

TOWN OF GREENSBORO, VERMONT

AUDIT REPORT

JUNE 30, 2025

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 AUDIT REPORT
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Independent Auditor's Report

Selectboard
Town of Greensboro, Vermont
PO Box 119
Greensboro, VT 05841

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Greensboro, Vermont, as of June 30, 2025, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting, as described in Note I.D.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards", issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Greensboro, 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.

Change in Accounting Principles

As described in Note II.C. of the financial statements, in previous years, the Town prepared its financial statements using generally accepted accounting principles. This year, the Town prepared its financial statements using the modified cash basis of accounting. Our opinion is not modified with respect to this matter.

Correction of Errors

As described in Note II.C. of the financial statements, certain errors were corrected by management during the current year. Our opinion is not modified with respect to this matter.

Emphasis of Matter – Basis of Accounting

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note I, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Information

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

Other Reporting Required by "Government Auditing Standards"

In accordance with "Government Auditing Standards", we have also issued our report dated February 23, 2026, on our consideration of the Town of Greensboro, Vermont's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Greensboro, Vermont's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" in considering the Town of Greensboro, Vermont's internal control over financial reporting and compliance.

Sullivan, Powers & Co.

February 23, 2026
Montpelier, Vermont
VT Lic. #92-000180

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

	Governmental Activities
<u>ASSETS</u>	
Cash	\$ 2,873,439
Investments	1,000,000
Due from Employees	2,601
Total Assets	3,876,040
<u>LIABILITIES</u>	
Due to State of Vermont	70
Due to Delinquent Tax Collector	840
Short-term Debt Payable	733,043
Total Liabilities	733,953
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Prepaid Property Taxes	59,214
Total Deferred Inflows of Resources	59,214
<u>NET POSITION</u>	
Restricted:	
Flood Damage	1,131,287
Other	145,478
Unrestricted	1,806,108
Total Net Position	\$ 3,082,873

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

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

	Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position
Cash Disbursements	Charges for Services	Operating Grants/Loans and Contributions	Governmental Activities	
Functions/Programs:				
Governmental Activities:				
General Government	\$ 821,246	\$ 18,825	\$ 93,818	\$ (708,603)
Public Safety	286,262	0	0	(286,262)
Highways and Streets	1,899,938	6,798	2,890,215	997,075
Culture and Recreation	74,696	0	23,529	(51,167)
Cemetery	28,118	2,950	1,000	(24,168)
Solid Waste	5,706	506	0	(5,200)
Debt Service	413,422	0	0	(413,422)
	<u>3,529,388</u>	<u>29,079</u>	<u>3,008,562</u>	<u>(491,747)</u>
Total Governmental Activities	\$ <u>3,529,388</u>	\$ <u>29,079</u>	\$ <u>3,008,562</u>	<u>(491,747)</u>
General Receipts:				
Property Taxes				1,925,939
Penalties and Interest on Delinquent Taxes				14,028
General State Grants				162,972
Unrestricted Investment Earnings				19,306
Proceeds from Sale of Vehicle				45,000
Other				15,806
				<u>2,183,051</u>
Total General Receipts				<u>2,183,051</u>
Change in Net Position				<u>1,691,304</u>
Net Position - July 1, 2024, As Previously Presented				3,038,091
Change in Accounting Principles				<u>(1,646,522)</u>
Net Position - July 1, 2024, As Restated				<u>1,391,569</u>
Net Position - June 30, 2025				<u>\$ 3,082,873</u>

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

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

	General Fund	Highway Fund	Capital Budget Fund	Highway Equipment Reserve Fund	Grant Fund	Flood Damage Fund	Greater Greensboro Fund	Non-Major Governmental Funds	Total
ASSETS									
Cash	\$ 1,714,009	\$ 0	\$ 293,896	\$ 679,869	\$ 0	\$ 0	\$ 0	\$ 185,665	\$ 2,873,439
Investments	1,000,000	0	0	0	0	0	0	0	1,000,000
Due from Employees	2,601	0	0	0	0	0	0	0	2,601
Due from Other Funds	<u>0</u>	<u>685,385</u>	<u>95,509</u>	<u>199,621</u>	<u>0</u>	<u>1,147,360</u>	<u>0</u>	<u>138,525</u>	<u>2,266,400</u>
Total Assets	<u>\$ 2,716,610</u>	<u>\$ 685,385</u>	<u>\$ 389,405</u>	<u>\$ 879,490</u>	<u>\$ 0</u>	<u>\$ 1,147,360</u>	<u>\$ 0</u>	<u>\$ 324,190</u>	<u>\$ 6,142,440</u>
LIABILITIES									
Due to State of Vermont	\$ 70	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 70
Due to Other Funds	2,066,510	0	0	0	0	0	187,422	12,468	2,266,400
Due to Delinquent Tax Collector	840	0	0	0	0	0	0	0	840
Short-term Debt Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>733,043</u>	<u>0</u>	<u>0</u>	<u>733,043</u>
Total Liabilities	<u>2,067,420</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>733,043</u>	<u>187,422</u>	<u>12,468</u>	<u>3,000,353</u>
DEFERRED INFLOWS OF RESOURCES									
Prepaid Property Taxes	<u>59,214</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>59,214</u>
Total Deferred Inflows of Resources	<u>59,214</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>59,214</u>
FUND BALANCES/(DEFICIT)									
Restricted	0	0	0	0	0	1,131,287	0	145,478	1,276,765
Committed	0	685,385	389,405	879,490	0	0	0	11,503	1,965,783
Assigned	0	0	0	0	0	0	0	155,213	155,213
Unassigned/(Deficit)	<u>589,976</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(716,970)</u>	<u>(187,422)</u>	<u>(472)</u>	<u>(314,888)</u>
Total Fund Balances/(Deficit)	<u>589,976</u>	<u>685,385</u>	<u>389,405</u>	<u>879,490</u>	<u>0</u>	<u>414,317</u>	<u>(187,422)</u>	<u>311,722</u>	<u>3,082,873</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 2,716,610</u>	<u>\$ 685,385</u>	<u>\$ 389,405</u>	<u>\$ 879,490</u>	<u>\$ 0</u>	<u>\$ 1,147,360</u>	<u>\$ 0</u>	<u>\$ 324,190</u>	<u>\$ 6,142,440</u>

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

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

	General Fund	Highway Fund	Capital Budget Fund	Highway Equipment Reserve Fund	Grant Fund	Flood Damage Fund	Greater Greensboro Fund	Non-Major Governmental Funds	Total
Cash Receipts:									
Property Taxes	\$ 1,115,039	\$ 810,900	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,925,939
Penalties and Interest on Delinquent Taxes	14,028	0	0	0	0	0	0	0	14,028
Intergovernmental	183,932	171,215	0	0	0	2,719,000	21,066	29,554	3,124,767
Charges for Services	6,057	6,798	0	0	0	0	0	0	12,855
Permits, Licenses and Fees	12,002	0	0	0	0	0	0	4,222	16,224
Investment Income	15,576	0	0	3,143	0	0	0	587	19,306
Donations	0	0	0	0	0	0	0	6,650	6,650
Other	15,806	0	0	0	0	0	0	0	15,806
Total Cash Receipts	1,362,440	988,913	0	3,143	0	2,719,000	21,066	41,013	5,135,575
Cash Disbursements:									
General Government	646,978	0	0	0	0	0	158,306	6,046	811,330
Public Safety	277,487	0	0	0	0	0	0	0	277,487
Highways and Streets	0	711,680	0	0	0	787,205	0	0	1,498,885
Culture and Recreation	41,000	0	0	0	0	0	0	33,696	74,696
Cemetery	28,118	0	0	0	0	0	0	0	28,118
Solid Waste	5,706	0	0	0	0	0	0	0	5,706
Capital Outlay:									
General Government	0	0	9,916	0	0	0	0	0	9,916
Public Safety	0	0	8,775	0	0	0	0	0	8,775
Highways and Streets	0	301,153	0	99,900	0	0	0	0	401,053
Debt Service:									
Principal	0	0	58,122	0	0	289,000	0	0	347,122
Interest	0	0	6,185	0	0	60,115	0	0	66,300
Total Cash Disbursements	999,289	1,012,833	82,998	99,900	0	1,136,320	158,306	39,742	3,529,388
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	363,151	(23,920)	(82,998)	(96,757)	0	1,582,680	(137,240)	1,271	1,606,187
Other Financing Sources/(Uses):									
Issuance of Long-term Debt	0	0	0	0	0	0	40,117	0	40,117
Proceeds from Sale of Vehicle	0	0	0	45,000	0	0	0	0	45,000
Transfers In	0	480,237	175,000	120,000	0	0	0	11,500	786,737
Transfers Out	(306,500)	0	0	0	0	(480,237)	0	0	(786,737)
Total Other Financing Sources/(Uses)	(306,500)	480,237	175,000	165,000	0	(480,237)	40,117	11,500	85,117
Net Change in Fund Balances	56,651	456,317	92,002	68,243	0	1,102,443	(97,123)	12,771	1,691,304
Fund Balances/(Deficit) - July 1, 2024, As Previously Presented	636,767	229,068	297,403	811,247	(232,265)	(596,436)	0	66,516	1,212,300
Change in Accounting Principles Change within Financial Reporting	128,823	0	0	0	0	(91,690)	0	142,136	179,269
Entity (Non-Major to Major)	0	0	0	0	0	0	(90,299)	90,299	0
Error Corrections	(232,265)	0	0	0	232,265	0	0	0	0
Fund Balances/(Deficit) - July 1, 2024, As Adjusted/Restated	533,325	229,068	297,403	811,247	0	(688,126)	(90,299)	298,951	1,391,569
Fund Balances/(Deficit) - June 30, 2025	\$ 589,976	\$ 685,385	\$ 389,405	\$ 879,490	\$ 0	\$ 414,317	\$ (187,422)	\$ 311,722	\$ 3,082,873

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

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

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

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

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

	Custodial Fund Education Tax Fund
<u>ADDITIONS</u>	
Education Taxes Collected for Other Governments	\$ 4,555,251
Total Additions	4,555,251
<u>DEDUCTIONS</u>	
Education Taxes Distributed to Other Governments	4,555,251
Total Deductions	4,555,251
Change in Net Position	0
Net Position - July 1, 2024	0
Net Position - June 30, 2025	\$ 0

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

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

The Town of Greensboro, Vermont operates under a Selectboard form of government and provides the following services: public safety, highways and streets, culture and recreation, cemetery, solid waste, health and social services, public improvements, planning and zoning and general administrative services.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. The Financial Reporting Entity

This report includes all of the activity of the Town of Greensboro, Vermont. The financial reporting entity consists of the primary government; organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government. The primary government is financially accountable if an organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government regardless of whether the organization has a separately elected governing board; a governing board appointed by a higher level of government; or a jointly appointed board. Based on these criteria, there are no other entities that should be combined with the financial statements of the Town.

B. Basis of Presentation

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

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

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

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government, the Town. These statements include the financial activities of the overall government except for fiduciary activities. Eliminations have been made to minimize the double counting of activities between funds. Governmental activities generally are financed through property taxes, intergovernmental receipts, and other nonexchange transactions.

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

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

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

The Town reports on the following major governmental funds:

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

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

Capital Budget Fund – This fund accounts for the resources used to fund projects related to Town property, the fire station, fire trucks and fire equipment.

Highway Equipment Reserve Fund – This fund accounts for the resources used to fund the capital equipment expenditures of the Highway Department.

Grant Fund – This fund accounts for certain grant related activity of the Town.

Flood Damage Fund – This fund accounts for the flood related activity of the Town.

Greater Greensboro Fund – This fund accounts for the activity related to the Town's wastewater project.

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

Additionally, the Town reports the following fund type:

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

C. Measurement Focus

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

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

D. Basis of Accounting

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

The Town's policy is to prepare its financial statements generally on the basis of cash receipts and disbursements; consequently, certain revenue and related assets are recognized when received rather than when earned and certain expenditures and related liabilities are recognized when paid rather than when the obligation is incurred. The exceptions to this are that the Town records investments at cost and amounts due from employees for prepaid payroll withholdings as assets, amounts due to the State of Vermont for dog and marriage licenses, amounts due to the delinquent tax collector for property tax penalties collected but not remitted and short-term debt payable as liabilities and property taxes paid in advance as deferred inflows of resources.

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

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

1. Cash

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

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

2. Investments

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

3. Internal Balances

Activity between funds that are representative of lending/borrowing arrangements that are outstanding at the end of the fiscal year are referred to as “advances from/to other funds”. All other outstanding balances between funds are reported as “due from/to other funds”.

4. Deferred Inflows of Resources

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

5. Fund Equity

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

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Budgets are approved at the annual Town Meeting in March. Any budget changes require voter approval. There were no budget changes during the year.

B. Excess of Expenditures Over Appropriations

For the year ended June 30, 2025, expenditures in the Highway Fund exceeded appropriations by \$69,733. These over-expenditures were funded by excess revenues.

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

C. Accounting Changes and Error Corrections

Change in Accounting Principles

In previous years, the Town prepared its financial statements using generally accepted accounting principles. This year, however, the Town prepared its financial statements using the modified cash basis of accounting. Management believes the modified cash basis provides the information needed by the primary users of the financial statements. As a result, beginning net position/fund balances have been restated as shown in Table I.

Changes within the Financial Reporting Entity

During 2025, changes within the financial reporting entity resulted in adjustments to beginning fund balance as shown in Table I.

Correction of Errors in Previously Issued Financial Statements

The restatement of the General Fund was the result of an overstatement of internal balances.

The restatement of the Grant Fund was the result of an understatement of internal balances.

The effects of correcting these errors on fund balances is shown in Table I.

Table I:

	Reporting Units Affected by Adjustments to and Restatements of Beginning Balances					
	Government-Wide	Funds				
	Governmental Activities	General Fund	Grant Fund	Flood Damage Fund	Greater Greensboro Fund	Non-Major Governmental Funds
Net Position/Fund Balances/(Deficit) - July 1, 2024, As Previously Presented	\$ 3,038,091	\$ 636,767	\$ (232,265)	\$ (596,436)	\$ 0	\$ 66,516
Change in Accounting Principles:						
Conversion to Modified Cash Basis of Accounting:						
Removal of Receivables	(101,429)	(9,739)	0	(91,690)	0	0
Removal of Capital Assets, Net of Accumulated Depreciation	(2,658,477)	0	0	0	0	0
Removal of Deferred Outflows of Resources	(88,336)	0	0	0	0	0
Removal of Accrued Liabilities	153,780	138,562	0	0	0	15,218
Removal of Unearned Revenue	126,918	0	0	0	0	126,918
Removal of Long-term Liabilities	916,727	0	0	0	0	0
Removal of Deferred Inflows of Resources	4,295	0	0	0	0	0
Change within Financial Reporting Entity (Non-Major to Major Fund)	0	0	0	0	(90,299)	90,299
Error Corrections:						
(Overstatement)/Understatement of Internal Balances	0	(232,265)	232,265	0	0	0
Net Position/Fund Balances/(Deficit) - July 1, 2024, As Adjusted/Restated	<u>\$ 1,391,569</u>	<u>\$ 533,325</u>	<u>\$ 0</u>	<u>\$ (688,126)</u>	<u>\$ (90,299)</u>	<u>\$ 298,951</u>

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

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

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

Cash:	
Deposits with Financial Institutions	\$2,873,239
Cash on Hand	<u>200</u>
Total Cash	2,873,439
Investments:	
Certificates of Deposit	<u>1,000,000</u>
Total Cash and Investments	<u>\$3,873,439</u>

The Town has two (2) certificates of deposit at Community National Bank in the amounts of \$300,000 and \$700,000 with interest rates of 3.95%. Both certificates of deposit mature during fiscal year 2026.

Custodial Credit Risk

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

	<u>Book Balance</u>	<u>Bank Balance</u>
FDIC Insured	\$1,148,601	\$1,148,601
Uninsured, Collateralized by Irrevocable Stand-by Letter of Credit	<u>2,724,638</u>	<u>2,794,990</u>
Total	<u>\$3,873,239</u>	<u>\$3,943,591</u>

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

TOWN OF GREENSBORO, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
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The book balance is comprised of the following:

Cash – Deposits with Financial Institutions	\$2,873,239
Investments – Certificates of Deposit	<u>1,000,000</u>
Total	<u>\$3,873,239</u>

Interest Rate Risk

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

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Town does not have any policy to limit the exposure to credit risk. The Town’s certificates of deposit are not subject to credit risk disclosure.

Concentration of Credit Risk

Concentration of credit risk is the risk that a large percentage of the Town’s investments are held within one security. The Town does not have any limitations on the amount that can be invested in any one issuer. The Town has no investments subject to concentration of credit risk disclosure.

B. Interfund Balances and Activity

Interfund balances as of June 30, 2025 are as follows:

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$ 0	\$ 2,066,510
Highway Fund	685,385	0
Capital Budget Fund	95,509	0
Highway Equipment Reserve Fund	199,621	0
Flood Damage Fund	1,147,360	0
Greater Greensboro Fund	0	187,422
Non-Major Governmental Funds	<u>138,525</u>	<u>12,468</u>
Total	<u>\$ 2,266,400</u>	<u>\$ 2,266,400</u>

TOWN OF GREENSBORO, VERMONT
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Interfund transfers during the year ended June 30, 2025 were as follows:

Transfer From	Transfer To	Amount	Purpose
General Fund	Capital Budget Fund	\$ 175,000	Appropriation
General Fund	Highway Equipment Reserve Fund	120,000	Appropriation
General Fund	Greensboro Conservation Commission Fund	3,000	Appropriation
General Fund	Caspian Lake Beach Committee Fund	4,500	Appropriation
General Fund	Greensboro Recreation Committee Fund	4,000	Appropriation
Flood Damage Fund	Highway Fund	<u>480,237</u>	Reimburse In-kind Expenses
Total		<u>\$ 786,737</u>	

C. Short-term Debt

The Town borrows monies in anticipation of taxes and grant revenues. The activity during 2025 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Grant Anticipation Note, Community National Bank, Interest at 5.25%, Due July, 2025. The Town Paid Off the Balance of this Note During the Year.	\$708,346	\$ 0	\$708,346	\$ 0
Tax Anticipation Note, Community National Bank, \$750,000 Available, Interest at 5.20%, Expired in August, 2025 at Which Time the Town Renewed the Note for an Additional Year.	<u>0</u>	<u>736,069</u>	<u>3,026</u>	<u>733,043</u>
Total	<u>\$708,346</u>	<u>\$736,069</u>	<u>\$711,372</u>	<u>\$733,043</u>

D. Deferred Inflows of Resources

Deferred inflows of resources in the governmental activities and General Fund consists of \$59,214 of property taxes paid in advance.

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

E. Fund Balances

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

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

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

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

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

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

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

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

Major Funds

Flood Damage Fund:

 Restricted for Flood Damage Expenses by Grant Agreement
 (Source of Revenue is Grant Revenue)

\$1,131,287

TOWN OF GREENSBORO, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
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Non-Major Funds

Special Revenue Funds:

Restricted for Greensboro Grange Expenses by Donations and Grant Agreement (Source of Revenue is Donations and Grant Revenue)	\$ 1,293
Restricted for Community Project Expenses by Donations and Grant Agreement (Source of Revenue is Donations and Grant Revenue)	364
Restricted for Tolman Expenses by Donations and Grant Agreement (Source of Revenue is Donations and Grant Revenue)	540
Restricted for Cemetery Expenses by Donations (Source of Revenue is Donations)	50,337
Restricted for Records Preservation Expenses by Statute (Source of Revenue is Restoration Fees)	62,392
Restricted for MERP Grant Expenses by Grant Agreement (Source of Revenue is Grant Revenue)	1,520
Restricted for Caspian Milfoil Grant Expenses by Grant Agreement (Source of Revenue is Grant Revenue)	16
Restricted for Eligo Milfoil Grant Expenses by Grant Agreement (Source of Revenue is Grant Revenue)	16,895
Restricted for Energy Committee Expenses by Donations (Source of Revenue is Donations)	8,401
Restricted for Community Park Expenses by Donations and Grant Agreement (Source of Revenue is Donations and Grant Revenue)	<u>3,720</u>
Total Non-Major Funds	<u>145,478</u>
Total Restricted Fund Balances	<u>\$1,276,765</u>

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

Major Funds

Highway Fund:

Committed for Highway Expenditures by the Voters	\$ <u>685,385</u>
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Capital Budget Fund:

Committed for Capital Expenditures by the Voters	<u>389,405</u>
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Highway Equipment Reserve Fund:

Committed for Highway Capital Equipment Expenditures by the Voters	<u>879,490</u>
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TOWN OF GREENSBORO, VERMONT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

Non-Major Funds

Special Revenue Funds:

Committed for Findlay Forest Expenses by the Voters	\$ 309
Committed for Caspian Lake Beach Committee Expenses by the Voters	7,455
Committed for Greensboro Recreation Committee Expenses by the Voters	<u>3,739</u>

Total Non-Major Funds 11,503

Total Committed Fund Balances \$1,965,783

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

Non-Major Funds

Special Revenue Funds:

Assigned for Reappraisal Expenses	<u>\$155,213</u>
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Total Assigned Fund Balances \$155,213

The unassigned deficit of \$716,970 in the Flood Damage Fund will be funded with the collection of grant revenues.

The unassigned deficit of \$187,422 in the Greater Greensboro Fund will be funded with proceeds from long-term debt which will be forgiven and a future transfer from the General Fund.

The unassigned deficit of \$472 in the Greensboro Conservation Commission Fund will be funded with future donations.

F. Restricted Net Position

The restricted net position in the governmental activities consists of the restricted fund balances of \$1,276,765.

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

IV. OTHER INFORMATION

A. Pension Plans

Defined Benefit Plan

The Vermont Municipal Employees' Retirement System (VMERS)

Plan Description

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

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

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

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

As of June 30, 2024, the measurement date selected by the State of Vermont, VMERS was funded at 75.22% and had a plan fiduciary net position of \$1,008,504,817 and a total pension liability of \$1,340,652,483 resulting in a net position liability of \$332,147,666. The Town's proportionate share of this was 0.0789% resulting in a net pension liability of \$262,160. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating municipalities, actuarially determined. The Town's proportion of 0.0789% was a decrease of 0.0020 from its proportion measured as of the prior year.

TOWN OF GREENSBORO, VERMONT
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Summary of Plan Provisions

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

Creditable Service – Service as a member plus purchased service.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Member Contribution Rates:

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

Employer Contribution Rates:

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

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

Significant Actuarial Assumptions and Methods

Inflation Rate – 2.30% per year.

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

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

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

Mortality:

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

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

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

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

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

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

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

Determination of Discount Rate and Investment Rates of Return

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

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

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

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

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

Discount Rate Sensitivity

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

<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
\$400,804	\$262,160	\$148,364

Additional Information

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

B. Property Taxes

The Town is responsible for assessing and collecting its own property taxes as well as education taxes for the State of Vermont. The tax rate is set by the Selectboard based on the voter approved budget, the estimated grand list and the State education property tax liability. Property taxes were due in one installment on November 7, 2024. The penalty rate is eight percent (8%). Interest is charged at one percent (1%) per month for the first three months and one and a half percent (1-1/2%) per month for each month thereafter. The tax rates for 2025 were as follows:

	<u>Homestead</u>	<u>Non-Homestead</u>
General	0.4438	0.4438
Highway	0.3203	0.3203
Local Agreement	0.0005	0.0005
Education - Local Share	<u>1.8584</u>	<u>1.9425</u>
Total	<u>2.6230</u>	<u>2.7071</u>

C. Contingent Liabilities

The Town is a member of the Northeast Kingdom Waste Management District. The Town, as a member, could be required to share in any special assessments.

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

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

D. Risk Management

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

The Town is also a member of the Vermont League of Cities and Towns Employment Resource and Benefits Trust. The Trust is a nonprofit corporation formed to provide unemployment coverage and other employment benefits for Vermont municipalities and is owned by the participating members. The agreement does not permit the Trust to make additional assessments to its members. The Town has only elected unemployment coverage with the Trust.

E. Long-term Debt

The Town issues general obligation bonds to provide resources for the acquisition and construction of major capital facilities and to refund prior issues. General obligation bonds are direct obligations and pledge the full faith and credit of the Town. New bonds generally are issued as 10 to 20 year bonds.

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

The Town has a note payable to finance a capital project through a local bank.

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Bond Payable, State of Vermont Special Environmental Revolving Fund, Wastewater Project, Authorized to \$373,741 but Eligible for 100% Loan Forgiveness. The Town Recognized \$40,117 of the Loan Forgiveness During the Year.	\$ 0	\$40,117	\$ 40,117	\$ 0

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Bond Payable, Vermont Bond Bank, Municipal Climate Recovery Fund, Principal and Interest Payments of \$27,308 Payable on March 1 and September 1 Semi-Annually, Interest at 1.30%, Due March, 2031. The Town Paid Off the Balance of this Note During the Year.	\$289,000	\$ 0	\$289,000	\$ 0
Note Payable, Community National Bank, Fire Station, Principal and Interest Payments of \$64,307 Payable on October 6 Annually, Interest at 2.02%, Due October, 2028	<u>302,891</u>	<u>0</u>	<u>58,122</u>	<u>244,769</u>
Total	<u>\$591,891</u>	<u>\$40,117</u>	<u>\$387,239</u>	<u>\$244,769</u>

Maturities are as follows:

Year Ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 59,364	\$ 4,943	\$ 64,307
2027	60,563	3,744	64,307
2028	61,787	2,520	64,307
2029	<u>63,055</u>	<u>1,252</u>	<u>64,307</u>
Total	<u>\$244,769</u>	<u>\$12,459</u>	<u>\$257,228</u>

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Receipts:			
Property Taxes	\$ 1,125,417	\$ 1,115,039	\$ (10,378)
Interest on Delinquent Taxes	0	1,299	1,299
Current Use	144,000	161,764	17,764
PILOT	1,192	1,208	16
Licenses	700	1,071	371
Civil Fines	700	0	(700)
Recording Fees	6,000	6,405	405
Copier Fees	2,300	2,131	(169)
Interest	3,000	15,576	12,576
Election Grant Income	0	5,000	5,000
Zoning Permits/Fees	4,000	2,395	(1,605)
Town Hall Rental	3,600	2,601	(999)
Stannard Fire Contract	12,500	0	(12,500)
Cemetery Income	0	2,950	2,950
Caspian Milfoil Grant Income	7,000	15,960	8,960
Solid Waste Income	0	506	506
Miscellaneous	0	15,806	15,806
	<u>1,310,409</u>	<u>1,349,711</u>	<u>39,302</u>
Total Cash Receipts			
Cash Disbursements:			
Town Clerk & Treasurer:			
Town Offices Payroll	96,400	97,215	(815)
Health Officer Stipend	500	1,000	(500)
Town Offices FICA/MEDI	7,400	15,431	(8,031)
Town Offices Retirement	10,040	8,708	1,332
Town Offices Health Insurance	32,000	24,024	7,976
Town Offices - HRA	9,300	14,557	(5,257)
Unemployment	2,500	1,098	1,402
Workers Compensation	1,000	720	280
Office Training/Dues	2,000	484	1,516
Child Care Contribution Tax	0	1,617	(1,617)
	<u>161,140</u>	<u>164,854</u>	<u>(3,714)</u>
Total Town Clerk & Treasurer			

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Selectboard:			
Selectboard Payroll	\$ 5,000	\$ 3,000	\$ 2,000
Selectboard Clerk Payroll	3,650	14,184	(10,534)
Selectboard FICA/MEDI	380	77	303
Selectboard Clerk FICA/MEDI	300	1,085	(785)
Selectboard Training	200	0	200
Selectboard Miscellaneous Expenses	500	0	500
Total Selectboard	10,030	18,346	(8,316)
General Expenses:			
Technology/IT	5,500	11,312	(5,812)
Software Licenses	2,900	3,499	(599)
Office Supplies	2,700	2,419	281
Telephone	4,200	4,983	(783)
Postage	2,500	2,095	405
Miscellaneous Expenses	500	0	500
Copiers	2,300	2,093	207
Mileage Reimbursement	400	84	316
NEMRC Software Support	6,650	7,831	(1,181)
NEMRC Disaster Recovery	800	787	13
County Tax	50,500	50,161	339
Dues - VLCT	2,250	2,557	(307)
Notices/Advertising	400	1,336	(936)
4th of July	4,000	5,804	(1,804)
Green Up Day	2,000	2,438	(438)
Town Report	2,300	1,830	470
Total General Expenses	89,900	99,229	(9,329)
Election Expenses:			
Election Payroll	1,050	641	409
Election FICA/MEDI	81	49	32
Town Meeting Expenses	500	1,195	(695)
Election Expenses	200	391	(191)
Election Grant Expenses	0	3,932	(3,932)
Total Election Expenses	1,831	6,208	(4,377)

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Planning & Zoning:			
Zoning Payroll	\$ 26,200	\$ 9,644	\$ 16,556
Zoning FICA/MEDI	2,000	718	1,282
Planning/DRB FICA/MEDI	70	19	51
Planning/Zoning Training	100	0	100
Zoning Miscellaneous/Mapping Expenses	100	0	100
Mileage - Zoning	100	0	100
Planning Notices/Advertising	200	83	117
Zoning Notices/Advertising	800	469	331
DRB - Legal Fees	500	0	500
Planning Members	100	0	100
DRB Stipends	850	880	(30)
Planning Projects	1,000	370	630
Total Planning & Zoning	32,020	12,183	19,837
Assessors Office:			
NEMRC/CAMA	850	850	0
NEMRC Disaster Recovery	850	850	0
Assessor	18,600	17,541	1,059
Total Assessors Office	20,300	19,241	1,059
Collector of Delinquent Taxes:			
Delinquent Tax Collector FICA/MEDI	1,000	30	970
Total Collector of Delinquent Taxes	1,000	30	970
Dogs:			
Dog Warden Stipend	1,750	1,750	0
Animal Control FICA/MEDI	135	135	0
Total Dogs	1,885	1,885	0

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Town Hall & Properties:			
Custodian	\$ 2,200	\$ 3,040	\$ (840)
Repairs & Maintenance	7,000	26,473	(19,473)
Custodial Supplies - Office	100	199	(99)
Heating Fuel	10,000	2,691	7,309
Contracted Services	1,500	995	505
Electric - Town Hall	3,200	3,908	(708)
Electric - Playground	420	492	(72)
Street Lights	5,340	4,470	870
Village Green	120	404	(284)
Electric - Greensboro Grange	200	187	13
Water Bill	1,800	1,921	(121)
Generator Expenses	500	0	500
Grounds	6,000	15,952	(9,952)
Insurance - Town Hall	9,000	6,702	2,298
Insurance - Historical Society	1,400	533	867
Insurance - Library	3,800	1,518	2,282
Insurance - Greensboro Grange	350	0	350
Rubbish Removal	2,000	2,155	(155)
Total Town Hall & Properties	54,930	71,640	(16,710)
Police:			
Insurance - HPD/Constables	300	210	90
Police Services	195,700	195,700	0
Total Police	196,000	195,910	90
Services:			
Driveway Plowing	138,000	138,000	0
Plowing Lake Road	3,700	3,700	0
Total Services	141,700	141,700	0
Professional Fees:			
Audit	25,000	3,386	21,614
Legal	3,000	5,962	(2,962)
Mapping	0	400	(400)
Total Professional Fees	28,000	9,748	18,252

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Fire Department:			
Fire Department Payroll	\$ 14,000	\$ 10,848	\$ 3,152
Fire Department FICA/MEDI	1,150	639	511
Fire Department Workers Compensation	1,100	0	1,100
Fire Department Dues/Education	600	1,195	(595)
Fire Department Notices/Advertising	100	120	(20)
Fire Department IT/Software	1,750	1,887	(137)
Fire Department Telephone	2,600	2,315	285
Fire House Maintenance	2,500	1,703	797
Fire House Garbage	200	0	200
Fire Department Heating Fuel	5,500	3,027	2,473
Fire Department Electricity	1,500	1,318	182
Fire Department Property/Casualty	6,700	2,760	3,940
Fire Department Dispatch	6,450	6,394	56
Fire Department Equipment Fuel	800	1,103	(303)
Fire Department Equipment Repairs	5,000	5,754	(754)
Fire Department New Equipment	11,400	5,371	6,029
Fire Department Radio Replacement/Repairs	1,000	169	831
Fire Department Supplies	400	8	392
Fire Department Truck Repairs	4,000	4,166	(166)
Total Fire Department	<u>66,750</u>	<u>48,777</u>	<u>17,973</u>
Cemetery:			
Cemetery Admin Payroll	550	550	0
Cemetery FICA/MEDI	45	42	3
Cemetery Maintenance	15,000	14,760	240
Cemetery Projects	10,000	11,714	(1,714)
Payment of Corner Stones	50	800	(750)
Cemetery Flags/Miscellaneous	300	252	48
Total Cemetery	<u>25,945</u>	<u>28,118</u>	<u>(2,173)</u>
Caspian Milfoil:			
Caspian Milfoil Pay	14,000	17,311	(3,311)
Caspian Milfoil FICA/MEDI	1,100	1,324	(224)
Caspian Milfoil Unemployment	350	0	350
Caspian Milfoil Workers Compensation	425	0	425
Caspian Electricity	0	27	(27)
Total Caspian Milfoil	<u>15,875</u>	<u>18,662</u>	<u>(2,787)</u>

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Solid Waste:			
Solid Waste Payroll	\$ 1,650	\$ 123	\$ 1,527
Solid Waste FICA/MEDI	150	9	141
Solid Waste Unemployment	80	0	80
Workers Compensation	100	0	100
Recycling Supplies	100	0	100
Hauling Fee	4,200	3,162	1,038
Compost Fee	3,500	2,412	1,088
Recycling Trailer Garbage	<u>2,500</u>	<u>0</u>	<u>2,500</u>
 Total Solid Waste	 <u>12,280</u>	 <u>5,706</u>	 <u>6,574</u>
Transfers Out:			
Capital Budget Appropriation	175,000	175,000	0
Highway Equipment Reserve Appropriation	<u>120,000</u>	<u>120,000</u>	<u>0</u>
 Total Transfers Out	 <u>295,000</u>	 <u>295,000</u>	 <u>0</u>
Appropriations:			
NEK Council on Aging	1,000	1,000	0
AWARE	2,000	2,000	0
Caledonia Home Health	1,400	1,400	0
Clarina Howard Nichols Center	1,500	1,500	0
Craftsbury Community Care Center	10,500	10,500	0
4 Seasons of Early Learning	9,500	9,500	0
Green Up	100	100	0
Greensboro Nursing Home	23,000	23,000	0
Hardwick Area Food Pantry	2,500	2,500	0
Lamoille Family Center	1,000	1,000	0
NEK Human Services	1,524	1,524	0
NEK Learning Services	300	300	0
North Country Animal League	600	600	0
Northeastern VT Development Association	689	689	0
Orleans County Historical Society	700	700	0
Orleans County Citizens Advocacy	800	800	0
NEK Community Action	300	300	0
Red Cross	250	250	0
Hardwick Rescue Squad	32,800	32,800	0
Rural Community Transportation	900	900	0
Vermont Center for Independent Living	210	210	0
Rural Arts	3,500	3,500	0
VT Council on Rural Development	500	500	0
Salvation Farms	750	750	0
Craftsbury Saplings	500	500	0
Neighbors in Action	<u>500</u>	<u>500</u>	<u>0</u>
 Total Appropriations	 <u>97,323</u>	 <u>97,323</u>	 <u>0</u>

See Disclaimer in Accompanying Independent Auditor's Report.

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Special Appropriations:			
Greensboro Conservation Commission	\$ 3,000	\$ 3,000	\$ 0
Greensboro Free Library	41,000	41,000	0
Greensboro Historical Society	6,000	6,000	0
Greensboro Recreation Committee	4,000	4,000	0
Caspian Lake Beach Committee	4,500	4,500	0
Total Special Appropriations	58,500	58,500	0
Total Cash Disbursements	1,310,409	1,293,060	17,349
Excess of Cash Receipts Over Cash Disbursements	\$ 0	56,651	\$ 56,651
Fund Balance - July 1, 2024, As Previously Presented		636,767	
Change in Accounting Principles		128,823	
Error Corrections		(232,265)	
Fund Balance - July 1, 2024, As Restated		533,325	
Fund Balance - June 30, 2025		\$ 589,976	

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Cash Receipts:			
Property Taxes	\$ 810,900	\$ 810,900	\$ 0
State Highway Aid	130,000	129,987	(13)
Wheelock Plowing Reimbursement	2,200	6,798	4,598
Highway Grant Income	0	41,228	41,228
Transfer In	0	480,237	480,237
Total Cash Receipts	943,100	1,469,150	526,050
Cash Disbursements:			
Highway Materials:			
Gravel Pit - Taxes	4,600	6,292	(1,692)
Chloride	35,000	32,324	2,676
Sand	22,000	19,280	2,720
Salt	75,000	67,324	7,676
Gravel	55,000	55,000	0
Culverts	15,000	3,500	11,500
Signs	3,000	4,343	(1,343)
Road Project Materials	4,000	1,984	2,016
Total Highway Materials	213,600	190,047	23,553
Highway Contracted Services:			
Mowing/Brush	9,000	8,500	500
Contracted Road Projects	5,000	32,240	(27,240)
Guard Rails	6,000	0	6,000
Permits	1,800	1,350	450
Total Highway Contracted Services	21,800	42,090	(20,290)
Equipment Operation & Maintenance:			
Small Equipment	4,000	3,445	555
Equipment Repairs	50,000	29,013	20,987
Equipment Maintenance	40,000	26,894	13,106
Fuel/Diesel	50,000	40,954	9,046
Fuel/Gas	4,000	3,107	893
Equipment Rental	2,000	679	1,321
Total Equipment Operation & Maintenance	150,000	104,092	45,908
Payroll & Benefits:			
Payroll/Wages	210,000	216,259	(6,259)
FICA/MEDI	16,100	16,030	70
Retirement	16,800	18,617	(1,817)
Health Insurance	53,500	68,614	(15,114)
HRA	16,400	16,129	271
Unemployment	5,300	3,068	2,232
Workers Compensation	13,000	4,835	8,165
Training	500	120	380
Uniforms	6,600	7,626	(1,026)
Employee Miscellaneous	600	440	160
Total Payroll & Benefits	338,800	351,738	(12,938)

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

	Original and Final Budget	Actual	Variance Favorable/ (Unfavorable)
Garage:			
Garage Maintenance	\$ 1,000	\$ 539	\$ 461
Shop Supplies	4,000	4,904	(904)
Telephone	1,900	1,700	200
Heating Fuel	5,500	3,015	2,485
Electricity	3,800	2,458	1,342
Water Bill	450	450	0
Property & Casualty Insurance	10,000	7,209	2,791
Town Shed Garbage	1,000	998	2
Mileage	300	189	111
Notices/Advertising	750	2,125	(1,375)
Miscellaneous	200	126	74
Total Garage	28,900	23,713	5,187
Highway Projects:			
Paving Projects	180,000	301,153	(121,153)
Grants Match	10,000	0	10,000
Total Highway Projects	190,000	301,153	(111,153)
Total Cash Disbursements	943,100	1,012,833	(69,733)
Excess of Cash Receipts Over Cash Disbursements	\$ 0	456,317	\$ 456,317
Fund Balance - July 1, 2024		229,068	
Fund Balance - June 30, 2025		\$ 685,385	

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

	Special Revenue Funds						
	Findlay Forest Fund	Greensboro Grange Fund	Community Project Fund	Tolman Fund	Greensboro Conservation Commission Fund	Cemetery Fund	Caspian Lake Beach Committee Fund
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,277	\$ 45,370	\$ 9,219
Due from Other Funds	<u>309</u>	<u>1,293</u>	<u>364</u>	<u>540</u>	<u>0</u>	<u>4,967</u>	<u>0</u>
Total Assets	<u>\$ 309</u>	<u>\$ 1,293</u>	<u>\$ 364</u>	<u>\$ 540</u>	<u>\$ 7,277</u>	<u>\$ 50,337</u>	<u>\$ 9,219</u>
<u>LIABILITIES AND FUND BALANCES</u>							
Liabilities:							
Due to Other Funds	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>7,749</u>	\$ <u>0</u>	\$ <u>1,764</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,749</u>	<u>0</u>	<u>1,764</u>
Fund Balances/(Deficit):							
Restricted	0	1,293	364	540	0	50,337	0
Committed	309	0	0	0	0	0	7,455
Assigned	0	0	0	0	0	0	0
Unassigned/(Deficit)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(472)</u>	<u>0</u>	<u>0</u>
Total Fund Balances/(Deficit)	<u>309</u>	<u>1,293</u>	<u>364</u>	<u>540</u>	<u>(472)</u>	<u>50,337</u>	<u>7,455</u>
Total Liabilities and Fund Balances	<u>\$ 309</u>	<u>\$ 1,293</u>	<u>\$ 364</u>	<u>\$ 540</u>	<u>\$ 7,277</u>	<u>\$ 50,337</u>	<u>\$ 9,219</u>

Special Revenue Funds

Reappraisal Fund	Greensboro Recreation Committee Fund	Records Preservation Fund	MERP Grant Fund	Caspian Milfoil Grant Fund	Eligo Milfoil Grant Fund	Energy Committee Fund	Community Park Fund	Total
\$ 81,246	\$ 0	\$ 16,306	\$ 0	\$ 2,346	\$ 17,520	\$ 6,381	\$ 0	\$ 185,665
<u>73,967</u>	<u>3,739</u>	<u>46,086</u>	<u>1,520</u>	<u>0</u>	<u>0</u>	<u>2,020</u>	<u>3,720</u>	<u>138,525</u>
\$ <u>155,213</u>	\$ <u>3,739</u>	\$ <u>62,392</u>	\$ <u>1,520</u>	\$ <u>2,346</u>	\$ <u>17,520</u>	\$ <u>8,401</u>	\$ <u>3,720</u>	\$ <u>324,190</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,330	\$ 625	\$ 0	\$ 0	\$ 12,468
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,330</u>	<u>625</u>	<u>0</u>	<u>0</u>	<u>12,468</u>
0	0	62,392	1,520	16	16,895	8,401	3,720	145,478
0	3,739	0	0	0	0	0	0	11,503
155,213	0	0	0	0	0	0	0	155,213
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(472)</u>
<u>155,213</u>	<u>3,739</u>	<u>62,392</u>	<u>1,520</u>	<u>16</u>	<u>16,895</u>	<u>8,401</u>	<u>3,720</u>	<u>311,722</u>
\$ <u>155,213</u>	\$ <u>3,739</u>	\$ <u>62,392</u>	\$ <u>1,520</u>	\$ <u>2,346</u>	\$ <u>17,520</u>	\$ <u>8,401</u>	\$ <u>3,720</u>	\$ <u>324,190</u>

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

Special Revenue Funds

	Findlay Forest Fund	Greensboro Grange Fund	Community Project Fund	Tolman Fund	Greensboro Conservation Commission Fund	Cemetery Fund	Caspian Lake Beach Committee Fund
Cash Receipts:							
Intergovernmental	\$ 0	\$ 0	\$ 0	\$ 0	\$ 685	\$ 0	\$ 5,116
Permits, Licenses and Fees	0	0	0	0	0	0	0
Investment Income	0	0	0	0	0	0	0
Donations	0	0	0	0	750	1,000	0
Total Cash Receipts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,435</u>	<u>1,000</u>	<u>5,116</u>
Cash Disbursements:							
General Government	0	0	0	0	5,159	0	0
Culture and Recreation	0	0	0	0	0	0	8,253
Total Cash Disbursements	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,159</u>	<u>0</u>	<u>8,253</u>
Excess/(Deficiency) of Cash Receipts Over Cash Disbursements	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(3,724)</u>	<u>1,000</u>	<u>(3,137)</u>
Other Financing Sources:							
Transfers In	0	0	0	0	3,000	0	4,500
Total Other Financing Sources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,000</u>	<u>0</u>	<u>4,500</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(724)</u>	<u>1,000</u>	<u>1,363</u>
Fund Balances/(Deficit) - July 1, 2024, As Previously Presented	309	1,293	364	540	252	49,337	6,092
Change in Accounting Principles Change within Financial Reporting Entity (Non-Major to Major)	0	0	0	0	0	0	0
Fund Balances - July 1, 2024, As Adjusted/Restated	<u>309</u>	<u>1,293</u>	<u>364</u>	<u>540</u>	<u>252</u>	<u>49,337</u>	<u>6,092</u>
Fund Balances/(Deficit) - June 30, 2025	<u>\$ 309</u>	<u>\$ 1,293</u>	<u>\$ 364</u>	<u>\$ 540</u>	<u>\$ (472)</u>	<u>\$ 50,337</u>	<u>\$ 7,455</u>

Special Revenue Funds

Reappraisal Fund	Greensboro Recreation Committee Fund	Records Preservation Fund	MERP Grant Fund	Caspian Milfoil Grant Fund	Eligo Milfoil Grant Fund	Energy Committee Fund	Community Park Fund	Formerly Non-Major Fund Greater Greensboro Fund	Total
\$ 8,740	\$ 0	\$ 0	\$ 15,013	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 29,554
0	0	4,222	0	0	0	0	0	0	4,222
581	0	6	0	0	0	0	0	0	587
0	3,400	0	0	0	0	1,500	0	0	6,650
<u>9,321</u>	<u>3,400</u>	<u>4,228</u>	<u>15,013</u>	<u>0</u>	<u>0</u>	<u>1,500</u>	<u>0</u>	<u>0</u>	<u>41,013</u>
0	0	387	0	0	500	0	0	0	6,046
0	10,045	0	15,398	0	0	0	0	0	33,696
0	10,045	387	15,398	0	500	0	0	0	39,742
<u>9,321</u>	<u>(6,645)</u>	<u>3,841</u>	<u>(385)</u>	<u>0</u>	<u>(500)</u>	<u>1,500</u>	<u>0</u>	<u>0</u>	<u>1,271</u>
0	4,000	0	0	0	0	0	0	0	11,500
0	4,000	0	0	0	0	0	0	0	11,500
<u>9,321</u>	<u>(2,645)</u>	<u>3,841</u>	<u>(385)</u>	<u>0</u>	<u>(500)</u>	<u>1,500</u>	<u>0</u>	<u>0</u>	<u>12,771</u>
145,892	6,384	58,551	1,905	16	17,395	6,901	3,720	(232,435)	66,516
0	0	0	0	0	0	0	0	142,136	142,136
0	0	0	0	0	0	0	0	90,299	90,299
<u>145,892</u>	<u>6,384</u>	<u>58,551</u>	<u>1,905</u>	<u>16</u>	<u>17,395</u>	<u>6,901</u>	<u>3,720</u>	<u>0</u>	<u>298,951</u>
\$ <u>155,213</u>	\$ <u>3,739</u>	\$ <u>62,392</u>	\$ <u>1,520</u>	\$ <u>16</u>	\$ <u>16,895</u>	\$ <u>8,401</u>	\$ <u>3,720</u>	\$ <u>0</u>	\$ <u>311,722</u>

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

Selectboard
Town of Greensboro, Vermont
PO Box 119
Greensboro, VT 05841

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 modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Greensboro, Vermont, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Greensboro, Vermont’s basic financial statements and have issued our report thereon dated February 23, 2026.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Town of Greensboro, Vermont's Response to Finding

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sullivan, Powers & Co.

February 23, 2026
Montpelier, Vermont
VT Lic. #92-000180

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

Deficiencies in Internal Control:

Material Weaknesses:

None noted.

Significant Deficiencies:

2025-001 Authorization of General Journal Entries

Criteria:

Internal controls should be in place that requires appropriate officials to authorize all adjustments to the books of original entry.

Condition:

The Town does not have a policy in place to require authorization or review of adjustments to the books of original entry.

Cause:

Unknown.

Effect:

This deficiency in the internal control structure could allow other working control policies to be circumvented.

Recommendation:

We recommend that the Town enact a policy that requires appropriate officials to authorize and review all general journal entries so as not to circumvent the original approval process.

February 25, 2026

Town of Greensboro Response to Journal Entry Review:

In response to the auditors' finding of a deficiency in internal control, the Town will immediately add new procedures to formalize an internal review of all journal entries as follows: at the first of each month, the Treasurer or Assistant Treasurer will request review of the previous month's journal entries by a knowledgeable person.

At the review of the audit for FY25, the Selectboard Chair, Vice Chair, and Treasurer determined that Vice Chair Timothy Brennan would fill this role. When Mr. Brennan steps down from this position, the Selectboard and Treasurer shall determine an appropriately knowledgeable successor.