\$ <u><u>106,381</u></u>	\$ <u><u>4,168,807</u></u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Unemployment Fund</u>	<u>Totals Proprietary Funds</u>
OPERATING REVENUES:				
User fees	\$ 1,356,760	\$ 190,007	\$ -	\$ 1,546,767
Donations	<u>-</u>	<u>735,796</u>	<u>-</u>	<u>735,796</u>
Total operating revenues	<u>1,356,760</u>	<u>925,803</u>	<u>-</u>	<u>2,282,563</u>
OPERATING EXPENSES:				
Operations and maintenance	945,578	11,018	-	956,596
Vehicles	14,199	-	-	14,199
Administration	123,673	43,222	-	166,895
Depreciation	<u>277,133</u>	<u>27,730</u>	<u>-</u>	<u>304,863</u>
Total operating expenses	<u>1,360,583</u>	<u>81,970</u>	<u>-</u>	<u>1,442,553</u>
Operating income (loss)	<u>(3,823)</u>	<u>843,833</u>	<u>-</u>	<u>840,010</u>
NONOPERATING REVENUES (EXPENSES):				
Tap fees	34,040	-	-	34,040
Grant revenue	307,685	179,060	-	486,745
(Increase) decrease in net pension liability	(26,590)	(11,680)	-	(38,270)
Interest income	67,492	36,388	-	103,880
Interest expense	<u>-</u>	<u>(79,475)</u>	<u>-</u>	<u>(79,475)</u>
Total nonoperating revenues (expenses)	<u>382,627</u>	<u>124,293</u>	<u>-</u>	<u>506,920</u>
INCOME (LOSS) BEFORE TRANSFERS	378,804	968,126	-	1,346,930
OTHER FINANCING SOURCES (USES):				
Interfund transfers in	248,036	-	-	248,036
Interfund transfers out	<u>(126,000)</u>	<u>-</u>	<u>-</u>	<u>(126,000)</u>
Total other financing sources (uses)	<u>122,036</u>	<u>-</u>	<u>-</u>	<u>122,036</u>
CHANGE IN NET POSITION	500,840	968,126	-	1,468,966
NET POSITION, July 1, 2024	<u>2,593,460</u>	<u>-</u>	<u>106,381</u>	<u>2,699,841</u>
NET POSITION, June 30, 2025	\$ <u>3,094,300</u>	\$ <u>968,126</u>	\$ <u>106,381</u>	\$ <u>4,168,807</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025
(Page 1 of 2)

	<u>Sewer</u> <u>Fund</u>	<u>Water</u> <u>Fund</u>	<u>Unemployment</u> <u>Fund</u>	<u>Totals</u> <u>Proprietary</u> <u>Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers	\$ 1,205,655	\$ 52,112	\$ -	\$ 1,257,767
Cash paid to suppliers for goods and services	(1,019,619)	(19,812)	-	(1,039,431)
Cash paid to employees for services	<u>(234,380)</u>	<u>(33,784)</u>	<u>-</u>	<u>(268,164)</u>
Net cash provided (used) by operating activities	<u>(48,344)</u>	<u>(1,484)</u>	<u>-</u>	<u>(49,828)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Fees from sewer connections	34,040	-	-	34,040
Additions to property, plant and equipment	(400,937)	(2,572,033)	-	(2,972,970)
Proceeds from notes payable	(197,939)	7,500,000	-	7,302,061
Proceeds from grants	307,685	179,060	-	486,745
Interest paid on debt	<u>(1,298)</u>	<u>(79,475)</u>	<u>-</u>	<u>(80,773)</u>
Net cash provided (used) by capital and related financing activities	<u>(258,449)</u>	<u>5,027,552</u>	<u>-</u>	<u>4,769,103</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Change in due from other funds	145,529	873,932	-	1,019,461
Transfers (to) from other funds, net	<u>122,036</u>	<u>-</u>	<u>-</u>	<u>122,036</u>
Net cash provided (used) by noncapital financing activities	<u>267,565</u>	<u>873,932</u>	<u>-</u>	<u>1,141,497</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest income	<u>67,492</u>	<u>36,388</u>	<u>-</u>	<u>103,880</u>
Net cash provided (used) by investing activities	<u>67,492</u>	<u>36,388</u>	<u>-</u>	<u>103,880</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	28,264	5,936,388	-	5,964,652
CASH AND CASH EQUIVALENTS, July 1, 2024	<u>568,543</u>	<u>-</u>	<u>106,381</u>	<u>674,924</u>
CASH AND CASH EQUIVALENTS, June 30, 2025	<u>\$ 596,807</u>	<u>\$ 5,936,388</u>	<u>\$ 106,381</u>	<u>\$ 6,639,576</u>

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025
(Page 2 of 2)

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Unemployment Fund</u>	<u>Totals Proprietary Funds</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (3,823)	108,037	\$ -	\$ 104,214
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities -				
Depreciation	277,133	27,730	-	304,863
Change in the following assets/liabilities:				
(Increase) decrease in accounts receivable	(151,105)	(137,895)	-	(289,000)
(Increase)/decrease in prepaid expenses	(5,770)	(5,990)	-	(11,760)
Increase (decrease) in accounts payable	(167,566)	6,634	-	(160,932)
Increase (decrease) in accrued compensated absences	<u>2,787</u>	<u>-</u>	<u>-</u>	<u>2,787</u>
Net cash provided (used) by operating activities	\$ <u>(48,344)</u>	<u>(1,484)</u>	\$ <u>-</u>	\$ <u>(49,828)</u>
SCHEDULE OF NON-CASH CAPITAL AND RELATED FINANCING ACTIVITIES:				
Donated assets - Woodstock Aqueduct purchase	\$ -	\$ 735,796	\$ -	\$ 735,796
Debt service principal forgiven	139,500	-	-	139,500

The notes to financial statements are an integral part of this statement.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

1. Summary of significant accounting policies:

The Town of Woodstock, Vermont (the Town) is a unit of local government organized under the statutes of the State of Vermont. The Town is governed by a Selectboard (the Board). The Town provides various services as authorized and funded by state government or Town voters.

- A. Reporting entity - The Town is a primary unit of government under reporting criteria established by the Governmental Accounting Standards Board (GASB). Those criteria include a separately elected governing body, separate legal standing, and fiscal independence from other state and local governmental entities. Based on these criteria, there are no other entities which are component units of the Town.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) as applied to governmental units. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing *Governmental Accounting and Financial Reporting Standards* which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes U.S. GAAP for governmental units.

- B. Government-wide and fund financial statements - The basic financial statements include both government-wide and fund financial statements. The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the Town. The effect of interfund activity has been removed from these statements. 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.

In the government-wide Statement of Net Position, the financial position of the Town is consolidated and incorporates capital assets as well as long-term debt and obligations. The government-wide Statement of Activities reflects both the gross and net costs by category. Direct expenses that are clearly identifiable with the category are offset by program revenues of the category. Program revenues include charges for services provided by a particular function or program and grants that are restricted to meeting the operational or capital requirements of the particular segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds, if any, are summarized in a single column. The Town did not have any fiduciary funds for the year ended June 30, 2025.

- C. Basis of presentation - The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows/inflows of resources, fund balances or net position, revenues and expenditures or expenses, as appropriate.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

1. Summary of significant accounting policies (continued):

C. Basis of presentation (continued) -

The Town reports the following major governmental funds:

General Fund - This fund is the general operating fund of the Town. It is used to account for all financial resources, except those required to be accounted for in another fund.

Capital Reserve Fund - This fund accounts for funds reserved for a specific purpose. The Capital Reserve Fund was established to fund the Town's long-term capital budget. Committed funds represent amounts set aside for specific items approved by voters with a separate article; assigned funds represent amounts that have been set aside for specific items by the Selectboard.

Permanent Fund - This fund is used to account for resources held in trust by the Town for the benefit of the Town or its citizenry.

Community Development Fund - This fund accounts for the Town's revolving loan funds. The proceeds are used to issue loans that will enhance community development.

Economic & Community Development Reserve Fund - This fund accounts for the Town's 1% local options tax used to fund economic and community development within the Town.

Town Hall Rejuvenation Fund - This fund accounts for donations restricted for specific Town Hall improvements.

The Town reports the following major proprietary funds:

Sewer Fund - This fund is used to account for the Town's sewer operations.

Water Fund - This fund is used to account for the Town's water operations.

The Town also reports the Unemployment Fund, a nonmajor proprietary fund, to provide funds to liquidate any unemployment claims, as the Town is self-insured for unemployment.

- D. Measurement focus and basis of accounting - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as they become both measurable and available. "Measurable" means the amount of the transaction that can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures generally are recorded when the fund liability is incurred, if measurable, as under accrual accounting. However, debt service expenditures are recorded only when payment is made.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

1. Summary of significant accounting policies (continued):

D. Measurement focus and basis of accounting (continued) -

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Property taxes are recorded as revenue in the year for which taxes have been levied, provided they are collected within 60 days after year end. Licenses and permits, fines and forfeitures and miscellaneous revenues are recorded as revenues when received because they are generally not measurable prior to collection. Investment earnings and certain intergovernmental grants are recorded as earned.

Ambulance service revenue is recognized as billed. Accounts receivable for ambulance services are reviewed and adjusted for collectability on an annual basis. Allowances for doubtful accounts are established as considered necessary.

Local option tax revenue associated with the current fiscal period is considered to be susceptible to accrual and has been recognized as revenue in the current fiscal period.

E. Budgets and budgetary accounting - The Town approves budgets for the General Fund, and Sewer Fund, at an annual Town Meeting. The tax rate and user fees are determined by the Selectboard based on the education and municipal grand lists and the approved operating budget. The accounting method used for budget presentation is the same method used for the financial presentation of operations under U.S. GAAP. Formal budgetary integration is employed as a management control during the year for the General Fund, and Sewer Fund. The Town does not legally adopt budgets for other funds. All budgeted amounts lapse at year end.

F. Property taxes - Property taxes attach as an enforceable lien on property owned as of April 1st. Listers establish a grand list of all property and the Selectboard sets the tax rate required to raise the tax revenue authorized by Town voters. Property taxes for the fiscal year ended June 30, 2025, were payable in two installments due November 2024 and May 2025.

G. Use of estimates - The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and deferred outflows/inflows of resources as well as disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

H. Risk management - The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and others; environmental liability; and natural disasters. The Town manages these risks through commercial insurance packages and participation in public entity risk pools covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Town. There were no settlements in excess of the insurance coverage in any of the past three fiscal years.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

1. Summary of significant accounting policies (continued):

H. Risk management (continued) -

The Town is self-insured for unemployment insurance and \$106,381 has been set aside in the Unemployment Fund to liquidate any unemployment claims. While a calculation of maximum potential unemployment claims has not been made, management believes that the amount in this Fund is sufficient to cover claims asserted in the normal course of business.

I. Cash, cash equivalents and investments - The Town considers all cash accounts and certificates of deposit, where the principal is not at risk for loss due to early withdrawal, to be cash and cash equivalents. Investments and unrealized gains and losses are reflected in the individual fund and government-wide financial statements. Investments of the Town are reported at fair value using quoted prices in active markets for identical assets. This is considered a level 1 input valuation technique under the framework established by U.S. GAAP for measuring fair value. The Town does not own investments valued with level 2 or level 3 inputs, which would use quoted prices for similar assets, or in inactive markets, or other methods for estimating fair value.

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

K. Capital assets - Capital assets, which include land, buildings, equipment, vehicles and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary funds financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$3,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The Town does not retroactively report infrastructure assets. The Town began capitalizing newly acquired or constructed general infrastructure assets during Fiscal Year 2005. Donated capital assets are recorded at acquisition value. Major outlays for capital assets and improvements are capitalized as projects are constructed. Net interest costs are capitalized on projects during the construction period. Normal maintenance and repairs that do not add to the value of an asset or materially extend an asset's life are not capitalized. Capital assets are depreciated using the straight-line method over the useful lives shown below:

Buildings and improvements	20 - 40 years
Vehicles and equipment	4 - 15 years
Office equipment and computers	5 - 20 years
Infrastructure	15 - 40 years

L. Deferred outflows/inflows of resources - In addition to assets and liabilities, deferred outflows of resources and deferred inflows of resources are reported as separate sections in the applicable statement of net position or balance sheet. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources in the current period. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources in the current period.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

1. Summary of significant accounting policies (continued):

- M. Compensated absences - Employees are granted vacation leave based upon their number of years of employment with the Town. Upon retirement, termination or death, certain employees are compensated for up to a maximum of 30 days of unused vacation (subject to certain limitations) at their then current rates of pay, provided that the employee gives a minimum notice of two weeks if the employee resigns.

Full-time employees accumulate one sick day for each full calendar month of employment service. Unused sick leave may accumulate from year to year but may not exceed 128 sick leave days. Upon retirement, termination or death, certain employees are compensated for up to a maximum of 128 days of sick leave (subject to certain limitations) at their then current rates of pay, provided that the employee gives a minimum notice of two weeks if the employee resigns.

An estimated liability for accrued compensated absences is reported in the government-wide and proprietary funds financial statements. Governmental funds report compensated absences as an expenditure when the benefit is paid.

- N. Long-term obligations - Governmental activities, business-type activities, and proprietary funds report long-term debt and other long-term obligations as liabilities in the applicable statement of net position. Governmental funds report the amount of debt issued as other financing sources and the repayment of debt as debt service expenditures.

- O. Fund equity - In the fund financial statements, governmental funds may report five categories of fund balances: nonspendable, restricted, committed, assigned and unassigned.

Nonspendable fund balance includes amounts associated with inventory, prepaid expenditures, long-term loans or notes receivable, and trust fund principal to be held in perpetuity.

Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed fund balance includes amounts that can be used only for specific purposes determined by the Town's highest level of decision making authority, the voters, as a result of articles passed at Annual or Special Meetings.

Assigned fund balance includes amounts that are intended to be used by the Town for specific purposes as authorized by the Selectboard.

Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in another classification. Deficits are also classified as unassigned.

The Town's policy is to apply expenditures to the fund balance in the order of restricted, committed, assigned and unassigned unless the Selectboard specifies otherwise.

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

1. Summary of significant accounting policies (continued):

P. New accounting standard - The Town has implemented GASB Statement No. 101, *Compensated Absences*. The adoption of GASB Statement No. 101 implements a unified recognition and measurement model that results in a liability for compensated absences that more appropriately reflects when the Town incurs an obligation, and is applied consistently to any type of compensated absence. This model also results in a more robust estimate of the amount of compensated absences that the Town will pay, which enhances the relevance and reliability of information in relation to the liability for compensated absences.

2. Deposits and investments:

Fair value and classification - Deposits and investments are stated at fair value as described in note 1.I. The Town's investments at June 30, 2025, include mutual funds with a fair value of \$2,615,484.

Custodial credit risk - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of another party. The Town does not have a policy for custodial credit risk. As of June 30, 2025, the Town's deposits were insured or collateralized.

3. Notes receivable:

The Town, through various federal loan programs, has received grants and advanced funds to encourage community development. These loans, generally secured by subordinated collateral positions, are recorded as notes receivable. Notes receivable as of June 30, 2025 are as follows:

At June 30, 2025, the Town had \$995,000 outstanding on a note receivable, with a security interest in the real and personal property of the borrower, due March 2045 with no interest.

The Town has a 10-year \$86,300 note receivable from the Vermont Community Loan Fund, due January 2028 with an interest rate of 3%. The balance at June 30, 2025, including accrued interest was \$126,078.

4. Capital assets:

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

	<u>Balance</u> <u>July 1, 2024</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2025</u>
Governmental activities -				
Capital assets, not depreciated:				
Land	\$ 642,570	\$ -	\$ -	\$ 642,570
Construction in process	<u>559,513</u>	<u>73,028</u>	<u>-</u>	<u>632,541</u>
Total capital assets, not depreciated	<u>1,202,083</u>	<u>73,028</u>	<u>-</u>	<u>1,275,111</u>

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

4. Capital assets (continued):

	<u>Balance</u> <u>July 1, 2024</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2025</u>
Governmental activities (continued) -				
Capital assets, depreciated:				
Land improvements	265,942	-	-	265,942
Buildings and improvements	9,993,129	39,966	-	10,033,095
Vehicles and equipment	4,054,950	-	-	4,054,950
Office equipment and computers	1,152,499	-	-	1,152,499
Infrastructure	<u>8,945,307</u>	<u>-</u>	<u>-</u>	<u>8,945,307</u>
Total capital assets, depreciated	<u>24,411,827</u>	<u>39,966</u>	<u>-</u>	<u>24,451,793</u>
Less accumulated depreciation for:				
Land improvements	48,095	13,188	-	61,283
Buildings and improvements	2,988,658	210,935	-	3,199,593
Vehicles and equipment	1,944,975	284,301	-	2,229,276
Office equipment and computers	706,679	91,945	-	798,624
Infrastructure	<u>2,038,448</u>	<u>226,283</u>	<u>-</u>	<u>2,264,731</u>
Total accumulated depreciation	<u>7,726,855</u>	<u>826,652</u>	<u>-</u>	<u>8,553,507</u>
Total capital assets, depreciated, net	<u>16,684,972</u>	<u>(786,686)</u>	<u>-</u>	<u>15,898,286</u>
Capital assets, net, governmental activities	<u>17,887,055</u>	<u>(713,658)</u>	<u>-</u>	<u>17,173,397</u>
Business-type activities -				
Sewer Fund				
Capital assets, not depreciated:				
Land	36,164	-	-	36,164
Total capital assets, not depreciated	<u>36,164</u>	<u>-</u>	<u>-</u>	<u>36,164</u>
Capital assets, depreciated:				
Sewer treatment plant	5,163,179	117,902	-	5,281,081
Vehicles and equipment	364,920	111,336	-	476,256
Office equipment and computers	12,773	-	-	12,773
Infrastructure	<u>6,784,124</u>	<u>171,699</u>	<u>-</u>	<u>6,955,823</u>
Total capital assets, depreciated	<u>12,324,996</u>	<u>400,937</u>	<u>-</u>	<u>12,725,933</u>
Less accumulated depreciation for:				
Sewer treatment plant	3,937,759	137,754	-	4,075,513
Vehicles and equipment	264,410	22,955	-	287,365
Office equipment and computers	11,881	187	-	12,068
Infrastructure	<u>2,392,477</u>	<u>116,237</u>	<u>-</u>	<u>2,508,714</u>
Total accumulated depreciation	<u>6,606,527</u>	<u>277,133</u>	<u>-</u>	<u>6,883,660</u>
Total capital assets, depreciated, net	<u>5,718,469</u>	<u>123,804</u>	<u>-</u>	<u>5,842,273</u>
Capital assets, net, sewer	<u>5,754,633</u>	<u>123,804</u>	<u>-</u>	<u>5,878,437</u>

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

4. Capital assets (continued):

	<u>Balance</u> <u>July 1, 2024</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2025</u>
Business-type activities (continued) -				
Water Fund				
Capital assets, not depreciated:				
Land	-	1,200,700	-	1,200,700
Total capital assets, not depreciated	-	1,200,700	-	1,200,700
Capital assets, depreciated:				
Water plant	-	1,339,629		1,339,629
Infrastructure	-	767,500	-	767,500
Total capital assets, depreciated	-	2,107,129	-	2,107,129
Less accumulated depreciation for:				
Water plant	-	20,652	-	20,652
Infrastructure	-	7,078	-	7,078
Total accumulated depreciation	-	27,730	-	27,730
Total capital assets, depreciated, net	-	2,079,399	-	2,079,399
Capital assets, net, water	-	3,280,099	-	3,280,099
Capital assets, net, business-type activities	5,754,633	3,403,903	-	9,158,536
Capital assets, net	\$ 23,641,688	\$ 2,690,245	\$ -	\$ 26,331,933

Depreciation expense of \$826,652 in the governmental activities was allocated to expenses of the general government (\$29,109), public safety (\$312,272), public works (\$472,520), and culture and recreation (\$12,751) programs based on capital assets assigned to those functions. Depreciation expense of \$304,863 in the business-type activities was allocated to expenses in the sewer function (\$277,133), and water function (\$27,730) based on capital assets assigned to those functions.

5. Interfund receivable and payable balances:

Interfund receivable and payable balances at June 30, 2025, are primarily the result of pooled cash in the General Fund and are detailed on the following page.

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

5. Interfund receivable and payable balances (continued):

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental funds -		
General Fund	\$ -	\$ 1,484,034
Capital Reserve Fund	3,119,756	-
Town Hall Rejuvenation	-	321,919
Economic & Community Development Reserve Fund	<u>470,747</u>	<u>-</u>
	3,590,503	1,805,953
Proprietary fund -		
Sewer Fund	-	910,618
Water Fund	<u>-</u>	<u>873,932</u>
	<u>\$ 3,590,503</u>	<u>\$ 3,590,503</u>

6. Interfund transfers:

Interfund transfers constitute the transfer of resources from the fund that receives the resources to the fund that utilizes them. Interfund transfers for the year ended June 30, 2025, are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental funds -		
General Fund	\$ 155,575	\$ 473,300
Capital Reserve Fund	599,300	320,311
Permanent Fund	<u>-</u>	<u>83,300</u>
	754,875	876,911
Proprietary fund -		
Sewer Fund	<u>248,036</u>	<u>126,000</u>
	<u>\$ 1,002,911</u>	<u>\$ 1,002,911</u>

Transfers from the General Fund and the Sewer Fund to the Capital Reserve Fund totaling \$599,300 were primarily for assigned amounts detailed in Note 11. Transfers of \$320,311 from the Capital Reserve Fund to the General Fund and the Sewer Fund have also been detailed in Note 11. Transfers of \$83,300 from the Permanent Fund to the General Fund were for budgeted disbursements of assets from the Permanent Fund.

7. Related party:

The Town shares common personnel, office facilities and equipment with the Village of Woodstock. The Village of Woodstock also has a significant amount of its cash pooled in the Town General Fund. Shared costs are billed and paid within normal payment cycles. As of June 30, 2025, amounts due to the Village of Woodstock totaled \$386,563.

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

8. Police services:

The Town and the Village of Woodstock (the Village) have entered into an agreement for the Village to provide police services to the Town. The Town paid the Village \$459,486 for these services which are based on budgeted amounts for police services.

9. Long-term debt:

Outstanding long-term debt as of June 30, 2025, is as follows:

Governmental activities -

Notes from direct borrowings:

Vermont Municipal Bond Bank - 2021 Series 1 for public safety building improvements, payable in annual principal and semi-annual interest payments through November 2051 at 2.68% interest.	\$ 4,050,000
Vermont Municipal Bond Bank - 2006 Series 1 (refunded by a 2014 Series 4), for construction of highway garage, payable in annual principal and semi-annual interest payments through November 2026 at 4.67% interest.	140,000
Bond payable, for remaining local portion of prior Tropical Storm Irene damage, payable in annual principal and interest payments through July 2030 at 2.49% interest.	223,000
Note payable, for a 2023 Freightliner, payable in annual principal and interest payments through June 2027 at 3.050% interest.	68,646
Note payable, for a communications console, payable in annual principal and interest payments through March 2028 at 3.600% interest.	104,577
Bond payable, for Little Theater improvements, payable in annual principal and semi-annual interest payments through May 2032 at 3.00% interest.	88,000
Note payable, for a Western Star truck, payable in annual principal and interest payments through February 2026 at 2.5% interest.	37,033
Note payable, for a Freightliner truck, payable in annual principal and interest payments through August 2025 at 2.95% interest.	27,171
Note payable, for Welcome Center, payable in annual principal and interest payments through July 2036 at 1.95% interest.	57,605
Note payable, for a 2020 F550 truck, payable in annual principal and interest payments through February 2026 at 2.5% interest.	9,941
Note payable, for a 2022 Ford Explorer, payable in annual principal and interest payments through January 2027 at 2.35% interest.	13,033
Note payable, for a 2022 Volvo EWR130, payable in annual principal and interest payments through September 2027 at 5.8% interest.	75,835

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

9. Long-term debt (continued):

Governmental activities (continued) -

Notes from direct borrowings (continued):

Note payable, for energy efficiency projects, payable in annual principal and interest payments through June 2033 at 4.97% interest.	<u>595,995</u>
Total governmental activities	<u>\$ 5,490,836</u>

Business-type activities -

Notes from direct borrowings:

Vermont Municipal Bond Bank - RF1-322-1.0, for sewer infrastructure improvements, payable in annual principal only payments from November 2027 to November 2031.	\$ 105,000
Vermont Municipal Bond Bank - RF1-266-3.0, for sewer infrastructure improvements, payable in annual principal and 2% administrative fee payments through August 2053.	2,312,309
Vermont Municipal Bond Bank - 2025 Series 1 for Woodstock Aqueduct acquisition payable in annual principal and 4.488% coupon rate payments through November of 2055	<u>7,500,000</u>
Total business-type activities	<u>\$ 9,917,309</u>

Long-term debt activity for the year ended June 30, 2025, is as follows:

	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Retirements</u>	Balance June 30, <u>2025</u>	Due Within <u>One Year</u>
Governmental activities -					
Notes from direct borrowings:					
Public safety building	\$ 4,200,000	\$ -	\$ 150,000	\$ 4,050,000	\$ 150,000
Highway garage	210,000	-	70,000	140,000	70,000
Tropical Storm Irene	312,200	-	89,200	223,000	-
2023 Freightliner	103,769	-	35,123	68,646	36,194
Console	137,043	-	32,466	104,577	33,635
Fire truck	59,285	-	59,285	-	-
Little Theater	99,000	-	11,000	88,000	11,000
Western star truck	73,376	-	36,343	37,033	37,033
Freightliner truck	52,848	-	25,677	27,171	27,171
Welcome Center	66,698	-	9,093	57,605	-
544L Loader	21,605	-	21,605	-	-
2020 F550 truck	19,697	-	9,756	9,941	9,941
2022 Ford Explorer	19,257	-	6,224	13,033	6,371
2022 Volvo EWR130	98,039	-	22,204	75,835	23,503
EEI Project Improvements	<u>647,550</u>	<u>-</u>	<u>51,555</u>	<u>595,995</u>	<u>54,118</u>
Total governmental activities	<u>\$ 6,120,367</u>	<u>\$ -</u>	<u>\$ 629,531</u>	<u>\$ 5,490,836</u>	<u>\$ 458,966</u>

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

9. Long-term debt (continued):

	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Retirements</u>	Balance June 30, <u>2025</u>	Due Within <u>One Year</u>
Business-type activities -					
Notes from direct borrowings:					
RF1-322-1.0	105,000	-	-	105,000	-
RF1-266-3.0	2,510,248	-	197,939 *	2,312,309	59,608
Woodstock Aqueduct acquisition	-	<u>7,500,000</u>	-	<u>7,500,000</u>	-
Total business-type activities	\$ <u>2,615,248</u>	\$ <u>7,500,000</u>	\$ <u>197,939</u>	\$ <u>9,917,309</u>	\$ <u>59,608</u>

*Includes principal of \$139,500 was forgiven during the year ending June 30, 2025

Debt service requirements to maturity are as follows:

Year ending June 30,	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Notes from Direct Borrowings</u>		<u>Notes from Direct Borrowings</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 459,059	\$ 140,888	\$ 59,608	\$ 382,846
2027	435,975	141,881	310,810	376,044
2028	333,603	126,070	375,016	363,608
2029	273,110	118,058	323,756	351,148
2030	276,317	111,190	325,021	338,663
2031-2035	1,151,301	438,302	1,613,487	1,505,130
2036-2040	761,471	302,118	1,628,132	1,188,984
2041-2045	750,000	199,608	1,667,488	869,128
2046-2050	750,000	95,026	1,710,941	545,177
2051-2055	<u>300,000</u>	<u>8,460</u>	<u>1,903,050</u>	<u>222,310</u>
	\$ <u>5,490,836</u>	\$ <u>1,681,601</u>	\$ <u>9,917,309</u>	\$ <u>6,143,035</u>

In a prior year, the Vermont Municipal Bond Bank (VMBB) refunded (with 2014 Series 4) the 2006 Series 1 bond which resulted in interest savings to the Town of \$41,105. This savings allocation, to be received between fiscal year 2015 and fiscal year 2027, has been reflected as a reduction of interest in the debt service requirements table.

The Town's outstanding bonds and notes reported in the governmental and business-type activities of the Town are classified as direct borrowings. With the exception of the \$124,790 note for the Volvo EWR130 these bonds and notes are unsecured. The \$124,790 note lists the related equipment as collateral in the event of default by the Town. In the event of default by the Town the outstanding bonds and notes, previously discussed in this note, become immediately due. The Town has committed to pay these bonds and notes in full with revenues from tax levies or from other resources that can lawfully be used to pay these liabilities. Additionally, in the event the Town is in default on their payment obligations issued from the Vermont

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

9. Long-term debt (continued):

Municipal Bond Bank (VMBB), the State Treasurer has the ability to intercept State funding until the default is cured.

10. Long-term obligations:

Long-term obligations activity for the year ended June 30, 2025, is detailed below. The amounts for governmental activities are funded through the General Fund and amounts for the business-type activities are funded through the Sewer Fund and the Water Fund.

	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Retirements</u>	Balance June 30, <u>2025</u>	Due Within <u>One Year</u>
Governmental activities -					
Accrued compensated absences	\$ 239,810	\$ 20,135	\$ -	\$ 259,945	\$ -
Long-term debt	6,120,367	-	629,531	5,490,836	458,966
Accrued interest on long-term debt	35,117	-	15,377	19,740	19,740
Net pension liability	<u>1,693,563</u>	-	<u>70,885</u>	<u>1,622,678</u>	-
	<u>8,088,857</u>	<u>20,135</u>	<u>715,793</u>	<u>7,393,199</u>	<u>478,706</u>
Business-type activities -					
Accrued compensated absences	13,896	2,787	-	16,683	-
Long-term debt	2,615,248	7,500,000	197,939	9,917,309	59,608
Accrued interest on long-term debt	43,269	-	1,298	41,971	41,971
Net pension liability	<u>285,065</u>	<u>5,306</u>	-	<u>290,371</u>	-
	<u>2,957,478</u>	<u>7,508,093</u>	<u>199,237</u>	<u>10,266,334</u>	<u>101,579</u>
	<u>\$ 11,046,335</u>	<u>\$ 7,528,228</u>	<u>\$ 915,030</u>	<u>\$ 17,659,533</u>	<u>\$ 580,285</u>

11. Fund balances:

The June 30, 2025, fund balances of the governmental funds are detailed on the following page.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

11. Fund balances (continued):

	General Fund	Capital Reserve Fund	Permanent Fund	Economic & Community Development Reserve Fund	Town Hall Rejuvenation	Totals
Nonspendable:						
Prepaid expenditures \$	148,388	-	-	-	-	148,388
Restricted:						
Fireworks	4,043	-	-	-	-	4,043
Listers' education	1,976	4,841	-	-	-	6,817
Grand list reappraisal	156,703	182,409	-	-	-	339,112
EEI project	146,495	-	-	-	-	146,495
Town Hall Improvement	-	-	-	-	360,011	360,011
Benefit of the Town	-	-	2,742,105	-	-	2,742,105
	<u>309,217</u>	<u>187,250</u>	<u>2,742,105</u>	<u>-</u>	<u>360,011</u>	<u>3,598,583</u>
Assigned:						
Forest improvement	76,932	-	-	-	-	76,932
Fireworks	740	-	-	-	-	740
Police training	8,000	-	-	-	-	8,000
Police equipment	2,000	-	-	-	-	2,000
Police cruiser	1,000	-	-	-	-	1,000
Accrued benefits	35,380	-	-	-	-	35,380
Economic and community development	-	-	-	501,110	-	501,110
Capital projects and equipment	-	2,302,189	-	-	-	2,302,189
Capital projects and equipment - sewer	-	630,317	-	-	-	630,317
	<u>124,052</u>	<u>2,932,506</u>	<u>-</u>	<u>501,110</u>	<u>-</u>	<u>3,557,668</u>
Unassigned	2,902,306	-	-	-	-	2,902,306
	<u>\$ 3,483,963</u>	<u>\$ 3,119,756</u>	<u>\$ 2,742,105</u>	<u>\$ 501,110</u>	<u>\$ 360,011</u>	<u>\$ 10,206,945</u>

For the year ended June 30, 2025 the changes in the Capital Reserve Fund's fund balances are broken out between general, and sewer categories on the following pages.

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

11. Fund balances (continued):

	Balance July 1, <u>2024</u>	Transfers <u>In</u>	Transfers <u>Out</u>	Reallocations and <u>Interest/Other</u>	Balance June 30, <u>2025</u>
Fund balance - general:					
Restricted - general -					
Listers' education	\$ 4,841	\$ -	\$ -	\$ -	\$ 4,841
Grand List update	-	15,000	15,000	-	-
Restoration of records	<u>182,409</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>182,409</u>
Total restricted fund balance - general	<u>187,250</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>187,250</u>
Assigned - general -					
Recycling	453	-	-	-	453
Town hall construction	200,865	65,000	-	-	265,865
Town plan consulting	11,200	1,200	-	-	12,400
Zoning	59,315	-	-	-	59,315
Office equipment	11,646	-	-	-	11,646
Town Clerk vault	35,900	3,500	-	-	39,400
Computer equipment	7,895	-	-	-	7,895
Lister's equipment	6,979	-	1,449	-	5,530
Town Clerk office equipment	2,000	-	-	-	2,000
Trucks	43,406	20,000	-	-	63,406
Backhoe	781	-	-	-	781
Manager's pick-up	4,888	-	-	-	4,888
Highway pick-up	16,377	-	-	-	16,377
Bridge construction	140,219	25,000	14,967	-	150,252
Snow blower	12,500	-	-	-	12,500
The green archway	3,000	-	-	-	3,000
Emergency infrastructure	73,134	10,000	-	-	83,134
Sidewalk construction	88	-	-	-	88
Road construction	35,000	-	-	-	35,000
Catch basins	30,000	5,000	-	-	35,000
Generator - Route 4 garage	12,000	2,000	-	-	14,000
Storm drains pipe repair	30,000	5,000	-	-	35,000
Utility truck	10,000	-	-	-	10,000
Lower highway garage roof	75,000	10,000	-	-	85,000
Ambulance	160,445	85,000	-	-	245,445
Ambulance - VLCT	2,600	-	-	-	2,600
Cardiac monitors	12,458	6,000	-	-	18,458
Portable computer	2,870	2,500	-	-	5,370
Ambulance computer	6,140	4,000	-	-	10,140
Ambulance 2-way radios	14,001	4,000	-	-	18,001
Stryker Power Stretcher	10,000	5,000	-	-	15,000
Generator - Fire Department	3,175	-	3,175	-	-
Fire truck	50,000	35,000	-	-	85,000
Bunker gear	19,796	10,000	166	-	29,630
Fire pager replacement	2,000	-	-	-	2,000

TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

11. Fund balances (continued):

	Balance July 1, <u>2024</u>	Transfers In	Transfers Out	Reallocations and Interest/Other	Balance June 30, <u>2025</u>
Fund balance - general (continued):					
Assigned - general (continued) -					
Fire Department air pack tanks	-	2,000	-	-	2,000
Fire Department pagers/radios	2,238	2,000	-	-	4,238
Fire Department air pack frames	-	9,000	-	-	9,000
Fire Department 2-way radios	3,950	-	-	-	3,950
Fire Department hose	3,879	3,000	-	-	6,879
Portable pump	5,376	2,000	-	-	7,376
Breathing air compressor	17,500	2,000	10,124	-	9,376
Roof replacement	5,000	2,500	-	-	7,500
Paved drive	5,000	2,500	-	-	7,500
Boiler replacement	7,500	-	-	-	7,500
LED lighting	4,000	-	-	-	4,000
Tower Equipment	-	5,000	-	-	5,000
Dry Hydrant	-	2,500	-	-	2,500
South Woodstock power line	-	10,000	-	-	10,000
ESB boiler replacement	4,000	2,500	825	-	5,675
EMS building study	6,000	-	-	-	6,000
Communications	55,669	9,100	-	-	64,769
Communications computer	5,462	-	-	-	5,462
Cemetery improvements	14,000	-	-	-	14,000
Road improvements	89,946	50,000	-	-	139,946
Salt and sand	2,647	-	-	-	2,647
Receiver/transmitter B	14,890	6,000	-	-	20,890
Unused sick and vacation	200,000	50,000	-	-	250,000
Selectboard contingency	84,229	-	26,569	263,747	321,407
Total assigned fund					
balance - general	<u>1,637,417</u>	<u>458,300</u>	<u>57,275</u>	<u>263,747</u>	<u>2,302,189</u>
Total fund balance - general	<u>1,824,667</u>	<u>473,300</u>	<u>72,275</u>	<u>263,747</u>	<u>2,489,439</u>
Fund balance - sewer:					
Assigned - sewer -					
Study	20,000	-	-	-	20,000
Pick-up truck	-	3,000	-	-	3,000
Dechlorination equipment	1,214	-	-	-	1,214
Ton truck (F-350)	3,014	3,000	-	-	6,014
Tractor	111,336	-	111,336	-	-
Manager's pick-up - sewer	3,502	-	-	-	3,502
Test/monitor wells	4,508	-	-	-	4,508
Sludge disposal truck	287,378	5,000	112,000	-	180,378
Repairs and maintenance - sewer	123,296	45,000	-	-	168,296
Line flusher	68,000	20,000	-	-	88,000
TV camera	10,000	-	-	-	10,000

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

11. Fund balances (continued):

	Balance July 1, <u>2024</u>	Transfers In	Transfers Out	Reallocations and Interest/Other	Balance June 30, <u>2025</u>
Fund balance - sewer (continued):					
Assigned - sewer (continued) -					
Influent pump	8,000	2,000	-	-	10,000
Sewer line maintenance	3,696	-	-	-	3,696
NG SCRP 16 Project	-	35,000	-	-	35,000
Dechlorination equipment	4,000	-	-	-	4,000
Unused sick and vacation	13,926	3,000	-	-	16,926
Sewer Reserve	-	10,000	-	-	10,000
Selectboard contingency	<u>90,483</u>	<u>-</u>	<u>24,700</u>	<u>-</u>	<u>65,783</u>
Total assigned fund balance - sewer	<u>752,353</u>	<u>126,000</u>	<u>248,036</u>	<u>-</u>	<u>630,317</u>
Total fund balance - sewer	<u>752,353</u>	<u>126,000</u>	<u>248,036</u>	<u>-</u>	<u>630,317</u>
Total Capital Reserve Fund Balance	\$ <u>2,577,020</u>	\$ <u>599,300</u>	\$ <u>320,311</u>	\$ <u>263,747</u>	\$ <u>3,119,756</u>

12. Pension plan:

Vermont Municipal Employees' Retirement System -

Plan description: The Town contributes to the Vermont Municipal Employees' Retirement System (VMERS or the Plan) a cost-sharing multiple-employer public employee retirement system with defined benefit and defined contribution plans, administered by the State of Vermont. The State statutory provisions, found in Title 24, Chapter 125, of the V.S.A., govern eligibility for benefits, service requirements and benefit provisions. The general administration and responsibility for the proper operation of VMERS is vested in the Board of Trustees consisting of five members. VMERS issues annual financial information which is available and may be reviewed at the VMERS' office, 109 State Street, Montpelier, Vermont, 05609-6200, by calling (802) 828-2305 or online at <http://www.vermonttreasurer.gov>.

Benefits provided: VMERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits do vary between the three groups included in the Plan, but are determined for the members of each group as a percentage of average compensation in a certain number of the highest consecutive years of service. Eligibility for benefits requires five years of service.

Contributions: Defined Benefit Plan members are required to contribute 4.00% (Group A), 6.375% (Group B), 11.5% (Group C) or 12.85% (Group D) of their annual covered salary, and the Town is required to contribute 5.5% (Group A), 7.00% (Group B), 8.75% (Group C) or 11.35% (Group D) of the employees' compensation. Defined contribution plan members are required to contribute 5.0% of their annual covered salary and the Town is required to contribute an equal dollar amount. The contribution requirements of plan members and the Town are established and may be amended by the Board of Trustees. The Town's contributions to VMERS for the years ended June 30, 2025, 2024, and 2023, were \$189,236, \$189,722, and \$177,418, respectively. The amounts contributed were equal to the required contributions for each year.

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

12. Pension plan (continued):

Vermont Municipal Employees' Retirement System (continued) -

Pension liabilities, deferred outflows of resources, deferred inflows of resources: These financial statements include the Town's proportionate share of the VMERS' net pension liability, deferred outflows of resources for pension expense, deferred inflows of resources from investment earnings and contributions, and the related effects on government-wide net position and activities. The State of Vermont has provided the following information to all employers participating in VMERS, which is based on its calculation of the Town and Village of Woodstock's combined 0.75368% proportionate share of VMERS Defined Benefit Plan. In addition, Town management has estimated 0.48854% and 0.08742% of the total VMERS net pension liability to be attributable to governmental activities and business-type activities of the Town, respectively. As discussed in note 1, the Town reports sewer and water fund activity in proprietary funds. Village of Woodstock management has estimated that the Village of Woodstock has a 0.17772% proportionate share of the total VMERS net pension liability.

	Governmental Activities	Business-type Activities
Town share of VMERS net pension liability	\$ 1,622,678	\$ 290,371
Deferred outflow of resources - Deferred pension expense	\$ 424,372	\$ 76,203
Deferred inflow of resources - Deferred pension credits	\$ 87,799	\$ 15,711

Additional information: VMERS obtains an annual actuarial valuation for the pension plan. Detailed information is provided in that report for actuarial assumptions of inflation rates, salary increases, investment rates of return, mortality rates, discount rates, and the calculations used to develop annual contributions and the VMERS net position.

The Town adopted GASB Statement No. 68 in fiscal year 2015 and has developed the ten years of required supplementary information in schedules 5 and 6. This historical pension information includes the Town's Proportionate Share of Net Pension Liability of VMERS and Town's contributions to VMERS.

13. Vermont State Revolving Fund:

In April 2022, the Town entered into a \$2,510,248 loan agreement with the Vermont State Revolving Fund administered through the Vermont Municipal Bond Bank. This loan will help finance the South Woodstock Waste Water Treatment Facility improvements that began during the year ended June 30, 2020 and were finished during the year ended June 30, 2024. As of June 30, 2025 the Town had borrowed \$2,312,309 on this loan.

In September 2022, the Town entered into a \$105,000 loan agreement with the Vermont State Revolving Fund administered through the Vermont Municipal Bond Bank. This loan was also entered into to help finance the South Woodstock Waste Water Treatment Facility improvements that began during the year ended June 30, 2020 and finished during the year ended June 30, 2024. As of June 30, 2025 the Town had borrowed \$105,000 on this loan.

**TOWN OF WOODSTOCK, VERMONT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

14. Budgetary basis of accounting:

These financial statements include totals for General Fund revenues and expenditures on the Town’s budgetary basis of accounting, which vary from the totals of revenues and expenditures recognized on the basis of accounting prescribed by U.S. GAAP, as follows:

	<u>Revenues</u>	<u>Expenditures</u>
U.S. GAAP basis	\$ 9,360,646	\$ 7,983,251
Village capital contributions funding debt service not budgeted in the General Fund	<u>(12,740)</u>	<u>(12,740)</u>
Budget basis	\$ <u>9,347,906</u>	\$ <u>7,970,511</u>

15. Joseph Brian Swanson v. Village of Woodstock, et al.:

Following an event occurring October 13, 2024 Swanson (Plaintiff) was placed on paid administrative leave. Plaintiff then filed suit with the Windsor Unit of Vermont Superior Court claiming economic loss, psychological distress and irreparable damage to reputation and asks for a judgment of \$5,000,000 in compensatory and punitive damages, together with attorney’s fees and litigation expenses. On December 2, 2025 the Vermont Superior Court determined that “the Village of Woodstock Trustees must find “cause” before removing the Village of Woodstock Police Chief from office. The April 17, 2025 decision of the Village of Woodstock Trustees is reversed, and the case is remanded to the Village of Woodstock Trustees for further proceedings. A final judgment order will issue separately.” The Town of Woodstock is also named as a Defendant in the suit.

The Village of Woodstock Trustees held a hearing with respect to this matter on March 2 and March 3, 2026 and a final judgment order has yet to be issued as of the date of this report.

16. Subsequent events:

The Town has evaluated subsequent events from June 30, 2025 through May 26, 2026 the date on which the financial statements were available to be issued.

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 1 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
REVENUES:			
Taxes -			
Current (net of taxes abated)	\$ 6,589,275	\$ 6,194,171	\$ (395,104)
In lieu of taxes and land use	<u>352,200</u>	<u>375,889</u>	<u>23,689</u>
Total Taxes	<u>6,941,475</u>	<u>6,570,060</u>	<u>(371,415)</u>
Licenses and permits -			
Licenses and fees	60,900	59,868	(1,032)
Boards and agencies	<u>65,100</u>	<u>102,137</u>	<u>37,037</u>
Total Licenses and permits	<u>126,000</u>	<u>162,005</u>	<u>36,005</u>
Intergovernmental -			
Highway state aid	181,000	202,047	21,047
Grants	<u>-</u>	<u>1,034,895</u>	<u>1,034,895</u>
Total Intergovernmental	<u>181,000</u>	<u>1,236,942</u>	<u>1,055,942</u>
Charges for services -			
False alarms and permits	7,800	7,725	(75)
Ambulance services	570,000	903,468	333,468
Police fees	<u>119,090</u>	<u>85,666</u>	<u>(33,424)</u>
Total Charges for services	<u>696,890</u>	<u>996,859</u>	<u>299,969</u>
Fines and forfeits -			
Delinquent tax penalties and interest	<u>145,000</u>	<u>205,373</u>	<u>60,373</u>
Investment income	<u>40,000</u>	<u>124,467</u>	<u>84,467</u>
Miscellaneous -			
Rental income	24,900	25,238	338
Miscellaneous	<u>50</u>	<u>26,962</u>	<u>26,912</u>
Total Miscellaneous	<u>24,950</u>	<u>52,200</u>	<u>27,250</u>
Total revenues	<u>8,155,315</u>	<u>9,347,906</u>	<u>1,192,591</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 2 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES:			
General Government -			
Town Selectboard:			
Legislating -			
Salaries and wages	44,000	43,850	(150)
Benefits	600	10,065	9,465
Parking	1,000	1,000	-
Dues, subscriptions, and meetings	6,014	10,662	4,648
Total Legislating	<u>51,614</u>	<u>65,577</u>	<u>13,963</u>
Printing orders and proceedings -			
Printing and binding	2,500	2,500	-
Legal -			
Professional services	30,000	180,183	150,183
Total Town Selectboard	<u>84,114</u>	<u>248,260</u>	<u>164,146</u>
Town Executive Department:			
Managing municipality -			
Salaries and wages	192,791	179,706	(13,085)
Benefits	36,786	54,177	17,391
Dues, subscriptions, and meetings	4,060	5,100	1,040
Total Town Executive Department	<u>233,637</u>	<u>238,983</u>	<u>5,346</u>
Town Administration:			
Office supplies	2,585	1,698	(887)
Operating supplies	3,850	5,469	1,619
Postage	3,300	5,812	2,512
Equipment maintenance	1,650	2,748	1,098
Machinery and equipment	1,100	5,757	4,657
Communication	20,196	26,077	5,881
Advertising	2,255	1,876	(379)
Total Town Administration	<u>34,936</u>	<u>49,437</u>	<u>14,501</u>
Town Finance Department:			
Treasurer -			
Salaries and wages	13,000	11,500	(1,500)
Benefits	-	1,299	1,299
Total Treasurer	<u>13,000</u>	<u>12,799</u>	<u>(201)</u>
Accounting and Bookkeeping -			
Salaries and wages	87,397	96,024	8,627
Benefits	44,550	47,527	2,977
Other purchased services	275	85	(190)
Professional services	7,975	13,200	5,225
Total Accounting and Bookkeeping	<u>140,197</u>	<u>156,836</u>	<u>16,639</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 3 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
General Government (continued) -			
Town Finance department (continued):			
Auditing -			
Professional services	20,000	23,000	3,000
Tax Listing -			
Salaries and wages	88,536	61,024	(27,512)
Benefits	40,855	5,854	(35,001)
Operating supplies	315	198	(117)
Dues, subscriptions, and meetings	100	410	310
Professional services	2,500	1,196	(1,304)
Travel and transportation	450	70	(380)
Other purchased services	925	235	(690)
Repairs and maintenance	2,000	2,557	557
Licensed state support	1,200	1,678	478
Total Tax Listing	<u>136,881</u>	<u>73,222</u>	<u>(63,659)</u>
Total Town Finance Department	<u>310,078</u>	<u>265,857</u>	<u>(44,221)</u>
Town Administration Department:			
Town Clerk -			
Salaries and wages	75,784	84,927	9,143
Assistant Town Clerk wages	65,847	57,144	(8,703)
Benefits	72,956	78,806	5,850
Record retention	2,850	2,049	(801)
Other purchased services	400	-	(400)
Dues, subscriptions, and meetings	1,000	749	(251)
Machinery and equipment	550	-	(550)
Copier lease	3,000	1,588	(1,412)
Restoration of records	2,500	-	(2,500)
Office supplies	600	598	(2)
Total Town Clerk	<u>225,487</u>	<u>225,861</u>	<u>374</u>
Board of Civil Authority -			
Salaries and wages, including volunteers	1,050	-	(1,050)
Election wages	2,000	-	(2,000)
Office/printing supplies	3,200	1,503	(1,697)
Total Board of Civil Authority	<u>6,250</u>	<u>1,503</u>	<u>(4,747)</u>
Total Town Administration Department	<u>231,737</u>	<u>227,364</u>	<u>(4,373)</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 4 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
General Government (continued) -			
Municipal Planning and Zoning:			
Salaries and wages	102,107	80,288	(21,819)
Benefits	50,400	28,634	(21,766)
Advertising	4,800	4,355	(445)
Dues, subscriptions, and meetings	23,640	7,064	(16,576)
Travel and transportation	2,250	59	(2,191)
Professional services	6,750	57,472	50,722
Equipment purchase	1,500	182	(1,318)
GIS mapping	720	2,520	1,800
Total Municipal Planning and Zoning	<u>192,167</u>	<u>180,574</u>	<u>(11,593)</u>
Town Plant and Equipment:			
Building and maintenance - Town Hall -			
Custodial services	14,000	11,340	(2,660)
Operating supplies	3,000	1,660	(1,340)
Other purchased services	10,000	28,549	18,549
Repair and maintenance	103,739	199,297	95,558
Utilities	36,000	33,802	(2,198)
Total Town Plant and Equipment	<u>166,739</u>	<u>274,648</u>	<u>107,909</u>
Selectboard Contingency:			
Unclassified	25,000	309,721	284,721
House numbers	250	622	372
Economic development reserve fund	350,000	-	(350,000)
Insurance	238,000	346,298	108,298
Total Selectboard Contingency	<u>613,250</u>	<u>656,641</u>	<u>43,391</u>
Total General Government expenditures	<u>1,866,658</u>	<u>2,141,764</u>	<u>275,106</u>
Public Safety -			
Town Constables:			
Crime investigation control -			
Salaries and wages	7,000	10,021	3,021
Benefits	550	767	217
Repair and maintenance supplies	200	-	(200)
Animal control	700	-	(700)
Communications	1,750	-	(1,750)
Other purchased services	50	-	(50)
Machinery and equipment	600	-	(600)
Total Town Constables	<u>10,850</u>	<u>10,788</u>	<u>(62)</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 5 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Public Safety (continued) -			
Town Communications Department:			
Salaries and wages	316,344	304,316	(12,028)
Training wages	2,300	374	(1,926)
Military stipend	-	1,000	1,000
Residency stipend	1,000	38	(962)
EMT stipend	1,200	58	(1,142)
Benefits	109,646	137,052	27,406
Office supplies	800	554	(246)
Repairs and maintenance supplies	1,600	718	(882)
Small tools and equipment	1,000	1,887	887
Communications	36,793	47,824	11,031
Tower rent	3,200	14,054	10,854
Tower maintenance	1,500	-	(1,500)
Repairs and maintenance	2,500	-	(2,500)
Machinery and equipment	900	90	(810)
Training and tuition	300	-	(300)
Travel and transportation	400	81	(319)
Operating supplies	1,000	169	(831)
Total Town Communications Department	<u>480,483</u>	<u>508,215</u>	<u>27,732</u>
Town Fire Department:			
Firefighting -			
Salaries and wages	85,977	57,894	(28,083)
Benefits	22,080	42,334	20,254
Operating supplies	9,500	6,243	(3,257)
Dues, subscriptions, and meetings	800	472	(328)
Professional services	5,000	1,857	(3,143)
Medical testing	650	-	(650)
CDL licensing	350	-	(350)
Travel and transportation	200	-	(200)
Fire prevention	1,000	1,000	-
Education	3,000	1,893	(1,107)
Hydrant rental	26,500	14,400	(12,100)
Winter hydrant maintenance	-	7,200	7,200
Total Firefighting	<u>155,057</u>	<u>133,293</u>	<u>(21,764)</u>
Fire communications -			
Alarm registration	150	-	(150)
Communications	6,300	8,971	2,671
Repairs and maintenance	2,000	-	(2,000)
Machinery and equipment	1,000	-	(1,000)
Total Fire communications	<u>9,450</u>	<u>8,971</u>	<u>(479)</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 6 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Public Safety (continued) -			
Town Fire Department (continued):			
Fire truck and equipment -			
Fire truck capital lease	66,000	53,302	(12,698)
Operating supplies	2,500	2,474	(26)
Repairs and maintenance	3,500	4,554	1,054
Fuel	4,100	2,276	(1,824)
Engine and tanker maintenance	<u>11,000</u>	<u>10,941</u>	<u>(59)</u>
Total Fire truck and equipment	<u>87,100</u>	<u>73,547</u>	<u>(13,553)</u>
Fire fighting equipment -			
Operating supplies	1,500	1,495	(5)
Rescue equipment	800	-	(800)
Air pack maintenance and equipment	3,000	1,626	(1,374)
Bunker gear	3,000	3,158	158
Hose and hose adapters	1,000	1,000	-
Small tools and equipment	400	101	(299)
Equipment maintenance and reserve	1,250	614	(636)
Equipment purchase	<u>3,000</u>	<u>2,904</u>	<u>(96)</u>
Total Fire fighting equipment	<u>13,950</u>	<u>10,898</u>	<u>(3,052)</u>
Woodstock Station #2 -			
Maintenance supplies	300	153	(147)
Repairs and maintenance	2,250	2,997	747
Propane	3,500	939	(2,561)
Electricity	1,500	2,412	912
Utilities	<u>2,000</u>	<u>198</u>	<u>(1,802)</u>
Total Woodstock Station #2	<u>9,550</u>	<u>6,699</u>	<u>(2,851)</u>
Total Town Fire Department	<u>275,107</u>	<u>233,408</u>	<u>(41,699)</u>
Town Ambulance Department:			
Operations -			
Salaries and wages, including volunteer services	663,549	636,905	(26,644)
Associates' salaries	230,000	283,403	53,403
Benefits	242,200	280,073	37,873
Office supplies	3,500	3,717	217
Operating supplies	35,000	34,883	(117)
Repairs and maintenance supplies	450	237	(213)
Paramedic supplies	4,500	3,614	(886)
Billing software	4,800	200	(4,600)
Other purchased services	3,250	19,733	16,483
Dues, subscriptions, and meetings	800	150	(650)

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 7 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Public Safety (continued) -			
Town Ambulance Department (continued):			
Operations (continued) -			
Uncollectible accounts	90,000	238,598	148,598
Personal protection equipment	1,500	2,930	1,430
Communications	600	-	(600)
Contract services	-	18,506	18,506
Paramedic intercept	5,000	4,315	(685)
Vermont patient 3% tax	500	-	(500)
Medical testing	250	-	(250)
Medical insurance allowance	100	414	314
Total Operations	<u>1,285,999</u>	<u>1,527,678</u>	<u>241,679</u>
Vehicle maintenance -			
Small tools and equipment	5,000	465	(4,535)
Repair and maintenance	7,500	4,689	(2,811)
Communications	1,000	500	(500)
Fuel	10,000	5,320	(4,680)
Travel and transportation	200	-	(200)
Total Vehicle maintenance	<u>23,700</u>	<u>10,974</u>	<u>(12,726)</u>
Training -			
Salaries and wages	3,000	2,764	(236)
Benefits	125	224	99
Operating supplies	3,500	124	(3,376)
Small tools and equipment	100	-	(100)
Dues, subscriptions and meetings	25,300	21,626	(3,674)
Professional services	800	246	(554)
State EMS training	8,500	5,449	(3,051)
Travel and transportation	700	-	(700)
Total Training	<u>42,025</u>	<u>30,433</u>	<u>(11,592)</u>
Communications -			
Office phone and internet	2,250	1,147	(1,103)
Vehicle cell phones	1,950	1,460	(490)
Pagers	2,500	297	(2,203)
Portable radios	2,800	-	(2,800)
Vehicle mobile radios	500	243	(257)
Total Communications	<u>10,000</u>	<u>3,147</u>	<u>(6,853)</u>
Total Town Ambulance Department	<u>1,361,724</u>	<u>1,572,232</u>	<u>210,508</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 8 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Public Safety (continued) -			
Emergency Services Department:			
Maintenance supplies	2,000	3,453	1,453
ESB New Building	247,792	247,188	(604)
Equipment repair and maintenance	7,500	34,689	27,189
Propane	7,000	7,527	527
Electricity	30,000	32,580	2,580
Utilities	4,500	2,363	(2,137)
Total Emergency Services Department	<u>298,792</u>	<u>327,800</u>	<u>29,008</u>
Town Police Department:			
Salaries and wages	459,486	459,486	-
Total Public Safety expenditures	<u>2,886,442</u>	<u>3,111,929</u>	<u>225,487</u>
Public Works -			
Highways and Streets:			
Highway maintenance -			
Salaries and wages	503,667	355,812	(147,855)
Overtime	82,249	52,854	(29,395)
Benefits	251,157	219,935	(31,222)
Office supplies	500	-	(500)
Rubbish removal	20,000	25,410	5,410
Operating supplies	26,000	35,963	9,963
Emergency work	1,000	-	(1,000)
Small tools and equipment	2,000	1,250	(750)
Communications	4,000	5,282	1,282
Other purchased services	30,000	4,654	(25,346)
Professional services	1,000	-	(1,000)
Rentals	1,500	3,150	1,650
Travel and transportation (fuel)	80,000	53,402	(26,598)
Spot gravel	100,000	83,855	(16,145)
Road stabilization	40,000	33,302	(6,698)
Street paving	45,000	65,950	20,950
Street line painting	6,000	-	(6,000)
Pavement patch	3,500	2,920	(580)
Tree maintenance	20,000	4,425	(15,575)
Stormwater management	20,000	1,850	(18,150)
Crosswalk maintenance	10,000	-	(10,000)
Salt and sand	210,000	235,231	25,231
Total Highway maintenance	<u>1,457,573</u>	<u>1,185,245</u>	<u>(272,328)</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 9 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Public Works (continued) -			
Highways and Streets (continued):			
Maintenance of storm drains -			
Culverts and drains	35,000	13,608	(21,392)
Construction and maintenance of bridges -			
Repair and maintenance supplies	4,000	-	(4,000)
Bridge rehabilitation and miscellaneous	30,000	4,212	(25,788)
Engineering services	5,000	-	(5,000)
Total Construction and maintenance of bridges	<u>39,000</u>	<u>4,212</u>	<u>(34,788)</u>
Traffic control -			
Operating supplies	8,500	2,301	(6,199)
Street lights -			
Utilities and maintenance	50,000	50,182	182
Equipment maintenance and purchase -			
Repairs and maintenance supplies	75,000	73,793	(1,207)
Small tools and equipment	1,100	-	(1,100)
Operating supplies	13,000	10,527	(2,473)
Backhoe lease	57,500	55,135	(2,365)
Loader lease	22,500	22,035	(465)
Grader lease	42,550	-	(42,550)
Ton truck lease	16,700	-	(16,700)
Dump truck leases	113,180	76,465	(36,715)
Pickup leases	10,250	10,248	(2)
Other purchased services	2,000	-	(2,000)
Total Equipment maintenance and purchase	<u>353,780</u>	<u>248,203</u>	<u>(105,577)</u>
Sidewalk maintenance -			
Sidewalk maintenance	30,000	24,000	(6,000)
Sidewalk construction	35,000	-	(35,000)
Total Sidewalk maintenance	<u>65,000</u>	<u>24,000</u>	<u>(41,000)</u>
Public Works building -			
Repairs and maintenance	5,500	20,341	14,841
Utilities	31,573	20,842	(10,731)
Bond payment - Principal	70,000	70,000	-
- Interest	11,331	1,785	(9,546)
Total Public Works building	<u>118,404</u>	<u>112,968</u>	<u>(5,436)</u>
Total Highway and Streets expenditures	<u>2,127,257</u>	<u>1,640,719</u>	<u>(486,538)</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 10 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Public Works (continued) -			
Cemetery:			
Other purchased services	17,500	26,751	9,251
Repairs and maintenance	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
Total Cemetery expenditures	<u>18,500</u>	<u>26,751</u>	<u>8,251</u>
Sanitation:			
Sanitation	<u>33,528</u>	<u>27,045</u>	<u>(6,483)</u>
Total Public Works expenditures	<u>2,179,285</u>	<u>1,694,515</u>	<u>(484,770)</u>
Culture and Recreation -			
Culture and Recreation:			
Woodstock Council on Aging	11,000	11,000	-
Parades	3,000	1,723	(1,277)
Pentangle	36,000	36,000	-
Little Theatre - Principal	11,000	11,000	-
- Interest	4,000	2,963	(1,037)
Woodstock Recreation Department	235,000	235,000	-
Grants, subsidies and contributions, Town Library	154,000	154,000	-
Fireworks	7,500	14,650	7,150
Chamber office	<u>54,980</u>	<u>53,227</u>	<u>(1,753)</u>
Total Culture and Recreation	<u>516,480</u>	<u>519,563</u>	<u>3,083</u>
Public Health Services:			
Salaries and wages	3,250	1,625	(1,625)
Benefits	250	121	(129)
Water testing supplies	100	-	(100)
Dues, subscriptions, and meetings	50	-	(50)
Travel and transportation	<u>50</u>	<u>-</u>	<u>(50)</u>
Total Public Health Services	<u>3,700</u>	<u>1,746</u>	<u>(1,954)</u>
Total Culture and Recreation expenditures	<u>520,180</u>	<u>521,309</u>	<u>1,129</u>
Welcome Center -			
Maintenance supplies	600	-	(600)
Custodial services	27,500	33,015	5,515
Propane	2,200	1,333	(867)
Electricity	1,250	3,468	2,218
Miscellaneous utilities	1,800	3,951	2,151
Building improvements	3,500	-	(3,500)
Building repairs and maintenance	<u>2,500</u>	<u>1,590</u>	<u>(910)</u>
Total Welcome Center expenditures	<u>39,350</u>	<u>43,357</u>	<u>4,007</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 11 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXPENDITURES (CONTINUED):			
Special Articles -			
Trustee of Public Fund Wages	-	300	300
Woodstock Council on Aging	43,200	43,200	-
Windsor County Partners	2,500	2,500	-
WISE	3,000	-	(3,000)
Pentangle	42,000	42,000	-
Norman Williams Public Library	51,250	51,250	-
Ottawaquechee Health Foundation	30,000	30,000	-
Public Health Council of the UV	1,800	-	(1,800)
Spectrum Teen Center	1,250	-	(1,250)
Historical Society Education Program	10,000	10,000	-
Green Mountain RSVP	500	-	(500)
Senior Solutions	<u>23,500</u>	<u>23,500</u>	<u>-</u>
Total Special Articles expenditures	<u>209,000</u>	<u>202,750</u>	<u>(6,250)</u>
Capital Spending -			
Listers equipment and education	-	1,449	1,449
Trucks	-	39,966	39,966
Emergency infrastructure	-	6,693	6,693
Emergency services building generator	-	4,000	4,000
Fire department equipment	-	10,000	10,000
Fire department bunker gear	<u>-</u>	<u>10,166</u>	<u>10,166</u>
Total Capital Spending expenditures	<u>-</u>	<u>72,274</u>	<u>72,274</u>
Tropical Storm Irene -			
Bond repayment	44,600	93,066	48,466
Bond interest	<u>10,500</u>	<u>6,687</u>	<u>(3,813)</u>
Total Tropical Storm Irene	<u>55,100</u>	<u>99,753</u>	<u>44,653</u>
Grants -			
Wastewater	-	4,950	4,950
Connecticut River Conservancy	-	15,000	15,000
Thompson Senior Center	-	15,000	15,000
Signing	-	2,000	2,000
Tower estimate	-	24,550	24,550
Information technology	-	20,751	20,751
Municipal Manager summit	<u>-</u>	<u>609</u>	<u>609</u>
Total Grants expenditures	<u>-</u>	<u>82,860</u>	<u>82,860</u>
Total expenditures	<u>7,756,015</u>	<u>7,970,511</u>	<u>214,496</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 1
Page 12 of 12

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
EXCESS OF REVENUES OR (EXPENDITURES)	<u>399,300</u>	<u>1,377,395</u>	<u>978,095</u>
OTHER FINANCING SOURCES (USES):			
Insurance reimbursements	-	245	245
Transfers in	74,000	155,575	81,575
Transfers out	<u>(473,300)</u>	<u>(473,300)</u>	<u>-</u>
Total other financing sources (uses)	<u>(399,300)</u>	<u>(317,480)</u>	<u>81,820</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>1,059,915</u>	\$ <u>1,059,915</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENSES -
BUDGET AND ACTUAL - SEWER FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 2
Page 1 of 3

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
OPERATING REVENUES:			
User fees	\$ <u>1,326,575</u>	\$ <u>1,356,760</u>	\$ <u>30,185</u>
Total operating revenues	<u>1,326,575</u>	<u>1,356,760</u>	<u>30,185</u>
OPERATING EXPENSES:			
Sewer administration -			
Salaries and wages	78,488	84,346	5,858
Benefits	29,577	27,389	(2,188)
Office supplies	940	425	(515)
Dues, subscriptions and meetings	640	410	(230)
Legal services	-	1,553	1,553
Communications	2,380	4,869	2,489
Professional services	<u>22,644</u>	<u>4,681</u>	<u>(17,963)</u>
Total Sewer administration	<u>134,669</u>	<u>123,673</u>	<u>(10,996)</u>
Sewer operations -			
Salaries and wages	299,654	290,571	(9,083)
Benefits	137,416	61,699	(75,717)
Operating supplies	5,400	6,652	1,252
Professional services	1,000	4,600	3,600
Engineering services	25,000	4,600	(20,400)
Rentals	400	-	(400)
Repairs and maintenance	25,000	26,584	1,584
Machinery and equipment	73,900	14,728	(59,172)
Sewer line maintenance equipment	600	-	(600)
Sewer line cleaning	9,000	11,200	2,200
Improvements	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>
Total Sewer operations	<u>581,370</u>	<u>420,634</u>	<u>(160,736)</u>
Maintenance of plant -			
Salaries and wages	-	4,183	4,183
Benefits	-	59,550	59,550
Office supplies	1,600	1,755	155
Operating supplies	45,000	55,016	10,016
Repairs and maintenance supplies	5,000	6,820	1,820
Contingencies	7,500	1,510	(5,990)
Professional services	4,040	5,292	1,252

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENSES -
BUDGET AND ACTUAL - SEWER FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 2
Page 2 of 3

	<u>Original and Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Over (Under)</u>
OPERATING EXPENSES (CONTINUED):			
Maintenance of plant (continued) -			
Small tools and equipment	900	868	(32)
Communications	3,500	6,817	3,317
Dues, subscriptions, and meetings	755	425	(330)
Insurance and fidelity bond premiums	50,000	44,524	(5,476)
Other purchased services	25,100	35,045	9,945
Repairs and maintenance	98,100	122,363	24,263
Taxes, licensing and regulations	3,000	1,532	(1,468)
Travel and transportation	1,000	1,214	214
Utilities	100,000	124,739	24,739
Laboratory testing	17,000	12,568	(4,432)
Uniforms and protective gear	6,000	5,767	(233)
Engineering	20,000	15,955	(4,045)
Bond repayment	<u>86,853</u>	<u>19,001</u>	<u>(67,852)</u>
Total Maintenance of plant	<u>475,348</u>	<u>524,944</u>	<u>49,596</u>
Sewer vehicles -			
Repairs and maintenance supplies	5,000	6,430	1,430
Travel and transportation	<u>8,232</u>	<u>7,769</u>	<u>(463)</u>
Total Sewer vehicles	<u>13,232</u>	<u>14,199</u>	<u>967</u>
Depreciation	<u>-</u>	<u>277,133</u>	<u>277,133</u>
Total operating expenses	<u>1,204,619</u>	<u>1,360,583</u>	<u>155,964</u>
Operating income (loss)	<u>121,956</u>	<u>(3,823)</u>	<u>(125,779)</u>
NONOPERATING REVENUES (EXPENSES):			
Tap fees	-	34,040	34,040
Grant revenue	-	307,685	307,685
(Increase) decrease in net pension liability	-	(26,590)	26,590
Interest income	8,964	67,492	58,528
Interest expense	<u>(4,920)</u>	<u>-</u>	<u>(4,920)</u>
Total nonoperating revenues (expenses)	<u>4,044</u>	<u>382,627</u>	<u>378,583</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>126,000</u>	<u>378,804</u>	<u>252,804</u>

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REVENUES AND EXPENSES -
BUDGET AND ACTUAL - SEWER FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 2
Page 3 of 3

	Original and Final <u>Budget</u>	Actual (Budgetary Basis) <u>Basis)</u>	Variance Over (Under) <u>(Under)</u>
OTHER FINANCING SOURCES (USES):			
Transfers to Capital Reserve Fund -			
Unused sick and vacation	(3,000)	(3,000)	-
Ton-truck	(3,000)	(3,000)	-
Pick-up truck 4x4	(3,000)	(3,000)	-
Repairs and maintenance	(45,000)	(45,000)	-
Influent pump	(2,000)	(2,000)	-
Line Flusher	(20,000)	(20,000)	-
Sewer Reserve	(35,000)	(35,000)	-
Project NG SCP16	(10,000)	(10,000)	-
Sludge spreading truck	(5,000)	(5,000)	-
Total transfers to Capital Reserve Fund	<u>(126,000)</u>	<u>(126,000)</u>	<u>-</u>
Interfund transfers in	<u>-</u>	<u>248,036</u>	<u>248,036</u>
Total other financing sources (uses)	<u>(126,000)</u>	<u>122,036</u>	<u>248,036</u>
CHANGE IN NET POSITION	\$ <u>-</u>	\$ <u>500,840</u>	\$ <u>500,840</u>

**TOWN OF WOODSTOCK, VERMONT
 COMBINING BALANCE SHEET
 PERMANENT FUND
 JUNE 30, 2025**

Schedule 3
 Page 1 of 2

	<u>Cemetery Fund</u>	<u>Billings/ French Fund</u>	<u>Dreer Fund</u>	<u>Freeman Fund</u>
ASSETS				
Cash and cash equivalents	\$ 75	\$ 385	\$ 18	\$ 22
Investments	114,028	588,083	27,631	34,303
Vermont Community Loan Fund receivable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	\$ <u>114,103</u>	\$ <u>588,468</u>	\$ <u>27,649</u>	\$ <u>34,325</u>
LIABILITIES AND FUND EQUITY				
LIABILITIES:	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
FUND EQUITY:				
Fund balances - Restricted	<u>114,103</u>	<u>588,468</u>	<u>27,649</u>	<u>34,325</u>
Total liabilities and fund equity	\$ <u>114,103</u>	\$ <u>588,468</u>	\$ <u>27,649</u>	\$ <u>34,325</u>

**TOWN OF WOODSTOCK, VERMONT
COMBINING BALANCE SHEET
PERMANENT FUND
JUNE 30, 2025**

Schedule 3
Page 2 of 2

	<u>Whitcomb Fund</u>	<u>Marbara Bagley Scholarship Fund</u>	<u>Gary Hersey Award Fund</u>	<u>Endowment Fund</u>	<u>Totals Permanent Fund</u>
ASSETS					
Cash and cash equivalents	\$ -	\$ 43	\$ -	\$ -	\$ 543
Investments	(33)	66,083	566	1,784,823	2,615,484
Vermont Community Loan Fund receivable	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,078</u>	<u>126,078</u>
 Total assets	 \$ <u>(33)</u>	 \$ <u>66,126</u>	 \$ <u>566</u>	 \$ <u>1,910,901</u>	 \$ <u>2,742,105</u>
 LIABILITIES AND FUND EQUITY					
LIABILITIES:	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
 FUND EQUITY:					
Fund balances - Restricted	<u>(33)</u>	<u>66,126</u>	<u>566</u>	<u>1,910,901</u>	<u>2,742,105</u>
 Total liabilities and fund equity	 \$ <u>(33)</u>	 \$ <u>66,126</u>	 \$ <u>566</u>	 \$ <u>1,910,901</u>	 \$ <u>2,742,105</u>

TOWN OF WOODSTOCK, VERMONT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - PERMANENT FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 4
Page 1 of 2

	Cemetery <u>Fund</u>	Billings/ French <u>Fund</u>	Dreer <u>Fund</u>	Freeman <u>Fund</u>
REVENUES:				
Investment income	\$ 1,858	\$ 9,098	\$ 451	\$ 561
Net increase (decrease) in fair value of investments	<u>11,908</u>	<u>58,348</u>	<u>2,890</u>	<u>3,602</u>
Total revenues	<u>13,766</u>	<u>67,446</u>	<u>3,341</u>	<u>4,163</u>
EXPENDITURES:				
Scholarships	-	-	1,500	-
Food shelf	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>1,500</u>	<u>2,000</u>
EXCESS OF REVENUES OR (EXPENDITURES)	13,766	67,446	1,841	2,163
OTHER FINANCING SOURCES (USES):				
Transfers in (out), net	<u>(6,256)</u>	<u>(1,254)</u>	<u>(62)</u>	<u>(77)</u>
NET CHANGE IN FUND BALANCES	7,510	66,192	1,779	2,086
FUND BALANCES, July 1, 2024	<u>106,593</u>	<u>522,276</u>	<u>25,870</u>	<u>32,239</u>
FUND BALANCES, June 30, 2025	\$ <u>114,103</u>	\$ <u>588,468</u>	\$ <u>27,649</u>	\$ <u>34,325</u>

TOWN OF WOODSTOCK, VERMONT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - PERMANENT FUND
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 4
Page 2 of 2

	<u>Whitcomb</u> <u>Fund</u>	Marbara Bagley <u>Scholarship</u> <u>Fund</u>	Gary Hersey <u>Award</u> <u>Fund</u>	<u>Endowment</u> <u>Fund</u>	Totals Permanent <u>Fund</u>
REVENUES:					
Investment income	\$ 10	\$ 1,069	\$ 17	\$ -	\$ 13,064
Net increase (decrease) in fair value of investments	<u>66</u>	<u>6,854</u>	<u>106</u>	<u>226,348</u>	<u>310,122</u>
Total revenues	<u>76</u>	<u>7,923</u>	<u>123</u>	<u>226,348</u>	<u>323,186</u>
EXPENDITURES:					
Scholarships	700	3,000	500	-	5,700
Food shelf	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000</u>
Total expenditures	<u>700</u>	<u>3,000</u>	<u>500</u>	<u>-</u>	<u>7,700</u>
EXCESS OF REVENUES OR (EXPENDITURES)	(624)	4,923	(377)	226,348	315,486
OTHER FINANCING SOURCES (USES):					
Transfers in (out), net	<u>(1)</u>	<u>(147)</u>	<u>(3)</u>	<u>(75,500)</u>	<u>(83,300)</u>
NET CHANGE IN FUND BALANCES	(625)	4,776	(380)	150,848	232,186
FUND BALANCES, July 1, 2024	<u>592</u>	<u>61,350</u>	<u>946</u>	<u>1,760,053</u>	<u>2,509,919</u>
FUND BALANCES, June 30, 2025	\$ <u>(33)</u>	\$ <u>66,126</u>	\$ <u>566</u>	\$ <u>1,910,901</u>	\$ <u>2,742,105</u>

**TOWN OF WOODSTOCK, VERMONT
SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

Schedule 5

**SCHEDULE OF TOWN'S PROPORTIONATE SHARE OF
NET PENSION LIABILITY - VMERS
JUNE 30, 2025**

	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016
Governmental Activities										
Proportion of the net pension liability	0.4885%	0.5288%	0.5236%	0.5374%	0.4361%	0.3710%	0.4054%	0.4100%	0.3747%	0.3688%
Proportionate share of the net pension liability	\$ 1,622,678	\$ 1,693,563	\$ 1,588,520	\$ 791,032	\$ 1,103,199	\$ 643,647	\$ 570,310	\$ 496,670	\$ 482,189	\$ 284,356
Covered-employee payroll	\$ 1,848,691	\$ 1,916,332	\$ 1,854,011	\$ 1,616,158	\$ 1,501,159	\$ 1,008,122	\$ 1,018,185	\$ 1,018,774	\$ 891,257	\$ 833,306
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	87.7744%	88.3752%	85.6802%	48.9452%	73.4898%	63.8461%	56.0124%	48.7517%	54.1021%	34.1238%
VMERS net position as a percentage of the total pension liability	75.22%	74.01%	73.60%	86.29%	74.52%	80.35%	82.60%	83.64%	80.95%	87.42%
Business-Type Activities										
Proportion of the net pension liability	0.0874%	0.0890%	0.0873%	0.0747%	0.0747%	0.0719%	0.0980%	0.0962%	0.0945%	0.0989%
Proportionate share of the net pension liability	\$ 290,371	\$ 285,065	\$ 264,753	\$ 146,832	\$ 188,972	\$ 124,704	\$ 137,931	\$ 116,502	\$ 121,550	\$ 76,259
Covered-employee payroll	\$ 330,815	\$ 322,563	\$ 309,002	\$ 299,993	\$ 257,141	\$ 195,320	\$ 246,251	\$ 238,969	\$ 224,667	\$ 223,478
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	87.7744%	88.3750%	85.6800%	48.9451%	73.4896%	63.8460%	56.0124%	48.7519%	54.1023%	34.1237%
VMERS net position as a percentage of the total pension liability	75.22%	74.01%	73.60%	86.29%	74.52%	80.35%	82.60%	83.64%	80.95%	87.42%

TOWN OF WOODSTOCK, VERMONT
SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION

Schedule 6

SCHEDULE OF TOWN'S CONTRIBUTIONS
VMERS
JUNE 30, 2025

	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016
Governmental Activities										
Contractually required contribution	\$ 160,290	\$ 162,388	\$ 152,073	\$ 127,180	\$ 114,765	\$ 64,553	\$ 77,001	\$ 71,042	\$ 61,571	\$ 57,057
Contributions in relation to the contractually required contribution	<u>160,290</u>	<u>162,388</u>	<u>152,073</u>	<u>127,180</u>	<u>114,765</u>	<u>64,553</u>	<u>77,001</u>	<u>71,042</u>	<u>61,571</u>	<u>57,057</u>
Contribution deficiency (excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Covered payroll	\$ 1,848,691	\$ 1,916,332	\$ 1,854,011	\$ 1,616,158	\$ 1,501,159	\$ 1,008,122	\$ 1,018,185	\$ 1,018,774	\$ 891,257	\$ 833,306
Contributions as a percentage of covered payroll	8.6705%	8.4739%	8.2024%	7.8693%	7.6451%	6.4033%	7.5626%	6.9733%	6.9083%	6.8471%
Business-Type Activities										
Contractually required contribution	\$ 28,947	\$ 27,334	\$ 25,345	\$ 23,607	\$ 19,659	\$ 12,510	\$ 18,631	\$ 16,669	\$ 15,519	\$ 15,300
Contributions in relation to the contractually required contribution	<u>28,947</u>	<u>27,334</u>	<u>25,345</u>	<u>23,607</u>	<u>19,659</u>	<u>12,510</u>	<u>18,631</u>	<u>16,669</u>	<u>15,519</u>	<u>15,300</u>
Contribution deficiency (excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Covered payroll	\$ 330,815	\$ 322,563	\$ 309,002	\$ 299,993	\$ 257,141	\$ 195,320	\$ 246,251	\$ 238,969	\$ 224,667	\$ 223,478
Contributions as a percentage of covered payroll	8.7502%	8.4740%	8.2022%	7.8692%	7.6452%	6.4049%	7.5659%	6.9754%	6.9076%	6.8463%

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

The Selectboard
Town of Woodstock, Vermont

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Woodstock, Vermont (the Town) as of June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town’s basic financial statements, and have issued our report thereon dated May 26, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Town’s internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Town’s financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Responses as items 2025-001 through 2025-003 to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Findings and Responses as items 2025-004 and 2025-005 to be significant deficiencies.

Report on Compliance and Other Matters

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

Town's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the Town's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Responses. The Town's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of this Report

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

Montpelier, Vermont
May 26, 2026

Margaret Bennett 9
Shosh-Nisa, P.L.

**TOWN OF WOODSTOCK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2025**

2025-001 - Small System Capacity & Resiliency Program (SCRP) loan:

Condition - During the audit we noted that the Town recorded \$800,000 in SCRCP loan cash and related loan payable at June 30, 2025 in the Water Fund, a proprietary fund. After reviewing the related loan agreement and related activity on the loan we noted that the Town did not borrow any amount on this loan during the year ended June 30, 2025. This misstatement was corrected with a proposed audit adjustment.

Criteria - Accounting principles generally accepted in the United States of America (GAAP) require the Town to record a loan payable and related cash relating to a proprietary fund when the Town incurs the liability.

Cause - The Town did not closely review the note agreement and review loan statement activity to determine whether any amount had been borrowed as of June 30, 2025.

Effect - Cash and the notes payable liability in the Water Fund was overstated by \$800,000 prior to the proposed audit adjustment.

Recommendation - We recommend that the Town closely review the note agreement and review loan statement activity and reconcile any amounts borrowed to the general ledger.

Management's response - This loan was received as part of the overall \$8.3 million in funding for the water capital projects and purchase of the Vondell reservoir. The Finance Department received all the funding sources for the water purchase using the same procedure despite the difference in these funding sources. Management has already instituted bi-weekly meetings between the Finance Director and the Municipal Manager's office to ensure better communication and thus ensuring all future funds will be received and processed in the correct manner.

2025-002 - Assets and depreciation:

Condition - During the audit we noted that the Town provided an asset and depreciation schedule in excel that excluded material additions (such as bridge work totaling \$117,000) that were recorded as expenses in the proprietary funds. We also noted asset additions relating to the governmental funds that were not recorded on this schedule. Lastly, the Town did not record donation revenue relating to donated assets received from the Woodstock Aqueduct acquisition totaling more than \$700,000. Audit adjustments were proposed to correct for these misstatements.

Criteria - GAAP requires the Town to report assets and related depreciation in the appropriate proprietary funds and in the governmental activities which is reported in the government-wide financial statements.

Cause - The Town did not do a thorough review of asset additions during the year ended June 30, 2025 and did not reconcile these additions to the asset and depreciation schedule or the general ledger.

Effect - The asset and depreciation schedule presented for audit was incomplete containing errors that were material to the financial statements. Donation revenue in the Water Fund was understated by more than \$700,000 and amounts listed on the asset and depreciation schedule did not reconcile to the general ledger.

**TOWN OF WOODSTOCK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2025**

Recommendation - We recommend the Town keep an accurate and ongoing list of asset additions and disposals taking place and that this listing be used when updating the asset and depreciation schedule. We recommend that this asset and depreciation schedule be updated during the first quarter following the fiscal year end.

Management's response - With the purchase of the Woodstock Aqueduct Company, the Town was able to purchase the company and its assets for less than the current value of the assets. This one-time issue will not occur again. As the Finance office continues to modernize the department and procedures, they are now using software to better track and follow the Town's assets.

2025-003 - Debt service payments and loan forgiveness:

Conditions - During the audit we noted that the Town accrued debt service payments at June 30, 2025 and recorded debt service payments as prepaid expenditures at June 30, 2025. We also noted that the Town did not record loan forgiveness totaling \$139,500. Audit adjustments were proposed to correct these misstatements.

Criteria - GAAP requires that debt service payments be recorded as expenditures in the governmental funds when they are paid (refer to Note 1.D).

Cause - The Town did not take into account that debt service expenditures are recorded on the cash basis.

Effect - The Town's debt service expenditures, accounts payable, and prepaid expenditures were overstated.

Recommendation - We recommend that the Town record debt service payments as expenditures when they are paid. Additionally, we recommend that amortization schedules be reviewed for any forgiveness that would require adjustment.

Management's response - With the completion of the South Woodstock Wastewater Treatment Plant, a revised amortization schedule was sent to the Town. This should have triggered a journal entry to accommodate the forgiveness that was received through the bond program. As we expect loan forgiveness to happen more often in the future, Town management has updated its grant procedures to account for these situations.

2025-004 - Deferred inflows balances:

Condition - During the audit we noted that the Town did not adjust the balance of unavailable property taxes nor did the Town adjust the balance of unavailable grant amounts relating to the American Rescue Plan Act (ARPA) from June 30, 2024 to June 30, 2025. Audit adjustments were proposed to correct these misstatements.

Criteria - GAAP requires that the amount of unavailable property taxes and unavailable grant amounts at year end be adjusted if needed.

Cause - The Town did not review these account balances at June 30, 2025.

Effect - The Town's property tax revenue and related unavailable property tax deferred inflow balance were misstated by \$109,725 and the Town's grant balances were misstated by \$139,545.

**TOWN OF WOODSTOCK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2025**

Recommendation - We recommend that the Town review and adjust these year end balances if necessary on at least an annual basis.

Management's response - In the last two audits, this was only listed as an adjusting entry, not as a finding. Therefore, going forward, the Finance office will update our procedures and within 60 days of the close of the fiscal year and prior to closing the books for the audit, the Finance office will go through all payable items to ensure that adjustments are made.

2025-005 - Accrued payroll:

Condition - During the audit we noted that the Town did not record accrued payroll at June 30, 2025. An audit adjustment was proposed to correct this misstatement.

Criteria - GAAP requires that payroll costs incurred through year end but not paid until the subsequent year be recorded as an accrued payroll liability at year end.

Cause - the Town did not review the accrued payroll liability account at June 30, 2025.

Effect - The accrued payroll liability and cash were misstated by \$137,026.

Recommendation - We recommend the Town review the accrued payroll liability and all other liability balances at year end for accuracy.

Management's response - The last payroll cycle of the year each year is subject to be held in an accrued payroll liability account and reversed following the turn of the fiscal year. With the updating of the payroll software that was implemented in FY25, the amount accrued increased to the level that produced this finding. This year end process for payroll will be updated to create a journal entry and subsequent reversal.