

Town of Simsbury Connecticut



Comprehensive Annual Financial Report

For The Fiscal Year Ended

June 30, 2010

TOWN OF SIMSBURY, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL
REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Department of Finance
Kevin G. Kane
Director of Finance

Introductory Section

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COMPREHENSIVE ANNUAL FINANCIAL REPORT
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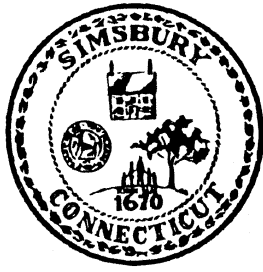
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Town of Simsbury

933 HOPMEADOW STREET

P.O. BOX 495

SIMSBURY, CONNECTICUT 06070

November 8, 2010

To the Board of Selectmen, Board of Education, Board of Finance and the citizens of the Town of Simsbury:

Connecticut State Statutes require that all municipal entities publish within six months of the close of the fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Simsbury, Connecticut, for the fiscal year ended June 30, 2010.

This report consists of management's representations concerning the finances of the Town of Simsbury, Connecticut. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of Simsbury has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Town's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefit, the Town's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town's financial statements have been audited by Blum, Shapiro & Company, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide a reasonable assurance that the financial statements of the Town of Simsbury for the fiscal year ended June 30, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Town of Simsbury financial statements for the fiscal year ended June 30, 2010, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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8:30 - 4:30 Tuesday through Friday

The independent audit of the financial statements of the Town was part of broader, federal and state mandated “Single Audits” designed to meet the special needs of federal and state grantor agencies. The standards governing the Federal and State Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These reports are available in the Town of Simsbury’s separately issued Single Audit Reports.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town of Simsbury’s MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The Town of Simsbury was incorporated as Connecticut’s twenty-first Town in May 1670. It has a land area of approximately 34.5 square miles and a population of approximately 23,234. Centrally located in the heart of the New York - Boston corridor, Simsbury is a most attractive and diverse suburban community. As a part of the beautiful Farmington Valley, Simsbury offers an unmatched quality of life with a traditional New England town atmosphere in a setting of rolling hills, the picturesque Farmington River and well-manicured properties. Simsbury is conveniently located 20 minutes northwest of Hartford and 20 minutes southwest of Bradley International Airport.

The Town of Simsbury operates under a Charter revised as of November 7, 2006. The form of government is Board of Selectman - Town Meeting. There are five Selectmen (2-year term) and a full-time paid First Selectman (2-year term). There is also an eight-member Board of Education (4-year term) and a six member Board of Finance (6-year term). The First Selectman functions as the Town’s Chief Elected and Administrative Official. The legislative authority of the government is vested in the Board of Selectmen and the Town Meeting. The Charter requires an automatic referendum for the annual budget and for expenditures in excess of 2% of the annual budget.

The Town of Simsbury provides a full range of services, including police protection; the construction and maintenance of streets and other infrastructure; recreational activities and cultural events; and a public school system, which is one of the finest in the state and national level for excellence. Certain sanitation services are provided by a legally separate Water Pollution Control Authority, which functions, in essence, as a department of the Town of Simsbury and therefore its operations have been included as an integral part of the Town of Simsbury’s financial statements.

The annual budget serves as the foundation of the Town of Simsbury's financial planning and control. The proposed annual budget is presented at the Annual Town Meeting held on the first Tuesday in May. The Annual Town Meeting is then subject to an automatic referendum by all qualified voters of the Town. This referendum shall be held from 14 to 21 days following the conclusion of the Town Meeting. If the annual budget is not approved at referendum, then the Board of Finance, in cooperation with the First Selectman, shall revise the annual budget, or that portion thereof, which has been rejected at the referendum, and present it at a subsequent Town Meeting for discussion and an additional referendum for acceptance. If the budget remains unaccepted after such subsequent meeting and referendum, the budget adopted for the then current fiscal year shall be deemed to be the temporary budget for the forthcoming fiscal year and expenditures may be made on a month-to-month basis in accordance therewith, until such time as the referendum finally adopts a new budget. Upon request of the Board of Selectmen, during the last six months of the fiscal year, the Board of Finance may, by resolution, transfer any unencumbered appropriation, balance or portion thereof from one department, commission, board or office to another, except for the Board of Education. No transfer shall be made from any appropriation for debt service and other statutory charges. Departmental budget accounts serve as the legal level of control for the General Fund. The legal level of budgetary control is at the fund level for the Sewer Use, Residential Rental Properties, Animal Control and Simsbury Farms.

Local Economy

The Town is host to several national corporations such as the Hartford Insurance Company. The Hartford Insurance Company maintains an alternate data center and offices in Simsbury as well as the headquarters of its Corporate Life Insurance Business Line. The company is one of the Town's largest taxpayers and its largest employer with approximately 3,000 employees.

The Town's current unemployment rate is 6.2% compared to the state average of 9.3% and the national average of 9.5%.

During the past ten years, the government's expenses related to debt service and Board of Education have increased not only in amount, but also as a percentage of total expenses (a ten-year average increase of 14.4% and 5.3%, respectively, versus 2.9% for all other expenses and 5.0% for total expenses). In the case of debt service, the higher increase was primarily driven by the \$43 million High School Expansion and Renovation project, which forced annual debt service to exceed the maximum allowable percentage under the Town's Debt Policy. The growth in the Board of Education expenses reflects a ten-year annual average increase of 0.2% and 1.6%, respectively, in student enrollment and full-time positions.

During the same ten-year period, total revenues have increased on an average of 5.1% annually, compared to 5.2% annually for property tax revenues, and all other revenues increased 4.4% annually. Ten years ago, property tax revenues accounted for 88.5% of total revenues versus 90.1% today.

Long-Term Financial Planning

The Town has a five-year Capital Improvement Plan which totals approximately \$28.1 million, of which it is estimated that \$23.7 million will be funded through debt and the remainder from grants and fund balance.

Relevant Financial Policies

The Town of Simsbury written financial policies are as follows:

- Debt Policy
- Capital and Non-Recurring Fund Policy Statement
- Investment Policy
- Pension Investment Policy and Investment Objectives
- Other Post Employment Benefit (OPEB) Trust Investment Policy
- GASB 34 - Capital Asset Policy

The Town's debt policy establishes as a long-term objective that debt retirement expenses (interest and principal) be at a rate of not more than 5 - 7% of the total annual budget. For the year ended June 30, 2010, the annual debt retirement expense percentage in relation to the total annual budget was 7.10%, and therefore was not in compliance with the Town's debt policy.

Major Initiatives

At the May 4, 2010, Special Town Meeting:

- \$260,000 was approved and appropriated from the Sewer Assessment Fund for sewer main extensions. This project is projected to be completed by spring of 2011.
- \$670,000 was approved and appropriated from the Sewer Use Fund for design and reconstruction of the Tunxis Pump Station. This project is projected to be completed by summer of 2010.
- \$1,277,500 was approved and appropriated for replacement of the roof at Latimer Lane School. Funding for this project is estimated to be \$383,250 from state grants and the remainder through the issuance of bonds. This project is projected to be completed by summer of 2011.
- \$450,000 was approved and appropriated for School District Network Infrastructure. Funding for this project will be through the issuance of bonds. This project is projected to be completed spring of 2011.

At the May 18, 2010, Referendum:

- \$2,400,000 was approved and appropriated for paving management. This project is projected to be completed by summer of 2013.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report for fiscal year ended June 30, 2009. This was the eleventh consecutive year that we have received this prestigious award. In order to be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized comprehensive annual financial report. The report published satisfied both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. In addition, the accounting firm of Blum, Shapiro & Company, P.C., made substantial contributions in the development of this document. Due credit also should be given to the First Selectman, Board of Selectmen, Board of Education and the Board of Finance for their cooperation, assistance and support throughout the year in matters pertaining to the financial affairs of the Town.

Respectfully submitted,



Mary A. Glassman
First Selectman



Kevin G. Kane
Director of Finance/Treasurer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Simsbury
Connecticut

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

Town of Simsbury Organizational Chart

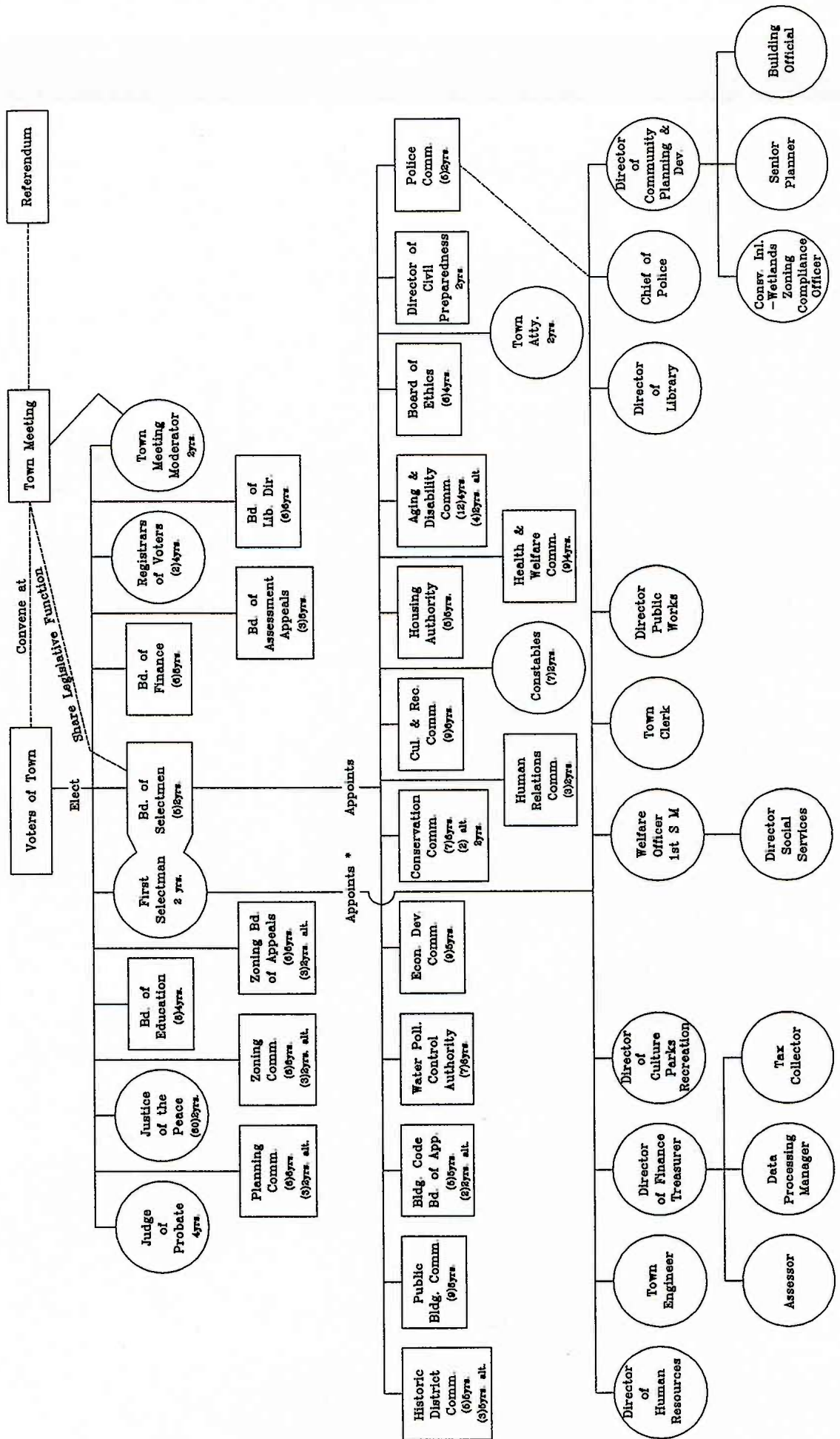
Legend

□ Groups functioning as boards, commissions or departments

○ Individuals functioning as separate officers

* With the approval of Board of Selectmen

() Indicates number of members on a board or commission, followed by term of office



PRINCIPAL OFFICIALS

BOARD OF SELECTMEN

Mary A. Glassman First Selectman
John K. Hampton, Deputy 1st Selectman
Lisa L. Heavner
Robert S. Hensley
Tom Herlihy
Moria Kunkel Wertheimer

BOARD OF EDUCATION

John L. Sennott, Chairman
Lydia A. Tedone, Vice Chairman
Charles Moret
Michael Gorman
Chris M. Kelly
Michael Wade
Tara Willerup
Susan Salina

BOARD OF FINANCE

Paul W. Henault, Chairman
Peter K. Askham
Barbara Petitjean
Kevin A. North
Nicholas B. Mason
Anita L. Mielert

APPOINTED OFFICIALS

Diane Ullman, Superintendent
David P. Holden, School Business Manager
Kevin G. Kane, Director of Finance/Treasurer
Carolyn Keily, Town Clerk
Colleen O'Connor, Tax Collector
David Gardner, Assessor
Kevin J. Kowalski, Director of Civil Preparedness
Micheline Lecours-Beck, Social Service Director
Gerard Toner, Director of Culture, Parks & Recreation
Hiram Peck, Director of Planning
Howard Beach, Conservation Officer
Henry Miga, Building Official
Richard Sawitzke, Town Engineer
Updike, Kelley & Spellacy, Town Attorney

Financial Section



Accounting | Tax | Business Consulting

Independent Auditors' Report

To the Board of Finance
Town of Simsbury, Connecticut

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2010, which collectively comprise the Town of Simsbury, Connecticut's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of June 30, 2010 and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparison for the general fund and sewer use fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2010 on our consideration of the Town of Simsbury, Connecticut's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and 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* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 3 through 20 and the schedules of funding progress - Pension Trust Funds and Other Post Employment Benefits Trust Fund on pages 64 and 65 are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Simsbury, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Blum, Shapiro & Company, P.C.

November 8, 2010

TOWN OF SIMSBURY, CONNECTICUT

Management's Discussion and Analysis

JUNE 30, 2010

The management of the Town of Simsbury, Connecticut (the Town) offers readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- On a government-wide basis, the assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$106,383,874 for the Governmental Activities.
- On a government-wide basis, the government's total net assets increased by \$6,799,172 for the Governmental Activities.
- As of the close of the current fiscal year, the Town's Governmental Funds reported combined ending fund balances of \$20,530,943, an increase of \$2,576,317 in comparison with the prior year. Of this total amount, \$42,047 is nonspendable (inventory), \$1,159,960 use is restricted by governmental grants or other legal restriction, \$290,000 is committed by Simsbury Board of Finance (Budget-Making Authority), \$10,359,372 is assigned and \$8,679,564 is unassigned. The \$8,679,564 unassigned fund balance is available for spending at the Town's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$8,679,564 or 9.70% of total General Fund expenditures.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town's net assets changed during the most recent fiscal year. All changes in net assets 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 a future fiscal period (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Town include general government, planning and development, public safety, facility management, culture and recreation, health and welfare and insurances, education, special projects and interest on long-term debt.

The government-wide financial statements can be found as Exhibits I and II of this report.

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds

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

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

The Town maintains 17 individual funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Sewer Use Fund, Sewer Assessment Fund and the Capital Project Fund, all of which are considered to be major funds.

Data from the other 13 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found at Exhibits III to V of this report.

Proprietary Funds - The Town maintains a Self-Insurance Fund to account for the self-insurance program for health insurance coverage for the Town and Board of Education employees.

The basic governmental fund financial statements can be found at Exhibits VI to VIII of this report.

Fiduciary Funds - Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's own programs. The accounting used for Fiduciary Funds is much like that used for Proprietary Funds.

The basic fiduciary fund financial statements can be found at Exhibits IX and X of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 33-63 of this report.

Required Supplementary Information

This report contains certain supplementary information concerning the Town's progress in funding its obligation to provide pension benefits and other post employment benefits to its employees.

Other Information

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 66-81 of this report.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. In the case of the Town, assets exceeded liabilities by \$106,383,874 at the close of the most recent fiscal year.

By far, the largest portion of the Town's assets is its investment in capital assets (e.g., land, buildings, machinery and equipment). It is presented in the statement of net assets less any related debt used to acquire those assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets, net of accumulated depreciation, 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.

NET ASSETS - GOVERNMENTAL ACTIVITIES

June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Current assets	\$ 28,670,465	\$ 26,993,163
Capital assets, net of accumulated depreciation	135,754,525	132,426,309
Noncurrent assets	461,612	327,864
Total Assets	<u>164,886,602</u>	<u>159,747,336</u>
Current liabilities	11,717,495	12,445,011
Noncurrent liabilities	46,785,233	47,717,623
Total Liabilities	<u>58,502,728</u>	<u>60,162,634</u>
Net Assets:		
Invested in capital assets, net of related debt	83,683,437	79,465,301
Unrestricted	22,700,437	20,119,401
Total Net Assets	<u>\$ 106,383,874</u>	<u>\$ 99,584,702</u>

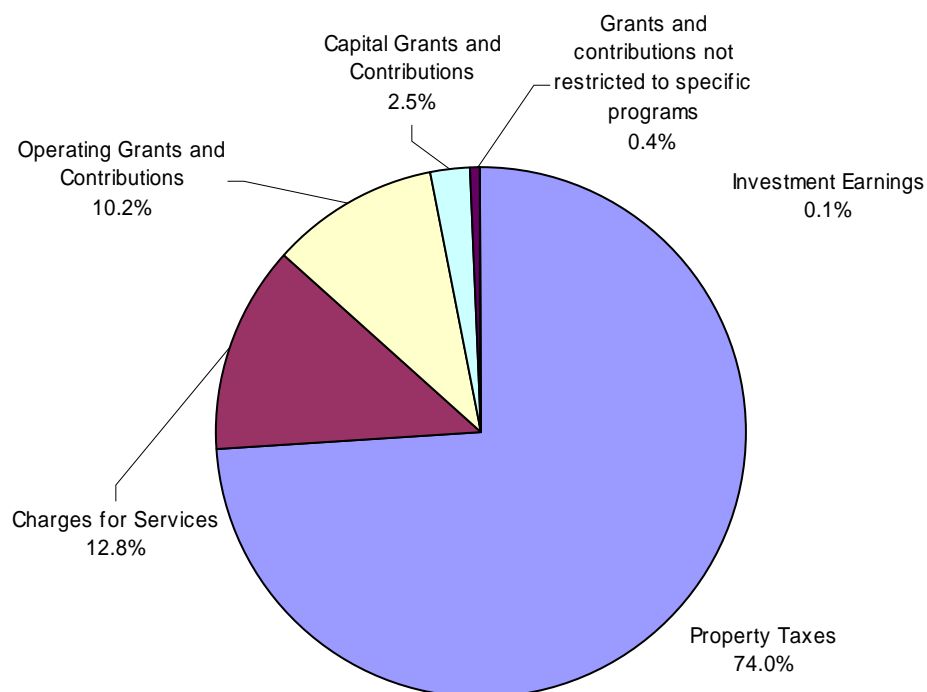
The government's net assets increased by \$6,799,172 or 6.83% during the current fiscal year compared to \$9,407,519 or 10.43% for the prior fiscal year. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements, is \$22,700,437 at the end of this year compared to \$20,119,401 at the end of the prior year for an increase of \$2,581,036.

CHANGES IN NET ASSETS - GOVERNMENTAL ACTIVITIES
For the Years Ended June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Revenues:		
Program revenues:		
Charges for services	\$ 13,504,849	\$ 12,940,760
Operating grants and contributions	10,767,534	10,915,178
Capital grants and contributions	2,676,598	2,579,226
General revenues:		
Property taxes	78,380,041	77,301,151
Grants and contributions not restricted to specific program	396,805	396,487
Investment income	<u>144,248</u>	<u>281,164</u>
Total revenues	<u>105,870,075</u>	<u>104,413,966</u>
Expenses:		
General government	2,842,450	3,062,056
Planning and development	1,552,148	1,843,702
Public safety	6,191,312	6,046,297
Facility management	8,254,369	8,081,543
Culture and recreation	5,163,162	5,018,286
Health and welfare	887,619	868,396
Education	72,654,089	68,363,256
Interest on long-term debt	<u>1,525,754</u>	<u>1,722,911</u>
Total expenses	<u>99,070,903</u>	<u>95,006,447</u>
Change in net assets	6,799,172	9,407,519
Net Assets, July 1	<u>99,584,702</u>	<u>90,177,183</u>
Net Assets, June 30	<u>\$ 106,383,874</u>	<u>\$ 99,584,702</u>

Total revenues were \$105,870,075 and \$104,413,966, respectively, for the years ended June 30, 2010 and June 30, 2009. Total cost of all programs and services were \$99,070,903 and \$95,006,447, respectively, for the years ended June 30, 2010 and June 30, 2009. Net assets increased by \$6,799,172 and \$9,407,519, respectively, for the years ended June 30, 2010 and June 30, 2009.

Revenue by Source - Governmental Activities



Governmental Activities

Major revenue factors during the year include:

- Property taxes collected increased by \$1,078,890 or 1.40%. The property tax budget increase was \$1,077,072 or 1.41% and the revenue budget decrease (excluding property taxes) was \$1,018,002 to cover an expenditure budget increase of \$59,070 or 0.07%. The revenue budget decrease of \$1,018,002 was primarily driven by a decrease in investment income of \$950,000.
- Charges for services increased by \$564,089 or 4.4%. Illustrated below is a comparison between 2010 and 2009:

	<u>2010</u>	<u>2009</u>	<u>Variance</u>
General government	\$ 809,490	\$ 688,041	\$ 121,449
Planning and development	421,092	369,448	51,644
Public safety	366,510	264,779	101,731
Facility management	3,317,857	3,566,041	(248,184)
Culture and recreation	2,062,964	2,033,644	29,320
Health and welfare	172,778	182,981	(10,203)
Education	6,354,158	5,835,826	518,332
Total	\$ <u>13,504,849</u>	\$ <u>12,940,760</u>	\$ <u>564,089</u>

Illustrated below is a detail breakdown of Charges for Services revenues which had a \$100,000 variance between 2010 and 2009:

	<u>2010</u>	<u>2009</u>	<u>Variance</u>	<u>Explanation</u>
<u>Public Safety:</u>				
Police Private Duty	\$ 267,809	\$ 112,907	\$ 154,902	Increase was due to State road projects.
<u>Education:</u>				
Teacher's Retirement	4,817,816	4,668,347	149,469	For 2010, State of Connecticut increased its contribution.
Program Fund	270,885	23,866	247,019	Increase largely due to a portion of the expenditures from the Farmington Valley Transition Academy, a cooperative program for special education students ages 18-21 with the Farmington Public Schools housed at the University of Hartford, being reimbursed by the Farmington Public Schools (fiscal agent) to us that originally were expensed in our BOE operating budget (\$198,647). Also, the employee benefit expenses for two employees in the SEED program, started in 2009-10, were reimbursed by the Simsbury Department of Continuing Education (\$35,082).

- Operating grants and contributions decreased by \$147,644 or 1.4%. Illustrated below is a comparison between 2010 and 2009:

	<u>2010</u>	<u>2009</u>	<u>Variance</u>
General government	\$ 300,352	\$ 747,425	\$ (447,073)
Planning and development	79,055	259,341	(180,286)
Public safety	128,765	1,621	127,144
Facility management	694,959	1,439,409	(744,450)
Health and welfare	50,367	53,504	(3,137)
Education	<u>9,514,036</u>	<u>8,413,878</u>	<u>1,100,158</u>
Total	\$ <u>10,767,534</u>	\$ <u>10,915,178</u>	\$ <u>(147,644)</u>

Illustrated below is a detail breakdown of operating grants revenues which had a \$100,000 variance between 2010 and 2009:

	<u>2010</u>	<u>2009</u>	<u>Variance</u>	<u>Explanation</u>
<u>General Government:</u>				
Small Cities Community Block Grant	\$ 482,228	\$ 267,972	\$ 214,256	Received grant over two years to cover capital improvements to senior housing for the Simsbury Housing Authority
<u>Planning & Development:</u>				
Greenway Grant		184,441	(184,441)	For 2009, State grants for the greenways.
<u>Facilities Management:</u>				
Clean Water Fund Loan Payment - Town of Avon	293,528	617,147	(326,619)	2009 was the first year for debt service payments for the 2% Clean Water Fund Loan. Reason for the higher amounts for 2009 was that the first payment included accrued interest during the construction phase of the Sewer Treatment Plant.
Clean Water Fund Loan Payment - Town of Granby	116,399	244,731	(128,332)	“ “
LOCIP Grants	97,214	394,471	(297,257)	For 2010 included partial LOCIP grants for the 2010 and 2009 appropriations. For 2009 included full LOCIP grants for 2007 and 2008 appropriations and a partial for the 2009 appropriation.
<u>Education:</u>				
Education Cost Sharing (ECS) Grant	4,629,106	5,368,467	(739,361)	Decrease in State funding.
Education Stabilization - ARRA Grant	765,757		765,757	Federal Stimulus to offset decrease in ECS funding.
State & Federal Grant Fund	3,744,215	2,693,566	1,050,649	Increase was due largely to the new federal stimulus funds (ARRA IDEA and IDEA Pre-School and the state Open Choice-Sheff Support grant). Additionally there was an increase in special education excess cost grant reimbursement over the prior year due to eligible expenditures.

- Capital grants and contributions increased by \$97,372 or 3.8%. Illustrated below is a breakdown comparison between 2010 and 2009:

	<u>2010</u>	<u>2009</u>	<u>Variance</u>
General government	\$ 287,080	\$	\$ 287,080
Planning & Development	1,027,750	1,120,342	(92,592)
Facility management	414,127		414,127
Culture and Recreation	280,797	289,664	(8,867)
Health & Welfare	40,000		40,000
Education	<u>626,844</u>	<u>1,169,220</u>	<u>(542,376)</u>
Total	<u>\$ 2,676,598</u>	<u>\$ 2,579,226</u>	<u>\$ 97,372</u>

Illustrated below is a detail breakdown of capital grants and contributions which had a \$100,000 variance between 2010 and 2009:

	<u>2010</u>	<u>2009</u>	<u>Variance</u>	<u>Explanation</u>
<u>General Government:</u>				
Voting Machines	\$ 102,080	\$	\$ 102,080	Ten voting machines purchased by State of Connecticut.
Open Space Grant	185,000		185,000	In 2010 received Open Space Grant Hall Farms Development Rights purchase of 2002. This grant was questionable in receiving and this capital project was funded from a bond issue and a pay-down from the General Fund (in place of this grant).
<u>Planning and Development:</u>				
Open Space Grants	895,750	716,175	179,575	In 2010 received three grants; \$350,000 for the Flamig Farm Development Rights purchase of 2006; \$195,750 for the Ethel Walker land purchase of 2008 and \$350,000 for the Gertsen land purchase of 2010. In 2009 received two grants for the Ethel Walker land purchase of 2008.
<u>Facility Management:</u>				
Eno Hall STEAP Grant	200,000		200,000	Grant for capital improvements to Eno Memorial Hall.
Greenway SI5 - Contribution	214,127		214,127	State of Connecticut Improvements.

	<u>2010</u>	<u>2009</u>	<u>Variance</u>	<u>Explanation</u>
<u>Culture and Recreation:</u>				
CT DEP Grant	\$ 200,000	\$	\$ 200,000	Grant for Simsbury Farms Access Road.
Library Expansion Grant		250,000	(250,000)	For 2009 included the remaining portion of the \$500,000 grant.
<u>Education:</u>				
Progress Payment Grant - School Construction	401,204	1,127,615	(726,411)	Tariffville School Addition & Alteration project.
Progress Payment Grant – School Construction	215,863		215,863	Tariffville School Roof Replacement project.

- Grants not restricted to specific programs increased by \$318 or 0.08%.
- Unrestricted investment earnings decreased by \$136,916 or 48.7%. The decrease was due to lower investment rates for the current fiscal year of 0.24% compared to 1.0% for the prior fiscal year.

For the most part, increases in expenses closely paralleled inflation and growth in the demand for services.

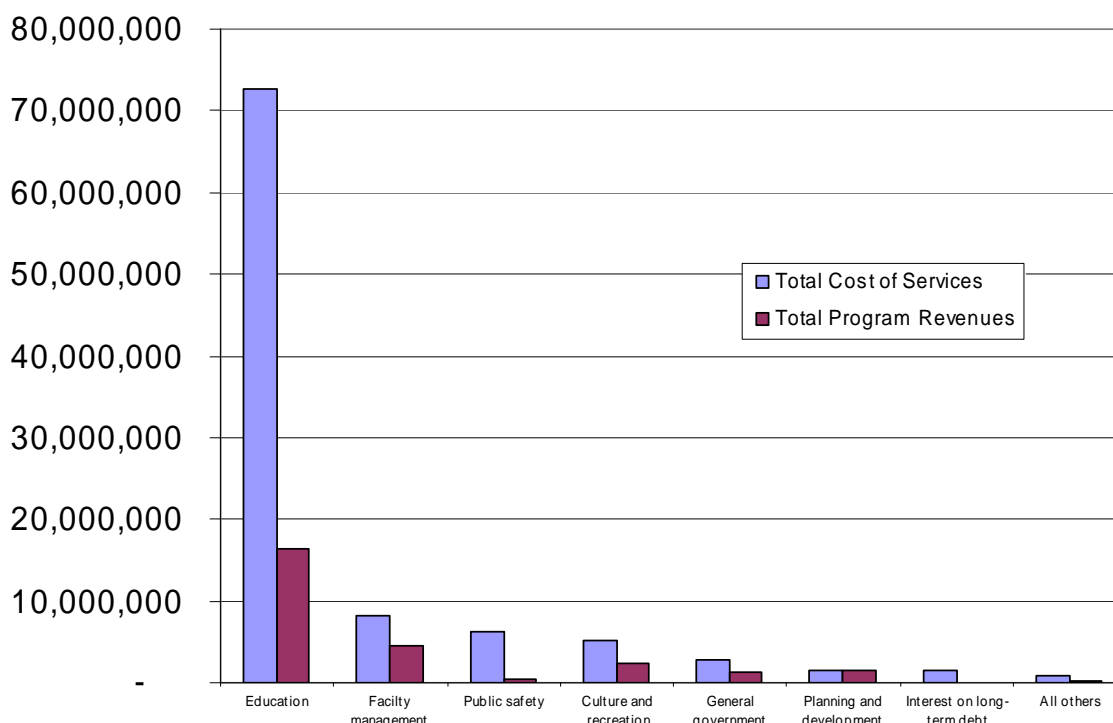
The following table presents the cost of each of the Town's programs as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

GOVERNMENTAL ACTIVITIES

For the Year Ended June 30, 2010

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Education	\$ 72,654,089	\$ 56,159,051
Facility management	8,254,369	3,827,426
Public safety	6,191,312	5,696,037
Culture and recreation	5,163,162	2,819,401
General government	2,842,450	1,445,528
Planning and development	1,552,148	24,251
Interest on long-term debt	1,525,754	1,525,754
All others	887,619	624,474
Totals	\$ <u>99,070,903</u>	\$ <u>72,121,922</u>

Expenses and Program Revenue - Governmental Activities



Financial Analysis of the Government's Funds

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

Governmental Funds

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

As of the end of the current fiscal year, the Town's Governmental Funds reported combined ending fund balances of \$20,530,943, an increase of \$2,576,317 in comparison with the prior year. Of this total amount, \$42,047 is nonspendable (inventory), \$1,159,960 use is restricted by governmental grants or other legal restriction, \$290,000 is committed by Simsbury Board of Finance (Budget-Making Authority), \$10,359,372 is assigned and \$8,679,564 is unassigned. The \$8,679,564 unassigned fund balance is available for spending at the Town's discretion.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the General Fund total fund balance was \$9,252,266. Of this total fund balance, \$161,737 is restricted by governmental grants or other legal restriction, \$290,000 is committed by Simsbury Board of Finance (Budget-Making Authority), \$120,965 is assigned, with the balance being unassigned in the amount of \$8,679,564. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 9.70% of the total General Fund expenditures, while total fund balance represents 10.34 % of that same amount.

The fund balance of the Town's General Fund increased by \$787,133 during the current fiscal year and the unassigned fund balance increased by \$678,598 as illustrated below:

The major factors behind the increase of \$678,599 are as follows:

The General Fund revenues collected were significantly higher than budgeted as follows:

- Property taxes collected were \$899,767 higher than the budget. Current collection rate of 99.26% versus budgeted collection rate of 98% was \$863,848 higher than the budget. In addition, the Town's prior year taxes were \$10,148 lower than budget, and interest and lien fees were \$46,067 higher than budget.
- Intergovernmental revenues were \$656,847 higher than budget. The primary drivers were \$200,000 STEAP for the Simsbury Farms Access Road, \$185,000 Open Space Grant for the Hall Farm Development Right purchase in 2002, \$94,952 Department of Justice Grants, \$51,000 CT Department of Environmental Protection, \$27,955 CT Incentive Housing Grant and \$20,881 Homeland Security Grant.
- Investment income was \$228,352 lower than the budget. The primary driver was lower investment rates for the current fiscal year of 0.2% compared to 1.0% for the prior fiscal year.
- Charges for goods and services were \$55,837 higher than the budget.
- Licenses and permits revenues were \$9,218 lower than the budget.
- Local revenues were \$114,342 higher than the budget. During the current year, prior year encumbrances were closed out totaling \$45,210.
- Other financing sources were \$90,935 higher than the budget. The Town received a bond premium of \$84,506 for the \$4,785,000, 2010 General Obligation Bond Issue. The Police Special Duty Fund transfer was \$6,429 higher than budgeted.
- General Fund expenditures were \$90,250 lower than the amended budget and \$899,750 higher than the original budget. During the fiscal year the Board of Finance provided supplemental appropriations from RESERVES totaling \$990,000. Board of Education returned \$18,753 or 0.03% of their original/amended budget of \$61,381,361. Board of Selectmen returned \$71,497 or 0.38% of their amended budget of \$18,765,739.

The Sewer Use Fund has a fund balance of \$5,333,714 at the end of the year, a decrease of \$434,708 from the prior year. A portion of the fund balance is to be used to help pay the future debt service on the Waste Water Treatment Plant \$26.8 million renovation and expansion capital project. This project was funded 100% by the State of Connecticut Clean Water Fund 2% Loan and Grant program. This project is completed and payments begin on the 20-year, 2% loan program starting monthly beginning September 2008. The loan will be repaid by future sewer user charges.

The major factors behind the decrease of \$434,708 are as follows:

- Sewer Use Fund generated total revenues of \$3,345,820, of which \$409,927 were 2% Clean Water Loan payments from Town of Avon and Granby for their share, \$11,603 was from investment income, \$2,489,783 was from sewer use fees and \$434,507 on new sewer service connections and other fees.
- Operating transfers in of \$17,500 for the closed Church & Elm Street capital project.
- Total expenditures were \$3,128,028 of which \$1,862,822 was to operate the Sewer Treatment Plant and 2% Clean Water Fund Loan payments totaling \$1,265,207 of which \$886,668 and \$378,539, respectively for principal and interest.
- Operating transfers out of \$670,000 for the rehabilitation of Tunxis Pump Station capital project as approved at the May 4, 2010, Special Town Meeting.

The Sewer Assessment Fund has a fund balance of \$1,004,100 at the end of the year, a decrease of \$119,754 from the prior year.

The major factors behind the decrease of \$119,754 are as follows:

- Sewer Assessment Fund generated \$140,246 of which \$2,673 was from investment income, \$112,962 was from principal payments received on sewer assessments and \$24,611 was from interest and lien fees payment on sewer assessments.
- Operating transfer out of \$260,000 for the Sewer Extension capital project as approved at the May 4, 2010, Special Town Meeting.

The Capital Project Fund has a fund balance of \$1,997,187 at the end of the year, an increase of \$2,172,663 from the prior year. This increase was primarily driven by total expenditures of \$5,375,229 and offset by \$7,547,892 in revenues and net transfers in / out.

- The Town had one major capital projects which incurred \$1 million in expenditures during the year. For the year expenditures were \$1.1 million for the Tariffville Expansion & Renovation. The remaining \$4.3 million was for all other capital projects.
- These expenditures were offset by \$1,844,818 in grant revenues, \$4,869,506 from the \$4,785,000, 2010 General Obligation Bond Issue which included a bond premium of \$84,506 and net transfers in and out of \$935,574. The Town received grant revenues of \$401,204 for the Tariffville Expansion & Renovation project, \$350,000 for the Flaming Farms Development Rights purchase in 2006, \$350,000 for the Gertsen property land purchase in 2010, \$215,863 for the Tariffville Roof Replacement project, \$200,000 for improvements to Eno Memorial Hall, \$195,750 for the Ethel Walker Land Purchase in 2008 and \$132,000 for the Greenway project. Transfers in included transfers in the amount of \$260,000 from Sewer Use Fund RESERVES for Sewer Extensions, in the amount of \$670,000 from Sewer Assessment Fund RESERVES for rehabilitation of Tunxis Pump Station, and \$5,574 was transferred from the General Fund RESERVES to close out two capital projects. These transfers in included \$3,075 for the Ethel Walker Land Purchase that was approved in November 2006 and \$2,499 for the Simsbury High School Auditorium project that was approved May 2004. Transfers out totaled \$102,006. Transferred to the General Fund was \$84,506 for the bond premium received for the issuance of the \$4,785,000 2010 general obligation bond issue. Transferred to the Sewer Use Fund was \$17,500 for the closed Church and Elm Street sewer project.

Other nonmajor governmental funds have a total fund balance of \$2,943,676, an increase of \$170,983 from the prior year as illustrated below.

	<u>2010</u>	<u>2009</u>	<u>Variance</u>	<u>Explanation of \$100,000 Variance</u>
Residential Rental Properties	\$ 68,307	\$ 104,717	\$ (36,410)	
Animal Control Fund	39,305	48,693	(9,388)	
Simsbury Farms Fund	166,529	95,647	70,882	
General Government Program Fund	114,037	93,107	20,930	
Public Safety Program Fund	155,371	106,375	48,996	
Planning & Development Program Fund	381,863	420,332	(38,469)	
				Horace Belden Fund expenditures of \$191,626 versus revenues of \$46,744.
Facilities Management Program Fund	641,657	790,517	(148,860)	
Health & Welfare Program Fund	129,700	157,511	(27,811)	
Culture & Recreation Program Fund	93,711	72,210	21,501	
Board of Education Program Fund	393,307	373,438	19,869	
Cafeteria	299,640	253,758	45,882	
				Transfer In from General Fund in the amount of \$300,000 for the October 2012 Revaluation.
Capital and Nonrecurring Expenditures Fund	<u>460,249</u>	<u>256,388</u>	<u>203,861</u>	
Total	\$ <u>2,943,676</u>	\$ <u>2,772,693</u>	\$ <u>170,983</u>	

General Fund Budgetary Highlights

For the current year \$990,000 transfers were made from reserves. On the Board of Selectmen budget \$587,759 was transferred from within the budget. Illustrated below is a recap of the Board of Selectmen original budget and amended budget by program.

GENERAL FUND

For the Year Ended June 30, 2010

	Original Budget	Transfers From Reserves		Budget Transfer		Amended Budget
General government	\$ 2,052,923	\$ 350,000	(c), (f)	\$ (121,074)	(g)	\$ 2,281,849
Planning and development	756,592	80,000	(a)	(48,867)	(g)	787,725
Public safety	3,848,742	95,000	(b)	(76,021)	(g)	3,867,721
Facility management	3,682,473			(34,254)	(g)	3,648,219
Culture and recreation	2,123,096	200,000	(c)	33,498	(g)	2,356,594
Health and welfare	529,801	40,000	(e)	19,968	(g)	589,769
Fringe benefits and insurance	4,279,886	225,000	(d)	(77,075)	(g)	4,427,811
Education	61,381,361					61,381,361
Debt service (principal and interest)	6,114,025					6,114,025
Transfers to other funds	502,226			303,825	(g)	806,051
Totals	\$ <u>85,271,125</u>	\$ <u>990,000</u>		\$ <u>-</u>		\$ <u>86,261,125</u>

Reasons behind transfers from Reserves:

- (a) On July 21, 2009, Simsbury Board of Finance approved supplemental appropriations totaling for an \$80,000 for two grants. The first grant and appropriation is \$30,000 and is for an historical structure survey. The second grant and appropriation is for \$50,000 and is for the stabilization of the bank of the Farmington River and to provide passive river access at the Sycamore Park on route 185.
- (b) On October 20, 2009, Simsbury Board of Finance approved supplemental appropriations totaling \$95,000 for two Department of Justice Grants. The first grant and appropriation is \$30,000 and is to be used cruiser radios and magazine for duty guns, magazine parts, sights for rifles and replacement of two dispatch chairs. The second grant and appropriation is \$65,000 and is for technical equipment to outfit nine cruisers with mobile video cameras, replace a 30-year UHF base station which is used for communication, implement a new identification card system and update the audio/visual system in the detention area.
- (c) On January 19, 2010, Simsbury Board of Finance approved supplemental appropriations totaling \$270,000. Hall Farm property easement and fence in the amount of \$70,000. The Hall Farm property development rights were purchased by the Town in 2002. This will now enable the Town to receive a \$185,000 State grant for this purchase. Simsbury Farms Access Road in the amount of \$200,000 of which the Town will receive a \$200,000 STEAP grant when completed.
- (d) On May 26, 2010, Simsbury Board of Finance approved a supplemental appropriation for a Heart & Hypertension Settlement with retired police officer Joseph Jurzak.
- (e) On June 14, 2010, Simsbury Board of Finance approved a supplemental appropriation in the amount of \$40,000 for a federal grant for the purchase of a Dial-A-Ride Bus for Social Services.
- (f) On July 20, 2010, Simsbury Board of Finance approved a supplemental appropriation for a contribution to the Simsbury Land in their purchase of development rights of Tuller Farm.

Reasons behind budget transfers:

(g) On the Board of Selectmen budget \$589,757 was transferred from within the budget. Illustrated below are the material budget transfers to cover deficits:

- \$305,575 was transferred to Operating Transfers Out. These transfers are for the following:
 - \$300,000 set aside to begin the October 2012; Town wide Revaluation which the Assessor estimates may cost \$500,000 (will know exact costs once bids are received). Under the direction of the Assessor this project will be bid out shortly and it is anticipated with the Board of Selectmen approval a firm will be hired in the fall 2010.
 - \$3,075 to Ethel Walker Land Purchase project. This price of this acquisition was \$7 million and was funded by a \$4,085,000 Bond Issue, \$2 million transfer from RESERVES, \$911,925 from Grants and \$3,075 from this transfer. This transfer will allow this project to be closed.
 - \$2,500 to Simsbury High School Auditorium project. The appropriation and cost of this project was \$712,500. This project was funded by a \$710,000 Bond Issue and \$2,500 from this transfer. This transfer will allow this project to be closed.
- \$80,000 was transferred for replacement of oil tanks.
- \$32,109 was transferred to cover shortfall in various payroll accounts.
- \$29,876 was transferred to cover shortfall in the Consultant account in Central Administration.
- \$21,914 was transferred to cover shortfall in Electricity accounts, primarily in Town Office (\$12,624) and Parks & Open Space Maintenance (\$6,556).
- \$14,347 was transferred to cover shortfall Workmen Compensation account.
- \$12,152 was transferred to cover shortfall in Facilities Maintenance accounts, primarily in Highway Facilities & Programs (\$11,162).
- \$9,338 was transferred to cover shortfall in Support Service accounts, primarily in Social Service Administration (\$7,646).
- \$9,014 was transferred to cover shortfall in the Road & Drainage Supplies account in Highway Facilities & Programs.
- \$8,370 was transferred to cover shortfall in the Road & Drainage Contracts account in Highway Facilities & Programs.
- \$8,000 was transferred to cover shortfall in the Furnishings account in Elections.

During the year, General Fund revenues exceeded budgetary estimates by \$1,578,349 and expenditures were \$90,250 lower than the amended budget and were \$899,750 higher than the original budget. Overall revenues over expenditures on the budgetary basis were \$678,599. In the current year, revenues increased by 1.6% over the prior year as expenditures increased by 1.2%.

The major factors are as follows:

- Property taxes collected were \$899,767 higher than the budget.
- Intergovernmental revenues were \$656,487 higher than the budget.
- Investment income was \$228,352 lower than the budget.
- Charges for goods and services were \$55,837 higher than the budget.
- Licenses and permits revenues were \$9,218 lower than the budget.
- Other local revenues were \$114,342 higher than the budget.
- Other financing sources were \$90,935 higher than budget
- General Fund expenditures were \$899,750 higher than the original budget and \$90,250 lower than the amended budget.

Capital Asset and Debt Administration

Capital Assets - The Town's investment in capital assets (net of accumulated depreciation) for its governmental activities as of June 30, 2010 amounted to \$135,754,525. This investment in capital assets included land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net change in the Town's investment in capital assets for the current fiscal year was \$3,328,216 which was comprised of an increase of \$7,242,645 for new additions, decrease of \$3,914,929 for depreciation and \$1,924 disposal of an education asset not fully depreciated.

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

Infrastructure

- Net increased by \$1,035,096. This increase was comprised of \$472,835 which was for the repaving of existing roads, \$413,481 for walkways and paths and \$148,780 for new sanitary sewers and structures.

Buildings and Improvements

- Increased by \$6,967,721. Transfer from construction work in progress accounted for \$6,327,720 of which \$5,857,470 was for the Simsbury Public Library, \$450,000 was for the South Pump Station Rehabilitation and \$20,250 for the Scout Hall roof replacement. Other increases were \$550,000 Golf/Recreation Maintenance Building and \$90,000 for the Tariffville Gazebo.

Construction work in progress

- Increased by \$4,047,547. The four largest additions was \$1,113,350, \$993,575, \$690,000, \$500,000 and \$404,898 for the Tarrifville Renovation and Expansion project, Tootin Hills Roof Replacement project, Gertsen Land Purchase, Triangle Five Year Phase-In Land Acquisition and South Pump Station Improvement project, respectively.
- Decreased by \$7,027,720. In total \$6,327,720 projects were completed and transferred out to Building and Improvements. The projects were the Simsbury Public Library in the amount of \$5,857,470, South Pump Station Rehabilitation in the amount of \$450,000 and the Scout Hall roof replacement in the amount of \$20,250. \$700,000 was transferred out Land for the Gertsen Land Purchase.

Vehicles & equipment

- Increased by \$1,209,881. Included Town additions totaling \$731,065 for telephone system for town offices, ten voting machines, four police vehicles, police copier, police radios and video cameras, two pickup trucks, John Deere Loader, Dial-A-Ride Bus, Cushman Turf Truckster and Library RFID equipment. Included Education additions totaling \$478,816 for three buses, nine file servers, kitchen equipment and auditorium lighting.
- Accounted for \$748,461 of the capital asset reductions. Included Town deletions totaling 465,409 and Education deletions totaling \$283,052.

Update on Approved Capital Projects

- At the May 4, 2010, Special Town Meeting:
 - \$260,000 was approved and appropriated from the Sewer Assessment Fund for sewer main extensions. This project is projected to be completed by spring of 2011.
 - \$670,000 was approved and appropriated from the Sewer Use Fund for design and reconstruction of the Tunxis Pump Station. This project is projected to be completed by summer of 2010.
 - \$1,277,500 was approved and appropriated for replacement of the roof at Latimer Lane School. Funding for this project is estimated to be \$383,250 from state grants and the remainder through the issuance of bonds. This project is projected to be completed by the summer of 2011.
 - \$450,000 was approved and appropriated for School District Network Infrastructure. Funding for this project will be through the issuance of bonds. This project is projected to be completed spring of 2011.
- At the May 18, 2010, Referendum:
 - \$2,400,000 was approved and appropriated for paving management. This project is projected to be completed by summer of 2013.
- Construction work in progress continues for the \$43.2 million high school expansion and renovation project that was approved at a May 2002 referendum vote. To-date \$36.2 million has been expended. Hard construction started during the summer of 2003 and the project is close to be completed. Due to favorable construction bid results, the total cost for this project is projected to be between \$36 million and \$37 million. Funding for this project will be from a combination of school building grants from the State of Connecticut and through the issuance of general obligation bonds. In September 2003, the Town issued a \$23,765,000 general obligation bond with final maturity due January 2018, at an all interest rate of 3.74%. In March 2006, the Town issued a \$4,880,000 general obligation bond of which \$3,070,000 was for the high school project with final maturity due January 2016, at an all interest rate of 3.69%.
- Construction work in progress continues for the \$6.2 million Tariffville School expansion and renovation project that was approved at a May 2006 referendum vote. During the current fiscal year, \$1.1 million was expended and to-date \$5.9 million has been expended. Hard construction started during the summer of 2008 and the project is expected to be completed by Spring of 2011. Funding for this project will be from a combination of school building grants from the State of Connecticut and through the issuance of general obligation bonds. In April 2008, the Town issued a \$4,000,000 general obligation bond of which \$1,940,000 was partial funding for this project. In March 2010, the Town issued a \$4,785,000 general obligation bond of which \$2,495,000 was partial funding for this project. The Town projects receiving grant revenues up to \$1,765,000.
- For an update for all capital projects, please refer to Exhibit A-4 of this report.

CAPITAL ASSETS (net of depreciation)
June 30, 2010

	Governmental Activities
Infrastructure	\$ 14,886,546
Land and buildings	72,886,813
Vehicles and equipment	3,736,826
Construction work in progress	<u>44,244,340</u>
Total	\$ <u>135,754,525</u>

Additional information on the Town's capital assets can be found in Note 3C on page 45 of this report.

Long-Term Debt - At the end of the current fiscal year, the Town had total bonded debt outstanding of \$51,823,828 of which \$5,751,978 is due within one year. All of the debt is backed by the full faith and credit of the Town.

OUTSTANDING DEBT
June 30, 2010

	Governmental Activities
General obligation bonds	\$ 33,265,000
Loan payable - Clean Water Fund	18,445,218
Loan payable - State of CT	<u>113,610</u>
Total	\$ <u>51,823,828</u>

The Town's total debt decreased during the current fiscal year by \$924,008. This decrease was comprised of a new debt issued in the amount of \$4,785,000 and debt payments of \$4,815,000 on general obligation bonds, \$886,668 on Clean Water Fund loan and \$7,340 on State of CT loan. In March 2010, the town issued general obligation bonds in the amount of \$4,785,000 which comprised of \$2,495,000 for the Tariffville School Addition & Expansion, \$1,020,000 for the Firetown/Barndoor (Triangle) Land Purchase, \$550,000 for the Golf/Recreation Maintenance Building, \$325,000 for the Streetscape Route 10/167, \$175,000 for the Greenway, \$120,000 for Central School Brownstone and \$100,000 for School District Core Switches.

The Town has an "Aaa" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7.0 times its total prior years' tax collections. The current debt limitation for the Town is \$550,545,555 which is significantly more than the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in Note 3E on pages 47-50 of this report.

Economic Factors and Next Year's Budgets and Rates

The Town's elected Board of Finance considers many factors when setting the fiscal year 2011 budget spending guideline and mill rate. Factors include the economy, which covers the unemployment rate and the increase in the annual social security cola for the elderly. The current unemployment rate for the Town of Simsbury for June 2010 was 6.2%, which is an increase from a rate of 5.5% a year ago. This compares to the State's average unemployment rate of 9.3% and the national average rate of 9.5%. A factor that the Board of Finance uses is the projected grand list growth. Due to the continued downturn in the economy and court settlements the October 1, 2009 grand list had zero growth. For fiscal year 2011 the Board of Finance set a 1.33% budget spending guideline on all operating budgets. Board of Selectmen brought forward a budget with an increase of \$48,013 or 0.27%. Board of Education brought forward an Education budget with an increase of \$973,895 or 1.60% and a Non-Public School budget with an increase of \$6,697 or 1.31%. The debt service budget was brought forward and approved with a decrease of \$61,419 or 1.00%. Illustrated on the following page is a recap of the 2011 General Fund budget property tax increase.

	<u>Allocation of Tax Increase</u>	
	<u>Amount</u>	<u>%</u>
Board of Education	\$ 973,895	1.27
Board of Selectmen	48,013	0.06
Non-Public Schools	6,697	0.01
Debt Retirement	(61,419)	(0.08)
Revenue	<u>216,658</u>	<u>0.28</u>
New Additional Property Tax Revenues	1,183,844	<u>1.54</u>
Budgeted FY 09/10 Property Tax Revenues	<u>77,062,513</u>	
Budgeted FY 10/11 Property Tax Revenues	\$ <u>78,246,357</u>	

The actual tax increase on all property was approximately 1.50%.

During the current fiscal year, unassigned fund balance in the General Fund increased to \$8,679,564.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Director of Finance / Treasurer for the Town of Simsbury.

Basic Financial Statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF NET ASSETS
JUNE 30, 2010

	<u>Governmental Activities</u>
Assets:	
Current assets:	
Cash and cash equivalents	\$ 24,517,423
Investments	292,908
Accounts receivable	3,818,087
Inventories	42,047
Total current assets	<u>28,670,465</u>
Noncurrent assets:	
Pension and other post employment benefit assets	461,612
Capital assets:	
Nondepreciable	60,101,029
Depreciable, net	75,653,496
Total noncurrent assets	<u>136,216,137</u>
Total assets	<u>164,886,602</u>
Liabilities:	
Current liabilities:	
Accounts payable	2,578,142
Accrued interest payable	512,269
Unearned revenues	413,546
Claims liabilities	1,716,483
Bonds and loans payable	5,821,928
Compensated absences	670,127
Landfill closing	5,000
Total current liabilities	<u>11,717,495</u>
Noncurrent liabilities:	
Bonds and loans payable	46,504,163
Compensated absences	196,070
Landfill closing	85,000
Total noncurrent liabilities	<u>46,785,233</u>
Total liabilities	<u>58,502,728</u>
Net Assets:	
Invested in capital assets, net of related debt	83,683,437
Unrestricted	22,700,437
Total Net Assets	<u>\$ 106,383,874</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010**

Function/Program Activities	Program Revenues				Net Revenues (Expenses) and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
General government	\$ 2,842,450	\$ 809,490	\$ 300,352	\$ 287,080	\$ (1,445,528)
Planning and development	1,552,148	421,092	79,055	1,027,750	(24,251)
Public safety	6,191,312	366,510	128,765		(5,696,037)
Facility management	8,254,369	3,317,857	694,959	414,127	(3,827,426)
Culture and recreation	5,163,162	2,062,964		280,797	(2,819,401)
Health and welfare	887,619	172,778	50,367	40,000	(624,474)
Education	72,654,089	6,354,158	9,514,036	626,844	(56,159,051)
Interest on long-term debt	1,525,754				(1,525,754)
Total Governmental Activities	<u>\$ 99,070,903</u>	<u>\$ 13,504,849</u>	<u>\$ 10,767,534</u>	<u>\$ 2,676,598</u>	<u>(72,121,922)</u>
General Revenues:					
Property taxes, levied for general purposes					78,380,041
Grants and contributions not restricted to specific programs					396,805
Investment earnings					144,248
Total general revenues					<u>78,921,094</u>
Change in net assets					6,799,172
Net Assets at Beginning of Year					<u>99,584,702</u>
Net Assets at End of Year					<u>\$ 106,383,874</u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	<u>General Fund</u>	<u>Sewer Use Fund</u>	<u>Sewer Assessment Fund</u>	<u>Capital Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 9,908,113	\$ 5,477,135	\$ 1,004,100	\$ 1,603,724	\$ 2,803,243	\$ 20,796,315
Investments					292,908	292,908
Receivables	1,988,130	32,167	480,856	527,750	789,184	3,818,087
Due from other funds	477,928					477,928
Inventories					42,047	42,047
Total Assets	<u>\$ 12,374,171</u>	<u>\$ 5,509,302</u>	<u>\$ 1,484,956</u>	<u>\$ 2,131,474</u>	<u>\$ 3,927,382</u>	<u>\$ 25,427,285</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,874,195	\$ 160,502	\$	\$ 134,287	\$ 409,158	\$ 2,578,142
Due to other funds					477,928	477,928
Deferred revenue	1,247,710	15,086	480,856		96,620	1,840,272
Total liabilities	<u>3,121,905</u>	<u>175,588</u>	<u>480,856</u>	<u>134,287</u>	<u>983,706</u>	<u>4,896,342</u>
Fund Balances:						
Reserved for:						
Nonspendable					42,047	42,047
Restricted	161,737				998,223	1,159,960
Committed	290,000					290,000
Assigned	120,965	5,333,714	1,004,100	1,997,187	1,903,406	10,359,372
Unassigned	8,679,564					8,679,564
Total fund balances	<u>9,252,266</u>	<u>5,333,714</u>	<u>1,004,100</u>	<u>1,997,187</u>	<u>2,943,676</u>	<u>20,530,943</u>
Total Liabilities and Fund Balances	<u>\$ 12,374,171</u>	<u>\$ 5,509,302</u>	<u>\$ 1,484,956</u>	<u>\$ 2,131,474</u>	<u>\$ 3,927,382</u>	<u>\$ 25,427,285</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
AS OF JUNE 30, 2010**

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

Fund balances - total governmental funds (Exhibit III)	\$ 20,530,943
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 209,604,375	
Less accumulated depreciation	<u>(73,849,850)</u>	
Net capital assets		135,754,525

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

Pension asset		9,184
Other postemployment benefit asset		452,428
Property tax receivables greater than 60 days		717,711
Sewer assessments receivable		480,856
Interest receivable on property taxes		228,157

Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net assets.

2,004,627

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

Bonds payable		(33,265,000)
Unamortized bond premium		(502,263)
Clean Water Fund 2% loan		(18,445,218)
Notes payable		(113,610)
Interest payable on bonds		(512,269)
Compensated absences		(866,197)
Claims payable		<u>(90,000)</u>

Net Assets of Governmental Activities (Exhibit I)	\$ <u><u>106,383,874</u></u>
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The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	<u>General Fund</u>	<u>Sewer Use Fund</u>	<u>Sewer Assessment Fund</u>	<u>Capital Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Fund</u>
Revenues:						
Property taxes	\$ 78,212,280	\$	\$	\$	\$	\$ 78,212,280
Intergovernmental	11,542,687	409,927		1,844,818	4,620,542	18,417,974
Investment income	71,648	11,603	2,673		33,813	119,737
Charges for goods and services	967,290				3,491,291	4,458,581
Licenses and permits	409,132				16,431	425,563
Rental of town-owned property	4,161					4,161
Local revenues	355,767					355,767
Assessments	3,390	2,489,783	112,962			2,606,135
Other		434,507	24,611		344,569	803,687
Total revenues	<u>91,566,355</u>	<u>3,345,820</u>	<u>140,246</u>	<u>1,844,818</u>	<u>8,506,646</u>	<u>105,403,885</u>
Expenditures:						
Current:						
General government	1,964,735			18,572	20,260	2,003,567
Planning and development	864,815			35,385	313,672	1,213,872
Public safety	3,855,276				307,691	4,162,967
Facility management	3,261,059	1,844,004		108,934	329,122	5,543,119
Culture and recreation	2,081,632			35,663	1,842,320	3,959,615
Health and welfare	536,185				220,168	756,353
Fringe benefits and insurances	4,351,456					4,351,456
Education	65,728,909			184,060	5,554,540	71,467,509
Special projects	15,000					15,000
Capital outlay - Town	730,641	18,817		2,413,856	821,549	3,984,863
Capital outlay - education	5,574			2,578,759	266,666	2,850,999
Debt service:						
Principal payments	4,815,000	886,668			7,340	5,709,008
Interest and other	1,299,025	378,539			1,182	1,678,746
Total expenditures	<u>89,509,307</u>	<u>3,128,028</u>	<u>-</u>	<u>5,375,229</u>	<u>9,684,510</u>	<u>107,697,074</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,057,048</u>	<u>217,792</u>	<u>140,246</u>	<u>(3,530,411)</u>	<u>(1,177,864)</u>	<u>(2,293,189)</u>
Other Financing Sources (Uses):						
Transfers in	100,935	17,500		935,574	1,365,276	2,419,285
Transfers out	(1,370,850)	(670,000)	(260,000)	(102,006)	(16,429)	(2,419,285)
General obligation bonds issued				4,785,000		4,785,000
Premium on general obligation bonds				84,506		84,506
Total other financing sources (uses)	<u>(1,269,915)</u>	<u>(652,500)</u>	<u>(260,000)</u>	<u>5,703,074</u>	<u>1,348,847</u>	<u>4,869,506</u>
Net Change in Fund Balances	787,133	(434,708)	(119,754)	2,172,663	170,983	2,576,317
Fund Balances at Beginning of Year	<u>8,465,133</u>	<u>5,768,422</u>	<u>1,123,854</u>	<u>(175,476)</u>	<u>2,772,693</u>	<u>17,954,626</u>
Fund Balances at End of Year	<u>\$ 9,252,266</u>	<u>\$ 5,333,714</u>	<u>\$ 1,004,100</u>	<u>\$ 1,997,187</u>	<u>\$ 2,943,676</u>	<u>\$ 20,530,943</u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ 2,576,317
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay	7,242,645
Depreciation expense	(3,912,505)
Loss on disposal of capital assets	(1,924)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes collected after 60 days	96,940
Sewer assessment revenue	(28,348)
Interest income on property taxes	(9,178)
Change in pension and other post employment benefit assets	133,748
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Bond and loan proceeds	(4,785,000)
Premium on bonds issued (net of amortization)	(20,647)
Accrued interest	89,130
Principal payments	5,709,008
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Change in long-term compensated absences	(54,145)
Other - landfill	5,000
The net profit (loss) of the internal service funds is reported with governmental activities.	<u>(241,869)</u>
Change in Net Assets of Governmental Activities (Exhibit II)	<u>\$ 6,799,172</u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - GENERAL AND MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	General Fund				Sewer Use Fund			
	Budget		Actual	Variance with Final Budget Positive (Negative)	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Property taxes	\$ 77,312,513	\$ 77,312,513	\$ 78,212,280	\$ 899,767	\$	\$	\$	\$ -
Intergovernmental revenues	6,068,384	6,068,384	6,724,871	656,487	409,927	409,927	409,927	-
Investment income	300,000	300,000	71,648	(228,352)	57,976	57,976	11,603	(46,373)
Charges for goods and services	911,453	911,453	967,290	55,837	473,500	473,500	434,507	(38,993)
Rental of town-owned property	9,000	9,000	4,161	(4,839)				-
Licenses and permits	418,350	418,350	409,132	(9,218)				-
Local revenue	241,425	241,425	355,767	114,342				-
Assessments			3,390	3,390	2,400,761	2,400,761	2,489,783	89,022
Total revenues	85,261,125	85,261,125	86,748,539	1,487,414	3,342,164	3,342,164	3,345,820	3,656
Expenditures:								
Current:								
General government	2,052,923	2,281,849	2,263,218	18,631				-
Planning and development	756,592	787,725	782,925	4,800				-
Public safety	3,848,742	3,867,721	3,864,400	3,321				-
Facility management	3,682,473	3,648,219	3,615,761	32,458	1,905,422	1,905,422	1,844,004	61,418
Culture and recreation	2,123,096	2,356,594	2,347,222	9,372				-
Health and welfare	529,801	589,769	588,210	1,559				-
Fringe benefits and insurance	4,279,886	4,427,811	4,426,456	1,355				-
Education	61,381,361	61,381,361	61,362,608	18,753				-
Debt service	6,114,025	6,114,025	6,114,025	-	1,265,208	1,265,208	1,265,207	1
Total expenditures	84,768,899	85,455,074	85,364,825	90,249	3,170,630	3,170,630	3,109,211	61,419
Excess of Revenues over Expenditures	492,226	(193,949)	1,383,714	1,577,663	171,534	171,534	236,609	65,075
Other Financing Sources (Uses):								
Transfers from other funds	10,000	10,000	100,935	90,935			17,500	17,500
Transfers to other funds	(502,226)	(806,051)	(806,050)	(1)		(670,000)	(670,000)	-
Net other financing sources (uses)	(492,226)	(796,051)	(705,115)	90,936	-	(670,000)	(652,500)	17,500
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	\$ -	\$ (990,000)	678,599	\$ 1,668,599	\$ 171,534	\$ (498,466)	(415,891)	\$ 82,575
Fund Balances at Beginning of Year			8,000,965				5,749,605	
Fund Balances at End of Year			\$ 8,679,564				\$ 5,333,714	

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
JUNE 30, 2010

	Governmental Activities <hr/> Internal Service Fund <hr/>
Assets:	
Current assets:	
Cash and cash equivalents	\$ <u>3,721,110</u>
Liabilities:	
Noncurrent liabilities:	
Claim incurred but not reported	<u>1,716,483</u>
Net Assets:	
Unrestricted	\$ <u><u>2,004,627</u></u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET ASSETS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	Governmental Activities Internal Service Fund
Operating Revenues:	
Charges for services	\$ 9,975,489
Intergovernmental	64,006
Total operating revenues	<u>10,039,495</u>
Operating Expenses:	
Claims incurred	9,048,606
Administration and stop loss insurance fees	1,232,758
Total operating expenses	<u>10,281,364</u>
Change in Net Assets	(241,869)
Net Assets at Beginning of Year	<u>2,246,496</u>
Net Assets at End of Year	<u><u>\$ 2,004,627</u></u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	Governmental Activities Internal Service Fund
Cash Flows from Operating Activities:	
Receipts from customers and users	\$ 10,415,899
Payments to employees	(9,740,522)
Net cash provided by operating activities	<u>675,377</u>
Cash and Cash Equivalents at Beginning of Year	<u>3,045,733</u>
Cash and Cash Equivalents at End of Year	\$ <u><u>3,721,110</u></u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:	
Operating loss	\$ <u>(241,869)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Change in assets and liabilities:	
Decrease in accounts receivable	376,402
Increase in claims payable	540,844
Total adjustments	<u>917,246</u>
Net Cash Provided by Operating Activities	\$ <u><u>675,377</u></u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
JUNE 30, 2010

	Pension Trust Funds	Other Post Employment Benefit Trust Fund	Agency Funds
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and cash equivalents	\$ 231,114	\$ 188,260	\$ 894,037
Investments, at fair value:			
Other mutual funds		2,564,832	
Russell Frank Emerging Markets	1,690,102		
Russell Frank Multi MRG Bond	9,383,282		
Russell Frank Trust Co Equity 1	10,198,027		
Russell Frank Trust Co International Core Fund	3,380,942		
Russell Frank Trust Co Real Estate Equity Fund	1,160,481		
Russell Frank Trust Fixed Co 2	3,712,054		
Russell Frank Trust Co Equity 2	5,334,789		
Investments - mutual funds	<u>34,859,677</u>	<u>2,564,832</u>	
Total Assets	<u>35,090,791</u>	<u>2,753,092</u>	<u>\$ 894,037</u>
Liabilities:			
Due to student groups and others	<u> </u>	<u> </u>	\$ 894,037
Total Liabilities	<u>-</u>	<u>-</u>	<u>\$ 894,037</u>
Net Assets:			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 35,090,791</u>	<u>\$ 2,753,092</u>	

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Pension Trust Funds	Other Post Employment Benefit Trust Fund
Additions:		
Contributions:		
Employer	\$ 1,686,125	\$ 1,894,900
Plan members	461,553	753,330
Other	1,225	
Total contributions	<u>2,148,903</u>	<u>2,648,230</u>
Investment earnings:		
Net increase in fair value of investments	4,803,657	187,521
Interest	13	73,837
Total investment gain	<u>4,803,670</u>	<u>261,358</u>
Less investment expenses:		
Investment management fees	224,888	6,389
Custodian fees	43,232	
Net investment gain	<u>4,535,550</u>	<u>254,969</u>
Total additions	<u>6,684,453</u>	<u>2,903,199</u>
Deductions:		
Benefits	2,422,177	1,897,030
Administrative expense	57,920	
Total deductions	<u>2,480,097</u>	<u>1,897,030</u>
Net Change in Net Assets	4,204,356	1,006,169
Net Assets at Beginning of Year	<u>30,886,435</u>	<u>1,746,923</u>
Net Assets at End of Year	<u>\$ 35,090,791</u>	<u>\$ 2,753,092</u>

The accompanying notes are an integral part of the financial statements

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Simsbury, Connecticut (the Town) operates under a charter as revised November 7, 2006. The Town is governed by an elected Board of Selectmen consisting of a first selectman and five other members, an elected eight-member Board of Education, and an elected six-member Board of Finance. The financial statements include all of the funds and account groups of the Town that meet the criteria for inclusion as set forth in Statement of Governmental Accounting Standards No. 14 issued by the Governmental Accounting Standards Board (GASB).

Accounting principles generally accepted in the United States of America (GAAP) require that the reporting entity include the primary government and its component units, entities for which the government is considered to be financially accountable, all organizations for which the primary government is financially accountable, and other organizations which by the nature and significance of their relationship with the primary government would cause the financial statements to be incomplete or misleading if excluded. Blended component units, although legally separate entities, are, in substance, part of the government's operations; therefore, data from these units are combined with data of the primary government. Based on these criteria, there are no component units requiring inclusion in these financial statements.

B. Basis of Presentation

The accompanying financial statements have been prepared in conformity with GAAP as applied to government units. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Town. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs are allocated as part of the program expense reported for individual functions and activities and are not eliminated in the process of consolidation. Program revenues include 1) charges to

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds use the accrual basis of accounting but have no measurement focus since they report only assets and liabilities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The Town reports the following major governmental funds:

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

The *Sewer Use Fund* is the sewer treatment plant primary operating fund. It accounts for all financial resources associated with the operations of the sewer treatment plant. The major sources of revenue for this fund is sewer assessments and use charges.

The *Sewer Assessment Fund* accounts for all financial resources of extending sewers within the Town of Simsbury. The major source of revenue for this fund is sewer assessment charges.

The *Capital Project Fund* accounts for financial resources to be used for capital expenditures or for the acquisition or construction of capital facilities, improvements and/or equipment. Capital projects of greater than one year's duration have been accounted for in the Capital Project Fund. Most of the capital outlays are financed by the issuance of general obligation bonds. Other sources include capital grants, current tax revenues and low-interest state loans.

Additionally, the Town reports the following fund types:

The *Special Revenue Funds* are used to account for proceeds of special revenue sources (except for major capital projects and trust funds) that are legally restricted to expenditures for specific purposes.

The *Internal Service Fund* is used to account for the Town's self-insurance program for accident and health insurance coverage of Town and Board of Education employees.

The *Pension Trust Funds* are used to account for the activities of the Town's defined benefit plans which accumulate resources for pension benefit payments to qualified employees.

The *Other Post Employment Benefit Trust Fund* is used to account for the activities for both Town and Board of Education for other post employment benefits (e.g., health insurance, life insurance) which accumulate resources for other post employment benefit payments to qualified employees.

The *Agency Funds* account for monies held by the Town on behalf of students.

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

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's proprietary funds are charges to the Town and its employees for medical insurance premiums. Operating expenses for the fund include the cost of claims and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

C. Cash Equivalents

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

D. Investments

Investments are stated at fair value.

E. Inventories and Prepaid Items

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

F. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

G. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life of more than two years. Such assets

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized.

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

Property, plant and equipment of the Town are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
<u>Infrastructure:</u>	
Roadways	40
Roadways - resurfacing	20
Bridge culvert	30-50
Sanitary sewer interceptors	40-50
Walkway and path	15-30
Dams and storm water control	40-60
Structure	40-60
Site lighting	20
<u>Land and Buildings:</u>	
Land	-
Buildings	50
Improvements	10-25
Construction in progress	-
<u>Vehicles and Equipment:</u>	
Computer equipment	5
Contractor's equipment	10
Furniture and fixtures	20
Miscellaneous equipment	5-10
Vehicles	3-10

H. Net Pension and Other Post Employment (OPEB) Assets

The net pension asset and net OPEB asset represent the cumulative difference between the annual pension/OPEB cost and the Town's contributions to the plans. This amount is calculated on an actuarial basis and is recorded as a noncurrent asset in the government-wide financial statements.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

I. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

J. Compensated Absences and Termination Benefits

Employees are paid by prescribed formula for absence due to vacation or sickness. All vacation and sick pay is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

K. Equity

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

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

Restricted Net Assets - Net assets are restricted because they are externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The Town currently has no assets under restriction.

Unrestricted Net Assets - This component consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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

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

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

Committed Fund Balance - represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Simsbury Board of Finance).

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Assigned Fund Balance - for all governmental funds other than the General Fund, any remaining positive amounts not classified as nonspendable. For the General Fund, includes amounts constrained for the intent to be used for a specific purpose by a governing board or a body or official that has been delegated authority to assign amounts by the Town Charter.

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

L. Property Taxes

The Town's property tax is levied each June on the assessed value listed on the prior October 1 Grand List for all taxable property located in the Town. Although taxes are levied in June, the legal right to attach property does not exist until July 1. Real and personal property tax bills in excess of \$100 are due and payable in two installments, on July 1 following the date of the Grand List and on January 1 of the subsequent year. Motor vehicle taxes are payable in one installment on July 1.

Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31 and are payable in one installment due January 1.

Taxes not paid within 30 days of the due date are subject to an interest charge of 1.5% per month. The Town files liens against property if taxes that are due July 1 remain unpaid on the following June 30.

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

M. Accounting Estimates

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

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Budgets for the General Fund, Sewer Use Fund, Residential Rental Properties Fund, Animal Control Fund and Simsbury Farms Fund are authorized annually by the Board of Finance. Annual budgets are not adopted for Special Revenue Funds other than the Sewer Use Fund, Residential Rental Properties Fund, Animal Control Fund and Simsbury Farms Fund.

In accordance with the Town Charter, Chapter 9, Sections 901 through 911, the Town uses the following procedures in establishing the budgetary data included in the general-purpose financial statements:

No later than the 15th day of March, the Board of Education shall present its budget for the General Fund to the Board of Finance.

No later than the 22nd day of March, the Board of Selectmen shall present to the Board of Finance a budget for all departments, offices or agencies of the Town except the Board of Education for the General Fund.

After various public hearings, the Board of Finance recommends the budget, as revised, for adoption at the Annual Town Meeting held on the first Tuesday in May. The Annual Town Meeting may reduce the annual budget or any portion thereof by two-thirds (2/3) vote of the voters in attendance, but shall not increase the annual budget or any portion thereof, as approved, or deemed to have been approved by the Board of Finance.

The Annual Town Meeting is then subject to an automatic referendum by all qualified voters of the Town. This referendum shall be held from 14 to 21 days following the conclusion of the Town Meeting. Any motion at a Town Meeting dealing with a referendum matter which reduces the amount of such referendum matter shall require a two-thirds (2/3) vote of those voters in attendance for passage. The Board of Finance, in cooperation with the First Selectman, shall revise the annual budget, or that portion thereof, which has been rejected at the referendum, as the case may be, and present it at a subsequent Town Meeting for discussion and an additional referendum for acceptance. If the budget remains unaccepted after such subsequent meeting and referendum, the budget adopted for the then current fiscal year shall be deemed to be the temporary budget for the forthcoming fiscal year and expenditures may be made on a month-to-month basis in accordance therewith, until such time as the referendum finally adopts a new budget.

Upon request of the Board of Selectmen, during the last six months of the fiscal year, the Board of Finance may, by resolution, transfer any unencumbered appropriation, balance or portion thereof from one department, commission, board or office to another, except for the Board of Education. No transfer shall be made from any appropriation for debt service and other statutory charges.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

For management purposes, the Board of Finance is authorized to transfer the legally budgeted amounts between department accounts. In this function, departmental budget accounts serve as the legal level of control for the General Fund. The legal level of budgetary control is at the fund level for the Sewer Use, Residential Rental Properties, Animal Control and Simsbury Farms funds.

All unencumbered appropriations lapse at year-end except for those for capital projects and special revenue funds. Appropriations for these expenditures are continued until completion of applicable projects, which often last more than one fiscal year.

Subject to certain restrictions, additional appropriations may be approved by the Board of Finance upon recommendation of the Board of Selectmen. Summarizations of the amended General Fund budgets approved by the Board of Finance for the “budgetary” general and certain special revenue funds are presented in the required supplementary information. During the year, supplemental budgetary appropriations of \$990,000 were made from General Fund unappropriated and unencumbered surplus and \$670,000 was made from the Sewer Use Fund unappropriated and unencumbered surplus.

The Town’s budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major difference between the budgetary and GAAP basis is that encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order is issued, and, accordingly, encumbrances outstanding at year-end are recorded in budgetary reports as expenditures of the current year, whereas, on a GAAP basis, encumbrances are recorded as reservations of fund balance. In addition, the on-behalf payment of the State of Connecticut Teacher’s Retirement System is recorded for GAAP purposes only.

As explained above, the Town’s budgetary fund structure accounts for certain transactions differently from that utilized in reporting in conformity with GAAP. A reconciliation of these differences at June 30, 2010 follows:

	General Fund	Sewer Use Fund
Excess (deficiency) of revenues and other sources over expenditures and other uses for budgeted funds - budgetary basis	\$ 678,599	\$ (415,891)
Timing difference:		
Change in committed fund balance	203,136	
Change in assigned fund balance	<u>(94,602)</u>	<u>(18,817)</u>
Net Change in Fund Balance - GAAP Basis	\$ <u>787,133</u>	\$ <u>(434,708)</u>

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

3. DETAILED NOTES ON ALL FUNDS

A. CASH, CASH EQUIVALENTS AND INVESTMENTS

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

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

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

Deposits

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

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$5,062,014 of the Town's bank balance of \$6,327,809 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 4,554,368
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>507,646</u>
Total Amount Subject to Custodial Credit Risk	\$ <u><u>5,062,014</u></u>

Cash Equivalents

At June 30, 2010, the Town's cash equivalents amounted to \$20,116,286. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations. The pools all have maturities of less than one year.

	<u>Standard and Poor's</u>	<u>Fitch Ratings</u>
State Short-Term Investment Fund (STIF)	AAAm	
Cutwater Asset Management Connecticut CLASS	AAAm	

Investments

As of June 30, 2010, the Town had fair value investments of \$37,717,417 invested in various mutual funds.

Investment Custodial Credit Risk - Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value if its investment or collateral securities that are in the possession of an outside party. Both the State of Connecticut STIF and MBIA Class Investments are 2a-7 like pools.

Credit Risk - The Town's investment policy limits its investments to those in conformance with State Statutes governing qualified public depositories.

Concentration of Credit Risk - Maturities shall be staggered to avoid undue concentration of funds in a specific maturity. At least 10% of the portfolio shall be invested in overnight instruments or in marketable securities, which can be sold to raise cash in one day's notice.

Interest Rate Risk - The Town's investment policy limits its investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Except for CNR and Risk Management Funds, funds of the Town shall be invested in

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

instruments whose maturities do not exceed 270 days at the time of purchase, unless a temporary extension of maturities is approved by the Board of Finance.

The Pension Trust Funds are also authorized to invest in corporate bonds, domestic common stocks and domestic equity real estate. The investments of this fund are held in Trust by a Trustee Bank, which executes investment transactions under the direction of the Pension Plans' investment manager.

B. Receivables

Receivables at year end for the government's individual major funds and nonmajor funds in the aggregate are as follows:

	General	Sewer Use Fund	Sewer Assessment Fund	Capital Project Fund	Other Funds	Total
Receivables:						
Accounts	\$ 254,719	\$ 815	\$	\$	65,223	\$ 320,757
Property taxes	924,178					924,178
Interest receivable	228,159					228,159
Special assessments	52,721	31,352	480,856			564,929
Due from other governments	528,353			527,750	723,961	1,780,064
Total Receivables	<u>\$ 1,988,130</u>	<u>\$ 32,167</u>	<u>\$ 480,856</u>	<u>\$ 527,750</u>	<u>\$ 789,184</u>	<u>\$ 3,818,087</u>

Governmental funds report deferred revenue in connection with receivables that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned
General Fund:		
Delinquent property taxes receivable	\$ 717,711	\$
Property taxes collected in advance		301,840
Interest receivable on property taxes	228,159	
Sewer Use Fund:		
Grant		9,920
Sewer user fees collected in advance		5,166
Sewer Assessment Fund:		
Sewer assessment receivable	480,856	
Nonmajor governmental funds:		
Miscellaneous loans		26,565
Various grants		70,055
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 1,426,726</u>	<u>\$ 413,546</u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 5,626,689	700,000		\$ 6,326,689
Development rights	9,530,000			9,530,000
Construction in progress	47,195,513	4,076,547	7,027,720	44,244,340
Total capital assets not being depreciated	<u>62,352,202</u>	<u>4,776,547</u>	<u>7,027,720</u>	<u>60,101,029</u>
Capital assets being depreciated:				
Buildings and improvements	78,935,347	6,967,721		85,903,068
Land improvements	6,952,700	200,000		7,152,700
Equipment	17,415,490	1,209,881	748,461	17,876,910
Infrastructure	37,535,571	1,116,216	81,119	38,570,668
Total capital assets being depreciated	<u>140,839,108</u>	<u>9,493,818</u>	<u>829,580</u>	<u>149,503,346</u>
Less accumulated depreciation for:				
Buildings and improvements	29,400,548	1,934,434		31,334,982
Land improvements	4,459,704	230,958		4,690,662
Equipment	13,995,916	890,705	746,537	14,140,084
Infrastructure	22,908,833	856,408	81,119	23,684,122
Total accumulated depreciation	<u>70,765,001</u>	<u>3,912,505</u>	<u>827,656</u>	<u>73,849,850</u>
Total capital assets being depreciated, net	<u>70,074,107</u>	<u>5,581,313</u>	<u>1,924</u>	<u>75,653,496</u>
Governmental Activities Capital Assets, Net	<u>\$ 132,426,309</u>	<u>\$ 10,357,860</u>	<u>\$ 7,029,644</u>	<u>\$ 135,754,525</u>

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

Governmental activities:	
General government	\$ 285,173
Education	1,049,862
Planning and development	19,486
Public safety	121,523
Facility management	1,892,256
Culture and recreation	531,001
Health and welfare	<u>13,204</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,912,505</u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Construction Commitments

The government has active construction projects as of June 30, 2010. The following is a summary of capital projects as of June 30, 2010:

Project	Project Authorization	Spent to Date
<u>Sewer Extension Projects:</u>		
Project 2010	\$ 260,000	\$ 22,215
<u>Town Projects:</u>		
Library Expansion Design Services 3/05	200,000	197,063
Library Expansion 5/06	6,100,000	5,857,470
Triangle Land Purchase 5/08	2,750,000	1,029,664
Streetscape 5/08	325,000	106,063
Eno Hall Improvements 5/08	1,000,000	504,746
Water Extensions 5/08	170,000	14,959
Tunxis Pump Station 5/10	670,000	
Paving Management 5/10	2,400,000	
<u>Education Projects:</u>		
Simsbury High School Addition and Alteration 5/02	43,178,567	36,224,368
Modular classrooms 5/02	340,000	331,484
Computer Technology Improvement 5/06	450,000	413,934
Tariffville Expansion 5/06	6,200,000	5,878,371
System Telecommunication, Security Lighting Upgrade 5/06	420,000	415,023
HVAC Boiler Replacement 5/08	700,000	7,577
Tootin Hills Roof Replacement 5/08	1,257,500	1,020,645
Squadron Line Generator Replacement 5/09	150,000	10,393
Latimer Lane Roof Replacement 5/10	1,277,500	
District Network Infrastructure 5/10	450,000	52,077
Total	\$ <u>68,298,567</u>	\$ <u>52,086,052</u>

The commitments are being financed with general obligation bonds and State and Federal grants.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of June 30, 2010 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ <u>477,928</u>

Interfund balances are a result of temporary loans to various funds.

Interfund transfers:

	<u>General Fund</u>	<u>Sewer Use Fund</u>	<u>Capital Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Transfers Out</u>
Transfers out:					
General Fund	\$	\$	\$ 5,574	\$ 1,365,276	\$ 1,370,850
Sewer Use Fund			670,000		670,000
Sewer Assessment Fund			260,000		260,000
Capital Project Fund	84,506	17,500			102,006
Nonmajor Governmental Funds	<u>16,429</u>				<u>16,429</u>
Total Transfers In	\$ <u>100,935</u>	\$ <u>17,500</u>	\$ <u>935,574</u>	\$ <u>1,365,276</u>	\$ <u>2,419,285</u>

Interfund transfers arose from transferring monies to fund operating activities.

E. Long-Term Debt

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and loans payable:					
General obligation bonds	\$ 33,295,000	\$ 4,785,000	\$ 4,815,000	\$ 33,265,000	\$ 4,840,000
Premium on bonds issued	481,616	84,507	63,860	502,263	69,950
Loan payable - Clean Water Fund	19,331,886		886,668	18,445,218	904,565
Loan payable - State of Connecticut	120,950		7,340	113,610	7,413
Total bonds and loans payable	<u>53,229,452</u>	<u>4,869,507</u>	<u>5,772,868</u>	<u>52,326,091</u>	<u>5,821,928</u>
Compensated absences	812,052	70,282	16,137	866,197	670,127
Landfill	<u>95,000</u>		<u>5,000</u>	<u>90,000</u>	<u>5,000</u>
Total Governmental Activities					
Long-Term Liabilities	\$ <u>54,136,504</u>	\$ <u>4,939,789</u>	\$ <u>5,794,005</u>	\$ <u>53,282,288</u>	\$ <u>6,497,055</u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Compensated absences are generally liquidated by the General Fund.

General Obligation Bonds

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. During the year, general obligation bonds totaling \$4,785,000 were issued.

General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the Town. General obligation bonds currently outstanding are as follows:

	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Annual Principal</u>	<u>Principal Outstanding June 30, 2010</u>
General Bonds	2/15/00	\$ 4,240,000	3.50-5.00%	2/15/11	\$ 400,000	\$ 400,000
General Bonds	9/1/03	23,765,000	1.50-4.25%	1/15/18	1,560,000 - 1,880,000	12,495,000
General Bonds	4/1/05	5,000,000	3.00-3.75%	1/15/15	350,000 - 520,000	2,570,000
General Bonds	3/1/06	4,880,000	3.625-4.00%	1/15/16	480,000 - 490,000	2,920,000
General Bonds	4/18/07	9,865,000	3.75-4.00%	1/15/17	985,000 - 990,000	6,895,000
General Bonds	4/8/08	4,000,000	3.25-4.00%	1/15/18	400,000	3,200,000
General Bonds	3/17/10	4,785,000	2.00-3.00%	1/15/20	480,000	<u>4,785,000</u>
Total						\$ <u><u>33,265,000</u></u>

TOWN OF SIMSBURY, CONNECTICUT**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

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

Year Ending June 30,	Principal	Interest	Total
2011	\$ 4,840,000	\$ 1,212,605	\$ 6,052,605
2012	4,440,000	1,054,263	5,494,263
2013	4,430,000	895,237	5,325,237
2014	4,425,000	731,913	5,156,913
2015	4,415,000	568,967	4,983,967
2016-2020	10,715,000	825,288	11,540,288
	<u>\$ 33,265,000</u>	<u>\$ 5,288,273</u>	<u>\$ 38,553,273</u>

Clean Water Fund Loan

The Town's Waste Water Treatment Plant \$26,840,083 renovation and expansion capital project was funded by the State of Connecticut Clean Water Fund 2% Loan and Grant program. The loan will be repaid by future sewer user charges.

Annual debt service requirements to maturity for the Clean Water Fund loan are as follows:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 904,565	\$ 360,642	\$ 1,265,207
2012	922,823	342,384	1,265,207
2013	941,449	323,758	1,265,207
2014	960,452	304,755	1,265,207
2015	979,838	285,369	1,265,207
2016-2020	5,203,957	1,122,079	6,326,036
2021-2025	5,750,784	575,252	6,326,036
2026-2028	2,781,350	65,368	2,846,718
	<u>\$ 18,445,218</u>	<u>\$ 3,379,607</u>	<u>\$ 21,824,825</u>

Project Loan

The project loan obligation was issued by the State of Connecticut Department of Housing. The loan proceeds financed the Eno Farmhouse Renovation Project. The original loan balance was \$220,638 on June 10, 1994, with an interest rate of 1%. The obligation will be paid from future taxation.

TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Project loan obligations payable to the State of Connecticut mature as follows:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 7,413	\$ 1,109	\$ 8,522
2012	7,489	1,033	8,522
2013	7,563	959	8,522
2014	7,639	883	8,522
2015	7,716	806	8,522
2016-2020	39,756	2,854	42,610
2021-2025	36,034	831	36,865
	<u>\$ 113,610</u>	<u>\$ 8,475</u>	<u>\$ 122,085</u>

Authorized But Unissued Bonds

The total of authorized but unissued bonds (net of projected grants) at June 30, 2010 is \$13,404,478. In some cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

F. Fund Balance

The components of fund balance for the governmental funds at June 30, 2010 are as follows:

		Major Special Revenue Funds				
	General Fund	Sewer Use Fund	Sewer Assessment Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
Fund balances:						
Nonspendable:						
Inventory	\$	\$	\$	\$	\$ 42,047	\$ 42,047
Restricted for:						
Grants	86,737					86,737
Heart and Hypertension	75,000					75,000
Facilities management					597,469	597,469
Health and welfare					49,802	49,802
Education					350,952	350,952
Committed to:						
Hall Farm	10,000					10,000
Simsbury Land Trust	280,000					280,000
Assigned to:						
Professional services	80,875					80,875
Supplies	22,000					22,000
Education	18,090				299,948	318,038
Sewer use		5,333,714				5,333,714
Sewer assessment			1,004,100			1,004,100
Capital projects				1,997,187	460,249	2,457,436
General government					226,532	226,532
Public safety					194,676	194,676
Recreation					260,240	260,240
Planning and development					381,863	381,863
Health and welfare					79,898	79,898
Unassigned	8,679,564					8,679,564
Total Fund Balances	\$ 9,252,266	\$ 5,333,714	\$ 1,004,100	\$ 1,997,187	\$ 2,943,676	\$ 20,530,943

Significant encumbrances at June 30, 2010 are contained in the above table in both the assigned and committed categories of the General Fund.

4. EMPLOYEE RETIREMENT PLAN

A. Pension Trust Fund

The Town maintains three single-employer defined benefit pension plans for full-time employees: General Government Plan, Police Plan and Board of Education Plan. The plans are considered to be part of the Town's financial reporting entity and are included in the Town's financial reports as Pension Trust Funds. The plans do not issue stand-alone financial reports.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Plan Description

General Government Pension Plan

All full-time employees, except police and Board of Education employees, are eligible to participate in the General Government Pension Plan. The Plan provides retirement benefits as well as death and disability benefits. Annual retirement benefits for normal retirement for plan participants are based on the average monthly compensation during the highest five consecutive years of service out of the last ten years of the participants' active employment. The plan permits early retirement for participants at age 55 with 5 years of credited service. Benefits for early retirement are based on credited service and final average earnings to date of actual retirement reduced by 1/3 of 1% for each month by which the participant's retirement date precedes his normal retirement date. The participants' annual benefit is 2% of final average earnings times credited service for union employees, and 2½% of final average earnings times credited service for unaffiliated employees. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town.

Police Pension Plan

All regular full-time employees of the Simsbury Police Department are eligible to participate in the Police Retirement Fund. The Plan provides retirement benefits as well as death benefits under two separate divisions. Division 000 participants are defined as those individuals who entered the plan on or after January 18, 1990, whereas Division 001 participants entered the plan prior to January 18, 1990. Pension benefits for normal retirement under the plan are based on average monthly compensation during the highest five consecutive years out of the last ten years. The participants' annual benefit is 2½% of final average earnings times credited service for Division 000, and 2% of final average earnings times credited service for Division 001. The Plan permits early retirement for participants at the earlier of 5 years early with 10 years of service or 20 years of credited service for Division 000, and at five years early with 10 years of credited service for Division 001. Benefits are based on credited service and final average earnings to date of actual retirement actuarially reduced for each month by which the participant's retirement date precedes his normal retirement date. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Board of Education Pension Plan

All regular full-time employees of the Board of Education, other than individuals covered by the State Teachers Retirement System, are eligible to participate in the Plan. The Plan provides retirement benefits as well as disability benefits. Pension benefits for normal retirement under the Plan are based on the average earnings received in the last three July 1's before retirement for the National Association of Government Employees (NAGE); the average earnings received the last three completed years of employment for the Simsbury Federation of Educational Personnel (SFEP), and the highest average earnings received in any three consecutive July 1's during the last ten years before retirement for unaffiliated employees and the Simsbury School Administrators and Supervisors Association (SSNA). The participants' annual benefit shall be equal to 1½% of final average earnings times credited service through July 1, 1996, plus 2% of final average earnings times credited service after July 1, 1996. The plan permits early retirement for participants eligible five years early with ten years of credited service. Benefits are based on credited service and final average earnings to date and actual retirement reduced by 4% for each year by which the participant's retirement date precedes his normal retirement date. There is no reduction for NAGE employees after age 62 and 29 years of service or for unaffiliated employees after age 62 and 25 years of service. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town of Simsbury Board of Education.

At July 1, 2008, plan membership consisted of the following:

	General Government Plan	Police Plan	Board of Education Plan
Retirees and beneficiaries currently receiving benefits	72	25	88
Vested terminated employees	47	2	57
Active employees	105	34	190
Total Participants	224	61	335

Summary of Significant Accounting Policies

Basis of Accounting - Pension plan financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

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

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Contributions

General Government Plan

This plan provides for union employee contributions of 2% and unaffiliated employee contributions of 5% of regular earnings. The Town is required by its Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$586,140 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 9.34% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town.

Administrative costs of the plan are financed through investment earnings.

Police Plan

Plan provisions require employee contributions of 6% of regular earnings for Division 000 and employee contributions of 3% of regular earnings for Division 001. The Town is required by Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$393,136 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 15.13% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town.

Administrative costs of the plan are financed through investment earnings.

Board of Education Plan

This plan provides for employee contributions of 2% of regular earnings. The Town is required by its Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$706,849 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 10.12% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town of Simsbury Board of Education.

Administrative costs of the plan are financed through investment earnings.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Annual Pension Cost and Net Pension Obligations

The Town of Simsbury's annual pension cost and net pension obligation to the Town of Simsbury Pension Plans for the year ended June 30, 2010 were as follows:

	General Government Plan	Police Plan	Board of Education Plan	Total
Annual required contribution (ARC)	\$ 586,140	\$ 393,136	\$ 706,849	\$ 1,686,125
Interest on net pension obligation			(702)	(702)
Adjustment to annual required contribution			578	578
Annual pension cost	586,140	393,136	706,725	1,686,001
Contributions made	586,140	393,136	706,849	1,686,125
Decrease in net pension obligation	-	-	(124)	(124)
Net pension obligation (asset), beginning of year	-	-	(9,060)	(9,060)
Net Pension Obligation (Asset), End of Year	\$ -	\$ -	\$ (9,184)	\$ (9,184)

The annual required contribution for the current year was determined as part of the July 1, 2008 actuarial valuation using the entry age normal cost method. The actuarial assumptions included (a) a 7.75% investment rate of return and (b) 4% projected salary increases. The assumptions did not include inflation and post-retirement benefit increases. The actuarial value of assets was determined by recognizing market gains or losses over five years. The value is constrained to +/- 20% of the actual market value. The unfunded actuarial accrued liability is being amortized as a level percent of pay over a 25-year closed period beginning July 1, 2008 for all plans.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Three-Year Trend Information

Fiscal Year Ending		Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation (Asset)
General Government:					
6/30/08	\$	549,783	\$ 549,783	100%	\$ -
6/30/09		544,651	544,651	100	-
6/30/10		586,140	586,140	100	-
Police:					
6/30/08	\$	386,131	\$ 386,131	100%	\$ -
6/30/09		381,438	381,438	100	-
6/30/10		393,136	393,136	100	-
Board of Education:					
6/30/08	\$	698,500	\$ 697,968	99.9%	\$ (9,589)
6/30/09		706,549	706,020	99.9	(9,060)
6/30/10		706,725	706,849	100.0	(9,184)

Funding Status and Funding Progress

The funded status of the plans as of their most recent actuarial valuation date is as follows:

Plan Year	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage Of Covered Payroll
General Government:						
7/1/2008	\$ 16,241,456	\$ 18,510,133	\$ 2,268,677	87.74%	\$ 6,277,067	36.14%
Police:						
7/1/2008	13,428,830	14,758,110	1,329,280	90.99%	2,598,719	51.15%
Board of Education:						
7/1/2008	11,395,756	14,693,074	3,297,318	77.56%	6,984,577	47.21%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Financial statements for each individual pension plan are as follows:

	General Government Pension Fund	Board of Education Pension Fund	Police Pension Fund	Pension Trust Funds
Assets:				
Investments - mutual funds	\$ 13,602,116	\$ 10,262,330	\$ 11,226,345	\$ 35,090,791
Net Assets:				
Held in Trust for Pension Benefits and Other Purposes	\$ 13,602,116	\$ 10,262,330	\$ 11,226,345	\$ 35,090,791
	General Government Pension Fund	Board of Education Pension Fund	Police Pension Fund	Pension Trust Funds
Additions:				
Contributions:				
Employer	\$ 586,140	\$ 706,849	\$ 393,136	\$ 1,686,125
Plan members	149,111	158,462	153,980	461,553
Other	277	948		1,225
Total contributions	735,528	866,259	547,116	2,148,903
Investment earnings:				
Net increase in fair value of investments	1,861,513	1,402,889	1,539,255	4,803,657
Interest	5	4	4	13
Total investment gain	1,861,518	1,402,893	1,539,259	4,803,670
Less investment expenses:				
Investment management fees	(87,718)	(66,147)	(71,022)	(224,887)
Custodian fees	(15,588)	(13,680)	(13,964)	(43,232)
Net investment gain	1,758,212	1,323,066	1,454,273	4,535,551
Total additions	2,493,740	2,189,325	2,001,389	6,684,454
Deductions:				
Benefits	949,933	708,957	763,287	2,422,177
Administrative expense	22,876	19,036	16,009	57,921
Total deductions	972,809	727,993	779,296	2,480,098
Net Change in Net Assets	1,520,931	1,461,332	1,222,093	4,204,356
Net Assets at Beginning of Year	12,081,185	8,800,998	10,004,252	30,886,435
Net Assets at End of Year	\$ 13,602,116	\$ 10,262,330	\$ 11,226,345	\$ 35,090,791

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

B. Teachers Retirement

All Town of Simsbury teachers participate in the State of Connecticut Teacher's Retirement System, a cost sharing plan with a special funding situation, under Section 10.183 of the General Statutes of the State of Connecticut. This is a multiple employer PERS. A teacher is eligible to receive a normal retirement benefit if he or she has:

- Attained age 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or;
- Attained any age and has accumulated 35 years of credited service, at least 25 years of which are service in the public schools of Connecticut.

The Board of Education withholds 7.25% of all teachers' annual salaries and transmits the funds to the State Teachers' Retirement Board. Teacher payroll subject to retirement amounted to \$31,144,055.

The retirement system for teachers is funded by the State based upon the recommendation of the Teachers' Retirement Board. Such contribution includes amortization of actuarially computed unfunded liability. For the year ended June 30, 2010 the Town has recorded in the General Fund (Exhibit IV) intergovernmental revenue schools and schools expenditures in the amount of \$4,817,815 as payments made by the State of Connecticut on behalf of the Town. The Town does not have any liability for teacher pensions.

The State of Connecticut Teacher Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 55 Elm Street, Hartford, Connecticut 06106.

C. Post Employment Healthcare Plan - Retiree Health Plan

Summary of Significant Accounting Policies

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

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

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Plan Description

The RHP is a single-employer defined benefit healthcare plan administered by the Town of Simsbury. The RHP provides medical, dental and life insurance benefits to eligible retirees and their spouses. All employees of the Town are eligible to participate in the plan. Benefit provisions are established through negotiations between the Town and the various unions representing the employees.

The plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial report as the Other Post Employment Benefits Trust Fund. The plan does not issue a stand-alone financial report.

At July 1, 2009, plan membership consisted of the following:

	Retiree Health Plan
Retire members	208
Spouses of retired members	66
Active plan members	712
	<hr/>
Total Participants	986

Funding Policy

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

Town Employees

Town employees receiving coverage under ConnectiCare contribute between \$449 and \$481 per month for retiree only coverage and between \$898 and \$962 per month for retiree and spouse coverage to age 65. Town employees receiving coverage under CIGNA contribute between \$657 and \$737 per month for retiree only coverage and between \$1,312 and \$1,474 per month for retiree and spouse coverage to age 65. Town employees over age 65 receiving coverage under CIGNA contribute \$205 per month for retiree only coverage and \$410 per month for retiree and spouse coverage.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Board of Education Employees

Board of Education employees receiving coverage under ConnectiCare contribute between \$452 and \$470 per month for retiree only coverage and between \$903 and \$941 per month for retiree and spouse coverage to age 65, and \$357 and \$714 per month, respectively, thereafter. Board of Education employees receiving coverage under CIGNA contribute between \$644 and \$671 per month for retiree only coverage and between \$1,285 and \$1,338 per month for retiree and spouse coverage to age 65, and \$205 and \$410 per month, respectively, thereafter.

For the year ended June 30, 2010, plan members contributed \$753,330 for their share of premium payments. The Town is required to contribute the balance of the current premium cost and may contribute an additional amount as determined by the Town in order to prefund benefits.

Employer contributions to the plan of \$1,894,900 were made in accordance with actuarially determined requirements. Of this amount, \$374,718 represents premium payments, \$768,982 represents implicit rate subsidy and \$751,200 was contributed to prefund benefits.

Annual OPEB Cost and Net OPEB Obligations

The Town of Simsbury's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan and changes in the Town's net OPEB obligation (asset):

	Retiree Medical Program
Annual required contribution (ARC)	\$ 1,766,300
Interest on net OPEB obligation	(23,910)
Adjustment to annual required contribution	18,886
Annual OPEB cost (expense)	1,761,276
Contributions made	1,894,900
Decrease in net OPEB obligation	(133,624)
Net OPEB obligation (asset), beginning of year	(318,804)
Net OPEB Obligation (Asset), End of Year	\$ (452,428)

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation (asset) three year trend information is presented below.

Fiscal Year Ending	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation (Asset)
6/30/08	\$ 2,065,510	\$ 2,193,500	106.20%	\$ (258,690)
6/30/09	1,666,386	1,726,500	103.61	(318,804)
6/30/10	1,761,276	1,894,900	107.59	(452,428)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as accrual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections for benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2009 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 7.5% investment rate of return, which is the rate of the expected long-term investment returns of plan assets calculated based on the funding policy of the plan at the valuation date. The annual healthcare cost trend rate is 6.8% initially, reduced by decrements to an ultimate rate of 4.1% after 70 years. The general inflation assumption is 2.5% - 3.0%. Projected salary increases were 4%. The actuarial value of assets was determined using market value. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2010 was 26 years.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Funding Status and Funding Progress

The funded status of the plan as of July 1, 2009, the most recent actuarial valuation date, is as follows:

Plan Year	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage Of Covered Payroll
7/1/2009	\$ 1,747,000	\$ 17,565,000	\$ 15,818,000	9.95%	\$ n/a	n/a

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

5. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2010.

The Town's self-insurance program is used to account for health insurance coverage for Town and Board of Education employees. The Town retains the risk of up to a maximum of \$200,000 per claim. Commercial insurance covers any individual claim in excess of \$200,000. During 2010, total claims expense of \$9,048,608 was incurred, which represent claims processed and an estimate for claims incurred but not reported as of June 30, 2010.

The Fund establishes claims liabilities based on estimates of claims that have been incurred but not reported; accordingly, the Fund recorded an additional liability at June 30, 2010 of \$1,716,483.

Premium payments are reported as quasi-external interfund transactions for the General Fund, and, accordingly, they are treated as operating revenues of the Self-Insurance Fund and operating expenditures of the General Fund.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

A schedule of changes in the claims liability for the years ended June 30, 2010 and 2009, is presented below:

	Accrued Liability Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Accrued Liability Claim Payments	Accrued Liability End of Fiscal Year
2008-09	\$ 1,474,250	\$ 6,797,102	\$ 7,095,713	\$ 1,175,639
2009-10	1,175,639	9,048,608	8,507,764	1,716,483

B. Contingent Liabilities

There are various suits and claims pending against the Town, none of which, individually or in the aggregate, is believed by counsel to be likely to result in judgment or judgments that could materially affect the Town's financial position.

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

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

C. Landfill Postclosure Care Costs

The Simsbury landfill stopped accepting solid waste in 1988. The landfill has been capped and tested by the Department of Environmental Protection prior to October 1, 1993 and, as such, the U.S. EPA adopted regulations 40 CFR, Part 258 (Subtitle D), do not apply. However, the Simsbury landfill is still required to monitor its postclosure functions under an approved plan with the State of Connecticut Department of Environmental Protection.

The landfill closing costs of \$90,000 reported as a liability in the government-wide financial statements represent an estimate of the postclosure costs to be incurred by the Town over the next 18 fiscal years for mandatory ground water testing based on a study conducted by an independent consultant. It is estimated that the Town will incur a \$5,000 annual cost over the next 18 fiscal years. This estimate is subject to changes that may result from inflation, technological changes or regulatory changes.

Required Supplementary Information

TOWN OF SIMSBURY, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION - PENSION TRUST FUNDS

Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Fiscal Year Ending</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
<i>General Government</i>							
7/1/2003	6/30/2005	\$ 12,745,601	\$ 12,843,975	\$ 98,374	99.23%	\$ 5,634,493	1.75%
7/1/2004	6/30/2006	12,827,946	13,960,599	1,132,653	91.89%	5,673,024	19.97%
7/1/2005	6/30/2007	13,109,718	14,510,879	1,401,161	90.34%	5,507,619	25.44%
7/1/2006	6/30/2008	13,790,005	15,476,716	1,686,711	89.10%	5,617,253	30.03%
7/1/2007	6/30/2009	15,097,575	16,521,502	1,423,927	91.38%	5,656,359	25.17%
7/1/2008	6/30/2010	16,241,456	18,510,133	2,268,677	87.74%	6,277,067	36.14%
<i>Police</i>							
7/1/2003	6/30/2005	10,497,879	10,377,843	(120,036)	101.16%	2,331,495	(5.15)%
7/1/2004	6/30/2006	10,735,800	11,031,742	295,942	97.32%	2,363,965	12.52%
7/1/2005	6/30/2007	10,998,691	12,086,785	1,088,094	91.00%	2,444,737	44.51%
7/1/2006	6/30/2008	11,575,650	12,631,567	1,055,917	91.64%	2,453,053	43.05%
7/1/2007	6/30/2009	12,584,503	13,487,926	903,423	93.30%	2,533,739	35.66%
7/1/2008	6/30/2010	13,428,830	14,758,110	1,329,280	90.99%	2,598,719	51.15%
<i>Board of Education</i>							
7/1/2003	6/30/2005	8,613,380	8,865,376	251,996	97.16%	5,029,001	5.01%
7/1/2004	6/30/2006	8,662,907	9,897,971	1,235,064	87.52%	5,450,012	22.66%
7/1/2005	6/30/2007	8,812,712	10,521,372	1,708,660	83.76%	5,784,204	29.54%
7/1/2006	6/30/2008	9,326,881	11,476,766	2,149,885	81.27%	6,069,458	35.42%
7/1/2007	6/30/2009	10,352,719	12,226,796	1,874,077	84.67%	6,362,430	29.46%
7/1/2008	6/30/2010	11,395,756	14,693,074	3,297,318	77.56%	6,984,577	47.21%

Schedule of Employer Contributions

<u>Year Ended</u>	<u>General Government</u>		<u>Police</u>		<u>Board of Education</u>	
	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
6/30/2010	\$ 586,140	100%	\$ 393,136	100%	\$ 706,849	100%
6/30/2009	544,651	100%	381,438	100%	705,973	100%
6/30/2008	549,783	100%	386,131	100%	697,968	100%
6/30/2007	499,353	100%	380,508	100%	619,560	100%
6/30/2006	457,749	100%	275,641	100%	514,729	100%
6/30/2005	346,341	100%	244,811	100%	362,557	100%

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated.

TOWN OF SIMSBURY, CONNECTICUT

**REQUIRED SUPPLEMENTARY INFORMATION -
OTHER POST EMPLOYMENT BENEFITS TRUST FUND**

Schedule of Funding Progress

Actuarial Valuation Date	Fiscal Year Ending	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
<i>Retiree Medical Program</i>							
7/1/2006	6/30/2007	\$	\$ 24,002,900	\$ 24,002,900	0.00%	n/a	n/a
7/1/2006	6/30/2008		24,002,900	24,002,900	0.00%	n/a	n/a
7/1/2007	6/30/2009	676,400	18,354,200	17,677,800	3.69%	n/a	n/a
7/1/2007	6/30/2010	676,400	18,354,200	17,677,800	3.69%	n/a	n/a

Schedule of Employer Contributions

Year Ended	Annual Required Contribution	Percentage Contributed
6/30/2010	\$ 1,766,300	107.6%
6/30/2009	1,670,800	103.3%
6/30/2008	2,067,900	106.6%
6/30/2007	1,968,000	106.6%

June 30, 2007 was the transition year. Information in this schedule is presented for four years.

n/a - The covered payroll is not available.

Supplemental, Combining and Individual Fund Statements and Schedules

Major Governmental Funds

General Fund

To account for the general operations of the Town, except those required to be accounted for in another fund.

Sewer Use Fund

To account for sewer user fees and sewer plant operations.

Sewer Assessment Fund

To account for sewer assessments.

Capital Project Fund

The Capital Project Fund is used to account for financial resources used for the acquisition or construction of major capital facilities.

TOWN OF SIMSBURY, CONNECTICUT

GENERAL FUND

STATEMENT OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)FOR THE YEAR ENDED JUNE 30, 2010 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Actual Amounts
	Original	Final	(Budgetary Basis)		(Budgetary Basis)
Property Taxes:					
Current year taxes	\$ 76,732,513	\$ 76,732,513	\$ 77,596,361	\$ 863,848	\$ 76,554,679
Prior year's taxes	330,000	330,000	319,852	(10,148)	457,312
Interest and lien fees	250,000	250,000	296,067	46,067	272,684
Total property taxes	77,312,513	77,312,513	78,212,280	899,767	77,284,675
Intergovernmental Revenues:					
State of Connecticut:					
Office of Policy and Management:					
Property tax relief:					
Disabled	917	917	1,204	287	918
Property tax relief - elderly	57,108	57,108	59,669	2,561	57,108
Additional veterans	4,536	4,536	4,455	(81)	4,537
Manufacturer's inventory	71,312	71,312	83,997	12,685	71,312
Boat registration			4,621	4,621	9,019
Department of Education:					
Education equalization grant	5,367,517	5,367,517	4,629,106	(738,411)	5,368,467
Education stabilization - ARRA			765,757	765,757	
School transportation	118,100	118,100	74,588	(43,512)	110,845
Adult education	8,525	8,525	9,967	1,442	8,431
Nonpublic schools - transportation	42,489	42,489	39,590	(2,899)	41,982
Miscellaneous:					
State-owned property	86,586	86,586	124,599	38,013	86,586
Telephone access line grant	100,000	100,000	80,024	(19,976)	98,337
Solid waste	135,000	135,000	135,361	361	152,023
Pequot casino revenue	63,549	63,549	31,274	(32,275)	64,149
Services Town of Canton			31,285	31,285	
Homeland Security grant			20,881	20,881	
Airport grant			7,063	7,063	97,374
Department of Justice grant			94,952	94,952	
Open Space grant			185,000	185,000	
Steap grant			200,000	200,000	
Other			123,314	123,314	191,718
Housing Authority in lieu of taxes	12,745	12,745	18,164	5,419	
Total intergovernmental revenues	6,068,384	6,068,384	6,724,871	656,487	6,362,806
Investment income	300,000	300,000	71,648	(228,352)	270,672
Charges for Goods and Services:					
Conveyance tax receipts	466,000	466,000	415,767	(50,233)	336,178
Town clerk recording fees	140,000	140,000	134,239	(5,761)	128,038
Town clerk farmland preservation fees	5,000	5,000	4,703	(297)	4,521
Tax collector - fire district supplies, etc.	6,500	6,500	6,500	-	6,500
Police department - emergency reporting	34,278	34,278	35,768	1,490	35,801
Elderly/handicapped transportation	5,000	5,000	6,814	1,814	5,524
Library fines and fees	52,000	52,000	49,062	(2,938)	55,133
War Memorial pool	14,000	14,000	13,795	(205)	14,236
Education - tuition for regular education	62,375	62,375	108,186	45,811	48,880
Education - school rentals	45,000	45,000	109,831	64,831	100,897
Community gardens	1,300	1,300	2,625	1,325	2,910
Registrars revenue				-	5,782
World skate	80,000	80,000	80,000	-	80,000
Total charges for goods and services	911,453	911,453	967,290	55,837	824,400

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT

GENERAL FUND

**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)**

**FOR THE YEAR ENDED JUNE 30, 2010 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2009**

	2010				2009
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Actual Amounts
	Original	Final	(Budgetary Basis)		(Budgetary Basis)
Rental of Town-Owned Property:					
Eno Memorial Hall	\$ 9,000	\$ 9,000	\$ 4,161	\$ (4,839)	\$ 3,816
Licenses and Permits:					
Sporting licenses	450	450	255	(195)	477
Land use commission	15,000	15,000	8,585	(6,415)	6,966
Engineering department fees	1,000	1,000	732	(268)	586
Police department fees	1,900	1,900	5,480	3,580	4,280
Building department fees	400,000	400,000	394,080	(5,920)	334,404
Total licenses and permits	418,350	418,350	409,132	(9,218)	346,713
Other Local Revenues:					
General Government			2,225	2,225	20,322
Central administration miscellaneous	137,000	137,000	116,218	(20,782)	123,204
Finance department miscellaneous			17,250	17,250	
Tax department miscellaneous			950	950	1,000
Town clerk miscellaneous	40,000	40,000	57,452	17,452	44,823
Public Safety			6,004	6,004	53,703
Police accident reports, parking tickets, etc.	11,000	11,000	9,107	(1,893)	8,116
Police department miscellaneous			7,034	7,034	6,210
Planning and Development			12,722	12,722	11,226
Building department miscellaneous			50	50	
Facilities Management			2,803	2,803	24,859
Public works miscellaneous			28,760	28,760	1,655
Eno Memorial Hall miscellaneous			-	-	43
Social Services			456	456	7,077
Culture and Recreation			2,265	2,265	12,768
Library Hartford Foundation Grant	38,425	38,425	50,438	12,013	32,087
Insurance refunds			3,834	3,834	15,763
Board of Education miscellaneous	15,000	15,000	38,199	23,199	2,879
Total other local revenues	241,425	241,425	355,767	114,342	365,735
Assessments:					
Water assessments			3,390	3,390	4,091
Total Revenues	85,261,125	85,261,125	86,748,539	1,487,414	85,462,908
Other Financing Sources:					
Transfers from other funds:					
Public Safety Program	10,000	10,000	16,429	6,429	24,629
Capital Project Fund			84,506	84,506	2,099
Total other financing sources	10,000	10,000	100,935	90,935	26,728
Total Revenues and Other Financing Sources	\$ 85,271,125	\$ 85,271,125	\$ 86,849,474	\$ 1,578,349	\$ 85,489,636

TOWN OF SIMSBURY, CONNECTICUT

GENERAL FUND

STATEMENT OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)FOR THE YEAR ENDED JUNE 30, 2010 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Actual Amounts
	Original	Final	(Budgetary Basis)		(Budgetary Basis)
General Government:					
Central administration	\$ 508,724	\$ 858,745	\$ 858,742	\$ 3	\$ 519,006
Administration services	56,697	60,201	59,668	533	60,844
Board of Finance	11,330	6,156	5,655	501	4,903
Land use commission	34,126	18,070	16,890	1,180	26,521
Economic development commission	46,418	46,784	46,783	1	49,568
Historic district commission	1,949	1,949	1,421	528	142
Public building committee	3,418	3,418	2,291	1,127	3,074
Police commission	348	348		348	
Beautification	4,600	4,703	4,702	1	4,786
Tourism committee	2,515	2,515	2,072	443	2,077
Elections	110,656	99,843	99,280	563	100,213
Finance department	311,358	307,242	306,682	560	322,398
Tax collector	159,536	155,806	154,841	965	157,861
Assessors	225,478	183,697	181,686	2,011	224,937
Data processing	128,396	125,223	124,832	391	123,027
Auditors	30,850	30,850	30,825	25	29,700
Legal	211,712	170,860	163,573	7,287	186,348
Town clerk	188,832	188,832	187,856	976	193,340
Probate court	6,130	6,130	5,450	680	5,613
Transportation	6,050	6,677	6,676	1	7,860
Miscellaneous	3,800	3,800	3,293	507	3,046
Total general government	2,052,923	2,281,849	2,263,218	18,631	2,025,264
Planning and Development:					
Director of community development	200,800	237,759	237,582	177	265,153
Planning department	137,889	140,898	140,013	885	139,924
Building department	203,365	200,475	197,950	2,525	192,529
Engineering	214,538	208,593	207,380	1,213	216,937
Total planning and development	756,592	787,725	782,925	4,800	814,543
Public Safety:					
Police	3,846,842	3,865,821	3,862,620	3,201	3,971,489
Civil preparedness	1,900	1,900	1,780	120	1,962
Total public safety	3,848,742	3,867,721	3,864,400	3,321	3,973,451
Facility Management:					
General administration	199,827	206,993	205,071	1,922	138,988
Building and grounds	752,151	721,545	711,088	10,457	726,070
Highway department	2,548,395	2,543,802	2,523,723	20,079	2,608,320
Landfill	182,100	175,879	175,879	-	190,820
Total facility management	3,682,473	3,648,219	3,615,761	32,458	3,664,198

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT

GENERAL FUND

STATEMENT OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)FOR THE YEAR ENDED JUNE 30, 2010 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009
	Budgeted Amounts		Actual Amounts	Variance with	Actual Amounts
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)	(Budgetary Basis)
Culture and Recreation:					
Library	\$ 1,386,116	\$ 1,396,685	\$ 1,394,933	\$ 1,752	\$ 1,527,578
Recreation	120,496	320,973	320,083	890	118,742
Town parks and open space	616,484	638,936	632,206	6,730	637,096
Total culture and recreation	2,123,096	2,356,594	2,347,222	9,372	2,283,416
Health and Welfare:					
Health department	100,551	100,551	100,551	-	98,189
Social services administration	173,311	183,167	183,019	148	178,512
Elderly services outreach	139,244	139,366	137,955	1,411	146,613
Transportation	116,695	166,685	166,685	-	116,783
Total health and welfare	529,801	589,769	588,210	1,559	540,097
Fringe Benefits and Insurance:					
Social Security	694,979	647,299	647,298	1	663,334
Town general liability insurance	352,532	566,771	565,625	1,146	328,953
Employee group insurance	2,349,533	2,329,867	2,329,663	204	2,574,124
Unemployment reserve	12,836	13,868	13,868	-	14,303
Pensions	870,006	870,006	870,002	4	818,541
Total fringe benefits and insurance	4,279,886	4,427,811	4,426,456	1,355	4,399,255
Board of Education	61,381,361	61,381,361	61,362,608	18,753	60,608,232
Special Projects					
Unnegotiated salary and benefits				-	15,000
Debt Service:					
Principal	4,815,000	4,815,000	4,815,000	-	4,815,000
Interest	1,299,025	1,299,025	1,299,025	-	1,443,285
Total debt service	6,114,025	6,114,025	6,114,025	-	6,258,285
Other Financing Uses:					
Transfers to other funds	502,226	806,051	806,050	1	551,590
Total Expenditures and Other Financing Uses	\$ 85,271,125	\$ 86,261,125	\$ 86,170,875	\$ 90,250	\$ 85,133,331

**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF BOARD OF EDUCATION EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>Original Appropriation</u>	<u>Amended Appropriation</u>	<u>Actual Expenditures and Encumbrances</u>	<u>Variance Favorable (Unfavorable)</u>
General control	\$ 1,840,011	\$ 1,840,011	\$ 1,795,233	\$ 44,778
Instruction	37,182,056	37,182,056	37,617,332	(435,276)
Health education	560,148	560,148	590,974	(30,826)
Transportation	2,188,516	2,188,516	2,213,583	(25,067)
Operation of school plant	5,185,762	5,185,762	4,677,898	507,864
Maintenance of schools	1,432,393	1,432,393	1,402,152	30,241
Fixed charges	10,616,861	10,616,861	10,573,335	43,526
Food services	6,800	6,800	6,983	(183)
Student activities	409,060	409,060	423,287	(14,227)
Community service	32,855	32,855	30,069	2,786
Additional equipment	386,497	386,497	315,225	71,272
Tuition to other schools	1,027,475	1,027,475	1,203,859	(176,384)
Nonpublic schools	<u>512,927</u>	<u>512,927</u>	<u>512,678</u>	<u>249</u>
Total Expenditures	\$ <u><u>61,381,361</u></u>	\$ <u><u>61,381,361</u></u>	\$ <u><u>61,362,608</u></u>	\$ <u><u>18,753</u></u>

**TOWN OF SIMSBURY, CONNECTICUT
CAPITAL PROJECT FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS
FOR THE YEAR ENDED JUNE 30, 2010**

	Appropriations			Expenditures			Uncommitted
	Balance June 30, 2009	Current Year	Balance June 30, 2010	Balance June 30, 2009	Current Year	Balance June 30, 2010	Balance June 30, 2010
Sewer extension projects:							
Project 2008	\$ 260,000		\$ 260,000	\$ 93,046	\$ 166,954	\$ 260,000	\$ -
Project 2010		260,000	260,000		22,215	22,215	237,785
Town projects:							
Townwide computer technology	330,000		330,000	311,428	18,572	330,000	-
Economic Development Fund 5/02	250,000	(98,107)	151,893	151,893		151,893	-
Sewer Rehab - Church & Elm Street 5/04	100,000	(17,500)	82,500	82,500		82,500	-
Library Expansion Design Services 3/05	200,000		200,000	195,063	2,000	197,063	2,937
Greenway 5/05	750,000		750,000	749,599	401	750,000	-
Park Improvements 5/06	450,000		450,000	416,738	33,262	450,000	-
Library Expansion 5/06	6,100,000		6,100,000	5,797,691	59,779	5,857,470	242,530
Gertsen Land Purchase 5/08	720,000		720,000	26,010	693,990	720,000	-
Triangle Land Purchase 5/08	2,750,000		2,750,000	513,228	516,436	1,029,664	1,720,336
Streetscape 10/167 5/08	325,000		325,000	17,029	89,034	106,063	218,937
Eno Hall Improvements 5/08	1,000,000		1,000,000	464,836	39,910	504,746	495,254
Water Extensions 5/08	170,000		170,000		14,959	14,959	155,041
South Pump Station Rehab 5/08	450,000		450,000	45,102	404,898	450,000	-
Golf/Recreation Maint Bldg 5/09	550,000		550,000		550,000	550,000	-
Tunxis Pump Station 5/10		670,000	670,000			-	670,000
Paving Management 5/10		2,400,000	2,400,000			-	2,400,000
Education projects:							
Simsbury High School Addition & Alteration 5/02	43,178,567		43,178,567	36,084,751	139,617	36,224,368	6,954,199
Modular Classrooms 5/02	340,000		340,000	299,339	32,145	331,484	8,516
System Window Treatment Project 5/02	220,000		220,000	174,976	45,024	220,000	-
SHS Auditorium Improvement 5/04	712,500	(1)	712,499	691,048	21,451	712,499	-
System HVAC/Boiler Replacement 5/05	500,000		500,000	498,006	1,994	500,000	-
Computer technology improv 5/06	450,000		450,000	285,766	128,168	413,934	36,066
Tariffville expansion project 5/06	6,200,000		6,200,000	4,765,021	1,113,350	5,878,371	321,629
System Telecommunications, Security Lighting Upgrade 5/08	420,000		420,000	415,023		415,023	4,977
HVAC Boiler replacement 5/08	700,000		700,000		7,577	7,577	692,423
Tootin Hills roof replacement	1,257,500		1,257,500	26,719	993,926	1,020,645	236,855
Squadron Line generator 5/09	150,000		150,000	1,478	8,915	10,393	139,607
Central School brownstone 5/09	120,000		120,000	1,425	118,575	120,000	-
District core switches 5/09	100,000		100,000		100,000	100,000	-
Latimer Lane roof replacement 5/10		1,277,500	1,277,500			-	1,277,500
District Network Infrastructure 5/10		450,000	450,000		52,077	52,077	397,923
Totals	\$ 68,753,567	\$ 4,941,892	\$ 73,695,459	\$ 52,107,715	\$ 5,375,229	\$ 57,482,944	\$ 16,212,515

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for proceeds of several revenue sources that are legally restricted to expenditures for specific purposes. The Town's special revenue funds are:

Residential Rental Properties - to account for rental revenues and the maintenance and capital expenditures in maintaining the Town owned residential properties.

Animal Control Fund - to account for the licensing of dogs and expenses of the Town's animal control warden.

Simsbury Farms Fund - to account for user revenues associated with the Simsbury Farms Recreation Facility and the associated expenditures.

General Government Program Fund - includes the following programs:

- **Preservation of Historic Documents** - to account for, in the Town Clerk's office, additional revenues collected, grant revenues received and expenditures to preserve land records pursuant to Public Act No. 00-146.
- **LOCIP** - to account for document fees collected by Town Clerk's office to be used for expenditures that qualify under the State Local Capital Improvement (LOCIP) grants.
- **Preserve America** - to account for funds received from Federal Preserve America Program, State of Connecticut, Commission on Culture & Tourism and Simsbury Main Street Partnership. Expenditures will be made to pay for program activities associated with Preserve America Marketing Grant.
- **Ellsworth Fund** - to be used for the beautification of the main streets of the Town of Simsbury, particularly Hopmeadow Street and/or expenses relating to the Planning Commission.

Public Safety Program Fund - includes the following programs:

- **Narcotics Task Force** - to account for state grants for narcotic enforcement.
- **Police Dare Program** - to account for state grants for narcotic education.
- **Local Law Enforcement Block Grant** - to account for local law enforcement block grant from the State of Connecticut Office of Policy and Management and the United States Department of Justice. Expenditures are for public safety equipment not otherwise budgeted for in the public safety operating budget.

- **Police Vehicles** - to account for revenues associated with the sale of police vehicles and funding from the General Fund budget to be used for the purchase of new police vehicles.
- **Police Special Duty** - to account for revenues and expenditures for police officers special duty for outside organizations.

Planning & Development Program Fund - includes the following programs:

- **Community Development Block Grant** - to account for loan repayments for small cities grants relating to improvements to residential and commercial properties.
- **Greenway Project** - to account for federal grants and town funds in the conversion of old rail trails to bike trails.
- **Simsbury Meadow Bandshell** - to account for concert revenues and operating expenditures for running the bandshell at the Simsbury Meadow Park.
- **Small Cities Community Development Block Grant** - to account for small cities grant for capital improvements to the Owen Murphy senior housing.

Facilities Management Program Fund - includes the following programs:

- **Town Aid Fund** - to account for state town aid road grants and related expenses to town roads.
- **Eno Memorial Hall** - to account for the revenue from the settlement of the Kenessat painting and the expenditures for capital improvements and maintenance for the Eno Memorial Hall building.
- **Antoinette Eno Wood** - to account for the distribution of Trust's interest income to the Town and expenses related in maintaining Eno Memorial Hall. Interest income is earned on assets with a fair value of \$555,915 as of June 30, 2010. The assets are held in a separate trust and are not in the Town's name.
- **Horace Belden Income** - to account for the distribution of Trust's interest income to the Town and expenses related in maintaining town roads. Interest income is earned on assets with a fair value of \$1,097,356 as of June 30, 2010. The assets are held in a separate trust and are not in the Town's name.
- **Pease Cemetery Trust** - to maintain the Pease and Shaw cemetery lots.

Health & Welfare Program Fund - includes the following programs:

- **Social Workers Contingency** - to account for donations and gifts and associated expenses related for the well being of town citizens in need of assistance.
- **Expanded Dial-A-Ride** - to account for grant and expenditures related to an expanded dial-a-ride service to the elderly and disabled residents of program.
- **Senior Center** - to account for donations and expenses related to senior center programs.
- **Youth Services** - to account for grant and expenditures related to youth services.

- **Julia Darling Income** - to account for the distribution of Trust's interest income to the Town and expenses related to the well being of Town citizens in need of assistance. Interest income is earned on assets with a fair value of \$485,294 as of June 30, 2010. The assets are held in a separate trust and are not in the Town's name.
- **Kate Southwell Income** - to account for the distribution of Trust's interest income to the Town and expenses related to the well being of Town citizens, excluding citizens of Tariffville, in need of assistance. Interest income is earned on assets with a fair value of \$264,428 as of June 30, 2010. The assets are held in a separate trust and are not in the Town's name.
- **Mary Schneider Memorial** - to account for donations to the Town and expenses related to the well being of Town citizens in need of assistance.

Culture & Recreation Program Fund - includes the following program:

- **Library** - to account for donations, memorial gifts and miscellaneous grants and expenses related to the operations of the library.
- **Dog Park** - to account for donations and expenses related to the operations of the dog park.

Board of Education Program Fund - includes the following programs:

- **Board of Education Program Fund** - to account for Board of Education programs that will be fully paid by the participants in these programs (e.g., Camp Jewell and Camp Becket).
- **Scholarship** - to account for donations, gifts and distribution of trust income for scholarships for post-secondary school education and training.

Cafeteria - to account for the operation of all cafeterias for the public school system.

State and Federal Education Grants - to account for specially financed education programs under grants received from the Federal Government and the State of Connecticut.

Capital Project Funds

Capital and Nonrecurring Expenditures Fund - to account for equipment purchases and other nonrecurring capital expenditures.

TOWN OF SIMSBURY, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2010

	Special Revenue Funds						
	Residential Rental Properties	Animal Control	Simsbury Farms Fund	General Government Program Fund	Public Safety Program Fund	Planning & Development Program Fund	Facilities Management Program Fund
ASSETS							
Cash and cash equivalents	\$ 83,258	\$ 43,202	\$ 232,754	\$ 114,037	\$ 131,339	\$ 401,010	\$ 725,202
Investments							
Receivables:							
Accounts					24,100	40,280	
Due from other governments							
Inventories							
Total Assets	<u>\$ 83,258</u>	<u>\$ 43,202</u>	<u>\$ 232,754</u>	<u>\$ 114,037</u>	<u>\$ 155,439</u>	<u>\$ 441,290</u>	<u>\$ 725,202</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 14,951	\$ 3,897	\$ 66,225	\$	\$	\$ 32,862	\$ 83,545
Due to other funds							
Deferred revenue					68	26,565	
Total liabilities	<u>14,951</u>	<u>3,897</u>	<u>66,225</u>	<u>-</u>	<u>68</u>	<u>59,427</u>	<u>83,545</u>
Fund balances:							
Reserved for:							
Nonspendable							
Restricted							597,469
Assigned	68,307	39,305	166,529	114,037	155,371	381,863	44,188
Total fund balances	<u>68,307</u>	<u>39,305</u>	<u>166,529</u>	<u>114,037</u>	<u>155,371</u>	<u>381,863</u>	<u>641,657</u>
Total Liabilities and Fund Balances	<u>\$ 83,258</u>	<u>\$ 43,202</u>	<u>\$ 232,754</u>	<u>\$ 114,037</u>	<u>\$ 155,439</u>	<u>\$ 441,290</u>	<u>\$ 725,202</u>

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2010

	Special Revenue Funds				Capital Project Funds		
	Health & Welfare Program Fund	Culture & Recreation Program Fund	Board of Education Program Fund	Cafeteria	State and Federal Education Grants	Capital and Nonrecurring Expenditures Fund	Total Nonmajor Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 138,830	\$ 93,711	\$ 288	\$ 227,292	\$	\$ 612,320	\$ 2,803,243
Investments			292,908				292,908
Receivables:							
Accounts				843			65,223
Due from other governments			198,647	29,791	481,586	13,937	723,961
Inventories				42,047			42,047
Total Assets	<u>\$ 138,830</u>	<u>\$ 93,711</u>	<u>\$ 491,843</u>	<u>\$ 299,973</u>	<u>\$ 481,586</u>	<u>\$ 626,257</u>	<u>\$ 3,927,382</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 3,904	\$	\$ 225	\$ 333	\$ 37,208	\$ 166,008	\$ 409,158
Due to other funds			98,311		379,617		477,928
Deferred revenue	5,226				64,761		96,620
Total liabilities	<u>9,130</u>	<u>-</u>	<u>98,536</u>	<u>333</u>	<u>481,586</u>	<u>166,008</u>	<u>983,706</u>
Fund balances:							
Reserved for:							
Nonspendable				42,047			42,047
Restricted	49,802		350,952				998,223
Assigned	79,898	93,711	42,355	257,593		460,249	1,903,406
Total fund balances	<u>129,700</u>	<u>93,711</u>	<u>393,307</u>	<u>299,640</u>	<u>-</u>	<u>460,249</u>	<u>2,943,676</u>
Total Liabilities and Fund Balances	<u>\$ 138,830</u>	<u>\$ 93,711</u>	<u>\$ 491,843</u>	<u>\$ 299,973</u>	<u>\$ 481,586</u>	<u>\$ 626,257</u>	<u>\$ 3,927,382</u>

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	Special Revenue Funds						
	Residential Rental Properties	Animal Control	Simsbury Farms Fund	General Government Program Fund	Public Safety Program Fund	Planning & Development Program Fund	Facilities Management Program Fund
Revenues:							
Intergovernmental	\$	\$	\$	\$ 11,208	\$ 12,932	\$ 267,973	\$ 183,201
Charges for goods and services	42,090		1,773,744	28,218	286,685	120,720	
Licenses and permits		16,431					
Investment income				53		527	256
Other						16,621	89,295
Total revenues	42,090	16,431	1,773,744	39,479	299,617	405,841	272,752
Expenditures							
Current operating:							
General government				18,549			
Planning and development						286,622	
Public safety		68,739			238,952		
Facility management	69,978						220,627
Culture and recreation			1,733,785				
Health and welfare							
Education							
Capital outlay - Town					85,240	157,688	200,985
Capital outlay - Education							
Debt service:							
Principal payments	7,340						
Interest and other	1,182						
Total expenditures	78,500	68,739	1,733,785	18,549	324,192	444,310	421,612
Excess (Deficiency) of Revenues over Expenditures	(36,410)	(52,308)	39,959	20,930	(24,575)	(38,469)	(148,860)
Other Financing Sources (Uses):							
Transfers in		42,920	65,666		90,000		
Transfers out			(34,743)		(16,429)		
Total other financing sources (uses)	-	42,920	30,923	-	73,571	-	-
Net Change in Fund Balances	(36,410)	(9,388)	70,882	20,930	48,996	(38,469)	(148,860)
Fund Balances at Beginning of Year	104,717	48,693	95,647	93,107	106,375	420,332	790,517
Fund Balances at End of Year	\$ 68,307	\$ 39,305	\$ 166,529	\$ 114,037	\$ 155,371	\$ 381,863	\$ 641,657

(Continued on next page)

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010**

	Special Revenue Funds				Capital Project Funds			Total Nonmajor Governmental Funds
	Health & Welfare Program Fund	Culture & Recreation Program Fund	Board of Education Program Fund	Cafeteria	State and Federal Education Grants	Capital and Nonrecurring Expenditures Fund	Interfund Elimination	
Revenues:								
Intergovernmental	\$ 50,368	\$	\$	\$ 250,813	\$ 3,744,215	\$ 99,832	\$	\$ 4,620,542
Charges for goods and services			270,885	968,949				3,491,291
Licenses and permits								16,431
Investment income	40		32,932			5		33,813
Other	141,949	33,695	63,009					344,569
Total revenues	<u>192,357</u>	<u>33,695</u>	<u>366,826</u>	<u>1,219,762</u>	<u>3,744,215</u>	<u>99,837</u>	<u>-</u>	<u>8,506,646</u>
Expenditures								
Current operating:								
General government						1,711		20,260
Planning and development						27,050		313,672
Public safety								307,691
Facility management						38,517		329,122
Culture and recreation		12,194				96,341		1,842,320
Health and welfare	220,168							220,168
Education			346,957	1,173,880	3,737,444	296,259		5,554,540
Capital outlay - Town						377,636		821,549
Capital outlay - Education					6,771	259,895		266,666
Debt service:								
Principal payments								7,340
Interest and other								1,182
Total expenditures	<u>220,168</u>	<u>12,194</u>	<u>346,957</u>	<u>1,173,880</u>	<u>3,744,215</u>	<u>1,097,409</u>	<u>-</u>	<u>9,684,510</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(27,811)</u>	<u>21,501</u>	<u>19,869</u>	<u>45,882</u>	<u>-</u>	<u>(997,572)</u>	<u>-</u>	<u>(1,177,864)</u>
Other Financing Sources (Uses):								
Transfers in						1,201,433	(34,743)	1,365,276
Transfers out							34,743	(16,429)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,201,433</u>	<u>-</u>	<u>1,348,847</u>
Net Change in Fund Balances	(27,811)	21,501	19,869	45,882	-	203,861	-	170,983
Fund Balances at Beginning of Year	<u>157,511</u>	<u>72,210</u>	<u>373,438</u>	<u>253,758</u>	<u>-</u>	<u>256,388</u>	<u>-</u>	<u>2,772,693</u>
Fund Balances at End of Year	<u>\$ 129,700</u>	<u>\$ 93,711</u>	<u>\$ 393,307</u>	<u>\$ 299,640</u>	<u>\$ -</u>	<u>\$ 460,249</u>	<u>\$ -</u>	<u>\$ 2,943,676</u>

TOWN OF SIMSBURY, CONNECTICUT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - NONMAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED JUNE 30, 2010

	Residential Rental Properties				Animal Control				Simsbury Farms Fund															
	Budget		Actual	Variance with Final Budget Positive (Negative)	Budget		Actual	Variance with Final Budget Positive (Negative)	Budget		Actual	Variance with Final Budget Positive (Negative)												
	Original	Final			Original	Final			Original	Final														
Revenues:																								
Charges for goods and services	\$		\$	\$ -	\$		\$	\$ -	\$	1,712,583	\$	1,712,583	\$	1,755,858	\$	43,275								
Rental of town-owned property		33,453		33,453		42,090		8,637		16,000		16,000		17,886		1,886								
Local revenue				1,641		1,641		16,793		16,793		16,431		(362)		-								
Total revenues		<u>33,453</u>		<u>33,453</u>		<u>43,731</u>		<u>10,278</u>		<u>16,793</u>		<u>16,793</u>		<u>16,431</u>		<u>(362)</u>								
										<u>1,728,583</u>		<u>1,728,583</u>		<u>1,773,744</u>		<u>45,161</u>								
Expenditures:																								
Current:																								
Public safety				-		76,231		76,231		68,739		7,492		-		-								
Facility management		24,931		24,931		21,519		3,412		-		-		1,759,505		1,759,505		1,733,785		25,720				
Culture and recreation				-		-		-		-		-		-		-		-		-				
Debt service		8,522		8,522		8,522		-		-		-		-		-		-		-				
Total expenditures		<u>33,453</u>		<u>33,453</u>		<u>30,041</u>		<u>3,412</u>		<u>76,231</u>		<u>76,231</u>		<u>68,739</u>		<u>7,492</u>		<u>1,759,505</u>		<u>1,759,505</u>		<u>1,733,785</u>		<u>25,720</u>
Excess (Deficiency) of Revenues over Expenditures		<u>-</u>		<u>-</u>		<u>13,690</u>		<u>13,690</u>		<u>(59,438)</u>		<u>(59,438)</u>		<u>(52,308)</u>		<u>7,130</u>		<u>(30,922)</u>		<u>(30,922)</u>		<u>39,959</u>		<u>70,881</u>
Other Financing Sources (Uses):																								
Transfers from other funds				-		42,920		42,920		42,920		-		65,666		65,666		65,666		-		-		-
Transfers to other funds				-		-		-		-		-		(34,744)		(34,744)		(34,743)		1		1		1
Net other financing sources (uses)		<u>-</u>		<u>-</u>		<u>-</u>		<u>-</u>		<u>42,920</u>		<u>42,920</u>		<u>42,920</u>		<u>-</u>		<u>30,922</u>		<u>30,922</u>		<u>30,923</u>		<u>1</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	\$	<u>-</u>	\$	<u>-</u>		13,690	\$	<u>13,690</u>	\$	<u>(16,518)</u>	\$	<u>(16,518)</u>		(9,388)	\$	<u>7,130</u>	\$	<u>-</u>	\$	<u>-</u>		70,882	\$	<u>70,882</u>
Fund Balances at Beginning of Year						<u>54,617</u>						<u>48,693</u>									<u>95,647</u>			
Fund Balances at End of Year			\$	<u>68,307</u>								<u>39,305</u>							\$	<u>166,529</u>				

TOWN OF SIMSBURY, CONNECTICUT

SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS -
CAPITAL AND NONRECURRING EXPENDITURES FUND

FOR THE YEAR ENDED JUNE 30, 2010

	Appropriations			Expenditures			Designated for Specific Projects
	Balance July 1, 2009	Current Year	Balance June 30, 2010	Balance July 1, 2009	Current Year	Balance June 30, 2010	
Revaluation	\$ 241,500	\$ 300,000	\$ 541,500	\$ 192,702	\$ 1,711	\$ 194,413	\$ 347,087
Firetown bridge design	28,000	(44)	27,956	906	27,050	27,956	-
Technology Needs Assessment	58,000	(21,501)	36,499	36,499		36,499	-
Replace mobile data terminals - Police	40,000	(1,008)	38,992	38,992		38,992	-
New phone system - Town Offices	65,000	(10,520)	54,480		54,480	54,480	-
Scout Hall improvements	30,000	(688)	29,312	20,250	9,062	29,312	-
Bikeway improvements	80,000		80,000	14,798	65,202	80,000	-
Tariffville gazebo	75,000		75,000		75,000	75,000	-
Architectural services - Simsbury Farms	75,000	(35,308)	39,692	31,848	7,844	39,692	-
Road improvements	160,957		160,957	77,680	83,277	160,957	-
Maintenance vehicle	37,000		37,000	29,067	7,933	37,000	-
Ceiling/flooring replacement	105,000		105,000	55,166	49,834	105,000	-
Interior building renovations	88,000		88,000	74,555	13,445	88,000	-
Plumbing modification	60,000		60,000	13,145	46,855	60,000	-
Equip. instruct/non-instruct	120,000	(2)	119,998	42,882	77,116	119,998	-
Town offices improvements		46,000	46,000		18,345	18,345	27,655
Highway - connect to sanitary sewers		105,000	105,000			-	105,000
Bikeway improvements		72,500	72,500		72,500	72,500	-
Curtiss field improvements		75,000	75,000		72,896	72,896	2,104
Simsbury Farms repairs		40,000	40,000		15,600	15,600	24,400
Golf utility vehicle		26,500	26,500		24,351	24,351	2,149
Road improvements		161,341	161,341		13,937	13,937	147,404
Maintenance vehicle		40,000	40,000		36,467	36,467	3,533
Buses		240,000	240,000		211,894	211,894	28,106
Ceiling/flooring replacement		75,000	75,000		39,399	39,399	35,601
Interior building renovations		68,000	68,000		41,447	41,447	26,553
Plumbing modification		25,000	25,000		20,785	20,785	4,215
Equip. instruct/non-instruct		95,000	95,000		10,979	10,979	84,021
Totals	\$ 1,263,457	\$ 1,300,270	\$ 2,563,727	\$ 628,490	\$ 1,097,409	\$ 1,725,899	\$ 837,828

Internal Service Funds

PPO - This fund is used to account for premiums and claims relating to the self-insurance health coverage for those Town and Board of Education current employees who elected to receive health coverage under the CIGNA PPO or Point of Access Plans. For Town employees, that can include medical/prescription and/or dental coverage. For Board of Education employees, that includes just medical/prescription coverage.

Dental - This fund is used to account for premiums and claims relating to the self-insurance dental coverage for current Board of Education employees only who have elected to receive dental coverage under the MetLife Plan.

HMO - This fund is used to account for premiums and claims relating to the self-insurance health coverage for those Town and Board of Education current employees who elected to receive health coverage under the ConnectiCare HMO or Point of Access Plans. For Town employees, that can include medical/prescription and/or dental coverage. For Board of Education employees, that includes just medical/prescription coverage.

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
JUNE 30, 2010

	Governmental Activities			
	Internal Service Funds			Total
	PPO	Dental	HMO	
Assets:				
Current assets:				
Cash and cash equivalents	\$ 2,207,531	\$ 519,949	\$ 993,630	\$ 3,721,110
Liabilities:				
Noncurrent liabilities:				
Claim incurred but not reported	1,042,816	67,642	606,025	1,716,483
Net Assets:				
Unrestricted	\$ 1,164,715	\$ 452,307	\$ 387,605	\$ 2,004,627

TOWN OF SIMSBURY, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES

IN NET ASSETS - PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2010

	Governmental Activities			
	Internal Service Funds			
	PPO	Dental	HMO	Total
Operating Revenues:				
Charges for services	\$ 3,553,869	\$ 755,548	\$ 5,666,072	\$ 9,975,489
Intergovernmental	63,885	121		64,006
Total operating revenues	<u>3,617,754</u>	<u>755,669</u>	<u>5,666,072</u>	<u>10,039,495</u>
Operating Expenses:				
Claims incurred	3,166,288	626,686	5,255,632	9,048,606
Administration and stop loss insurance fees	590,995	36,681	605,082	1,232,758
Total operating expenses	<u>3,757,283</u>	<u>663,367</u>	<u>5,860,714</u>	<u>10,281,364</u>
Change in Net Assets	(139,529)	92,302	(194,642)	(241,869)
Net Assets at Beginning of Year	<u>1,304,244</u>	<u>360,005</u>	<u>582,247</u>	<u>2,246,496</u>
Net Assets at End of Year	<u>\$ 1,164,715</u>	<u>\$ 452,307</u>	<u>\$ 387,605</u>	<u>\$ 2,004,627</u>

TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Governmental Activities			
	Internal Service Funds			
	PPO	Dental	HMO	Total
Cash Flows from Operating Activities:				
Receipts from customers and users	\$ 3,994,156	\$ 755,670	\$ 5,666,073	\$ 10,415,899
Payments to employees	<u>(3,405,427)</u>	<u>(619,482)</u>	<u>(5,715,613)</u>	<u>(9,740,522)</u>
Net cash provided by (used in) operating activities	588,729	136,188	(49,540)	675,377
Cash and Cash Equivalents at at Beginning of Year	<u>1,618,802</u>	<u>383,761</u>	<u>1,043,170</u>	<u>3,045,733</u>
Cash and Cash Equivalents at End of Year	<u>\$ 2,207,531</u>	<u>\$ 519,949</u>	<u>\$ 993,630</u>	<u>\$ 3,721,110</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating income (loss)	\$ <u>(139,529)</u>	\$ <u>92,302</u>	\$ <u>(194,642)</u>	\$ <u>(241,869)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Change in assets and liabilities:				
Increase in accounts receivable	376,402			376,402
Decrease in claims payable	<u>351,856</u>	<u>43,886</u>	<u>145,102</u>	<u>540,844</u>
Total adjustments	<u>728,258</u>	<u>43,886</u>	<u>145,102</u>	<u>917,246</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 588,729</u>	<u>\$ 136,188</u>	<u>\$ (49,540)</u>	<u>\$ 675,377</u>

Fiduciary Funds

Fiduciary Fund types are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or others. The Town's Fiduciary Funds are as follows:

Agency Fund:

- ❑ **School Activity** - to account for the various student activities and clubs.
- ❑ **Flex Spending Account** - allows employees to use payroll deductions to fund an individual flex spending account for dependent care or medical expenses. Reimbursements are paid from the account by a third party administrator in accordance with IRS regulations.

**TOWN OF SIMSBURY, CONNECTICUT
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2010**

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
School Activity Fund				
Assets:				
Cash and short-term investments	\$ <u>651,312</u>	\$ <u>4,274,155</u>	\$ <u>4,070,273</u>	\$ <u>855,194</u>
Liabilities:				
Due to student groups	\$ <u>651,312</u>	\$ <u>4,274,155</u>	\$ <u>4,070,273</u>	\$ <u>855,194</u>
Flex Spending Fund				
Assets:				
Cash and short-term investments	\$ <u>30,594</u>	\$ <u>229,884</u>	\$ <u>221,635</u>	\$ <u>38,843</u>
Liabilities:				
Due to employees	\$ <u>30,594</u>	\$ <u>229,884</u>	\$ <u>221,635</u>	\$ <u>38,843</u>
Total				
Assets:				
Cash and short-term investments	\$ <u>681,906</u>	\$ <u>4,504,039</u>	\$ <u>4,291,908</u>	\$ <u>894,037</u>
Liabilities:				
Due to student groups and others	\$ <u>681,906</u>	\$ <u>4,504,039</u>	\$ <u>4,291,908</u>	\$ <u>894,037</u>

Other Schedules

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2010

Grand List Year	Balance July 1, 2009	Current Levy	Lawful Corrections		Transfers to Suspense	Adjusted Taxes	Collections	Interest	Liens	Other Fees	Refunds	Balance June 30, 2010	
			Additions	Deductions									
2008	\$	\$ 77,893,306	\$ 592,364	\$ 337,050	\$ 3,737	\$ 78,144,883	\$ 77,841,285	\$ 151,349	\$ 1,152	\$ 282	\$ 274,591	\$ 578,189	
2007		455,377	7,100	84,288	29,367	348,822	301,633	59,388	1,272	24	131,258	178,447	
2006		162,568	1,178	2,449	17,407	143,890	85,577	24,535	337		790	59,103	
2005		82,685	444	2,020	10,301	70,808	19,442	16,527	72			51,366	
2004		39,152		561	(1,715)	40,306	16,626	13,020	193		491	24,171	
2003		20,785		187	(1,583)	22,181	12,791	6,741	96			9,390	
2002		8,346		790	(1,494)	9,050	5,987	6,230	48	10	202	3,265	
2001		5,756		1,840	(1,841)	5,757	3,560	4,573	48		152	2,349	
2000		5,031	209	410	(410)	5,240	3,249	1,951	48			1,991	
1999		8,879		426	(810)	9,263	810	1,906	24			8,453	
1998		2,020		1,398	(1,483)	2,105	487	634	24			1,618	
1997		1,524		231	(1,418)	2,711	1,187	1,725				1,524	
1996		1,481		1,890	(2,365)	1,956	475	751				1,481	
1995		1,427		1,311	(1,683)	1,799	371	1,633				1,428	
1994		1,402		84	(635)	1,953	550	1,389				1,403	
1993		1,137		1,137		-						-	
	\$	797,570	\$ 77,893,306	\$ 601,295	\$ 436,072	\$ 45,375	\$ 78,810,724	\$ 78,294,030	\$ 292,352	\$ 3,314	\$ 316	\$ 407,484	\$ 924,178

TOWN OF SIMSBURY, CONNECTICUT

SCHEDULE OF CHANGES IN SEWER USER CHARGES RECEIVABLE

FOR THE YEAR ENDED JUNE 30, 2010

Grand List Year	Balance July 1, 2009	Current Year Charges	Adjustments	Collections	Balance June 30, 2010
2008	\$	\$ 2,504,003	\$ (6,988)	\$ 2,477,103	\$ 19,912
2007	49,373		(2,883)	40,505	5,985
2006	34,234		(2,483)	29,363	2,388
2005	1,411		(1,865)	(1,034)	580
2004	800			400	400
2003	600			200	400
2002	600			200	400
2001	510			170	340
2000	280				280
1999	236				236
1998	216				216
1997	216				216
1996	172			172	-
Totals	\$ <u>88,648</u>	\$ <u>2,504,003</u>	\$ <u>(14,219)</u>	\$ <u>2,547,079</u>	\$ <u>31,353</u>

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN SEWER ASSESSMENT RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2010

Phases	Balance July 1, 2009	Additions	Principal	Interest	Lien Fees	Balance June 30, 2010
I	\$ 6,498	\$	\$ 1,243	\$ 356	\$ 24	\$ 5,255
II	220,614		35,955	11,891	48	184,659
V	119,971		45,714	5,914	264	74,257
VI	2,938					2,938
VII	398			200		398
VIII	5,613					5,613
O	153,172		23,703	5,890	24	129,469
X		84,613	6,346			78,267
	<u>\$ 509,204</u>	<u>\$ 84,613</u>	<u>\$ 112,961</u>	<u>\$ 24,251</u>	<u>\$ 360</u>	<u>\$ 480,856</u>

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN WATER ASSESSMENT RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2010

Balance July 1, 2009	Additions	Principal	Interest	Lien Fees	Balance June 30, 2010
\$ <u>71,830</u>	\$ <u>-</u>	\$ <u>19,109</u>	\$ <u>3,319</u>	\$ <u>72</u>	\$ <u>52,721</u>

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
FOR THE YEAR ENDED JUNE 30, 2010**

Revenue from taxation for the year ended June 30, 2010:

Taxes	\$ 78,294,030
Interest and lien fees	<u>295,666</u>
Total	78,589,696

Reimbursed for:

Tax relief for elderly	<u>59,669</u>
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Base	<u><u>\$ 78,649,365</u></u>
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	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>
Debt limitation:				
2-1/4 times base	\$ 176,961,071	\$	\$	\$
4-1/2 times base		353,922,143		
3-3/4 times base			294,935,119	
3-1/4 times base				255,610,436
Total debt limitation	<u>176,961,071</u>	<u>353,922,143</u>	<u>294,935,119</u>	<u>255,610,436</u>
Indebtedness:				
Bonds and loans payable	11,403,610	21,975,000	18,445,218	
Bonds authorized and unissued	<u>4,500,000</u>	<u>8,904,478</u>	<u></u>	<u></u>
Total indebtedness	<u>15,903,610</u>	<u>30,879,478</u>	<u>18,445,218</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	<u><u>\$ 161,057,461</u></u>	<u><u>\$ 323,042,665</u></u>	<u><u>\$ 276,489,901</u></u>	<u><u>\$ 255,610,436</u></u>
Total capacity of borrowing (7 times base)		\$ 550,545,555		
Total present indebtedness		<u>65,228,306</u>		
Margin for Additional Borrowing		<u><u>\$ 485,317,249</u></u>		

Statistical Section

This part of the Town of Simsbury, Connecticut's comprehensive annual report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

Contents	Page
Financial Trends	87-90
These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.	
Revenue Capacity	91-93
These schedules contain information to help the reader assess the Town's most significant local revenue source, property taxes	
Debt Capacity	94-96
These schedules present information to help the reader assess the affordability of the Town's current level of outstanding debt and the Town's ability to issue additional debt in the future.	
Demographic and Economic Information	97-98
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	
Operating Information	99-101
These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.	

TABLE 1

TOWN OF SIMSBURY, CONNECTICUT

NET ASSETS BY COMPONENT

SINCE INCEPTION OF GASB 34
(Accrual Basis of Accounting)

	FISCAL YEAR							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities:								
Invested in capital assets, net of related debt	\$ 44,611,089	\$ 36,873,960	\$ 48,885,116	\$ 61,353,651	\$ 57,160,740	\$ 71,428,484	\$ 79,465,301	\$ 83,683,437
Unrestricted	<u>10,758,599</u>	<u>23,152,722</u>	<u>19,559,268</u>	<u>17,816,187</u>	<u>27,075,037</u>	<u>18,748,699</u>	<u>20,119,401</u>	<u>22,700,437</u>
Total Governmental Activities Net Assets	<u>\$ 55,369,688</u>	<u>\$ 60,026,682</u>	<u>\$ 68,444,384</u>	<u>\$ 79,169,838</u>	<u>\$ 84,235,777</u>	<u>\$ 90,177,183</u>	<u>\$ 99,584,702</u>	<u>\$ 106,383,874</u>

NOTE: The Town began to report accrual information when it implemented GASB Statement No. 34 during fiscal year June 30, 2003.

TOWN OF SIMSBURY, CONNECTICUT

TABLE 2

CHANGES IN NET ASSETS

SINCE INCEPTION OF GASB 34
(Accrual Basis of Accounting)

	FISCAL YEAR							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses:								
Governmental activities:								
General government	\$ 2,855,845	\$ 2,980,798	\$ 2,864,389	\$ 2,607,616	\$ 3,227,615	\$ 3,292,873	\$ 3,062,056	\$ 2,842,450
Planning and development	1,205,289	1,670,365	1,345,269	1,144,974	1,185,140	1,384,238	1,843,702	1,552,148
Public safety	4,357,948	4,713,105	5,139,769	5,210,279	6,628,916	6,057,274	6,046,297	6,191,312
Facility management	5,987,721	5,537,947	5,613,885	6,353,281	6,998,785	7,755,390	8,081,543	8,254,369
Culture and recreation	3,964,109	4,088,281	4,379,125	4,410,376	4,600,392	4,911,460	5,018,286	5,163,162
Health and welfare	571,903	625,983	655,206	670,742	731,067	756,733	868,396	887,619
Board of Education	52,150,131	53,683,639	57,874,235	60,816,027	63,948,341	86,929,937	68,363,256	72,654,089
Debit service interest	598,453	1,171,846	1,205,222	1,218,918	1,240,906	1,944,234	1,722,911	1,525,754
Total Governmental Activities Expenses	71,691,399	74,471,964	79,077,100	82,432,213	88,561,162	113,032,139	95,006,447	99,070,903
Program Revenues:								
Governmental activities:								
Charges for services:								
General government	871,518	1,079,044	933,527	890,119	970,739	1,525,815	688,041	809,490
Planning and development	324,938	398,793	415,615	432,093	368,307	436,580	369,448	421,092
Public safety	298,584	254,578	229,646	296,751	416,669	300,355	264,779	366,510
Facility management	1,760,609	2,528,563	2,094,212	2,550,256	3,313,968	3,344,116	3,566,041	3,317,857
Culture and recreation	1,567,022	1,626,810	2,265,570	1,832,410	1,764,394	1,944,369	2,033,644	2,062,964
Health and welfare	145,821	83,598	113,115	115,407	129,673	101,749	182,981	172,778
Board of Education	2,891,360	2,813,032	3,156,380	5,166,869	5,186,062	23,489,202	5,835,826	6,354,158
Operating grants and contributions:								
General government			7,000		23,981	76,087	747,425	300,352
Planning and development	273,206	445,874	230,019	88,177	15,610	84,894	259,341	79,055
Public safety	66,608	55,641	28,432	2,083	45,456	25,604	1,621	128,765
Facility management	137,294	130,252	443,244	245,200	532,835	193,037	1,439,409	694,959
Culture and recreation	2,189			4,225		10,000		
Health and welfare	14,000	14,000	14,000	14,000	47,054	53,304	53,504	50,367
Board of Education	3,562,309	3,760,393	4,345,513	5,004,949	5,989,693	8,147,441	8,413,878	9,514,036
Capital grants and contributions:								
General government								287,080
Planning and development							1,120,342	1,027,750
Facility management			1,470,939	3,046,142	1,736,988	251,285		414,127
Culture and recreation			355,537	144,463		250,000	289,664	280,797
Health and welfare								40,000
Board of Education	571,075	1,909,575	4,209,285	2,106,224	54,675	98,958	1,169,220	626,844
Total Governmental Activities Revenues	12,486,533	15,100,153	20,312,034	21,939,368	20,596,104	40,332,796	26,435,164	26,948,981
Total Governmental Activities Net Expense	(59,204,866)	(59,371,811)	(58,765,066)	(60,492,845)	(67,965,058)	(72,699,343)	(68,571,283)	(72,121,922)
General Revenues and Other								
Changes in Net Assets:								
Governmental activities:								
Property taxes	59,548,645	63,252,078	66,077,888	69,586,237	72,439,691	75,343,007	77,301,151	78,380,041
Grants and contributions not restricted to specific programs	569,144	452,645	453,215	417,229	446,703	411,508	396,487	396,805
Unrestricted investment earnings	336,285	324,082	651,665	1,214,833	1,769,925	1,260,912	281,164	144,248
Total Primary Government	60,454,074	64,028,805	67,182,768	71,218,299	74,656,319	77,015,427	77,978,802	78,921,094
Change in Net Assets:								
Total Governmental Activities	\$ 1,249,208	\$ 4,656,994	\$ 8,417,702	\$ 10,725,454	\$ 6,691,261	\$ 4,316,084	\$ 9,407,519	\$ 6,799,172

NOTE: The Town began to report accrual information when it implemented GASB Statement No. 34 during fiscal year June 30, 2003.

TABLE 3

TOWN OF SIMSBURY, CONNECTICUT

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund:										
Restricted	\$ 132,886	\$	\$	\$	\$	157,873	\$	\$ 65,000	\$ 248,601	\$ 161,737
Committed	306,295	20,900		165,000		1,547				290,000
Assigned	365,169	453,149	337,901	67,198	82,574	223,626	455,901	534,507	215,567	120,965
Unassigned	4,385,364	4,229,810	5,808,871	6,399,870	8,007,752	8,887,767	7,605,026	7,644,660	8,000,965	8,679,564
Total General Fund	\$ 5,189,714	\$ 4,703,859	\$ 6,146,772	\$ 6,632,068	\$ 8,090,326	\$ 9,270,813	\$ 8,060,927	\$ 8,244,167	\$ 8,465,133	\$ 9,252,266
All other governmental funds:										
Nonspendable	\$ 34,072	\$ 34,098	\$ 33,153	\$ 29,901	\$ 35,581	\$ 33,144	\$ 33,787	\$ 39,161	\$ 31,522	\$ 42,047
Restricted	555,026	326,807	381,737	428,561	493,877	479,451	583,280	622,116	841,806	998,223
Assigned	7,842,637	6,373,782	5,248,678	15,090,937	11,089,057	8,077,137	18,458,888	11,890,418	8,791,641	10,238,407
Unassigned			(2,075,922)						(175,476)	
Total All Other Governmental Funds	\$ 8,431,735	\$ 6,734,687	\$ 3,587,646	\$ 15,549,399	\$ 11,618,515	\$ 8,589,732	\$ 19,075,955	\$ 12,616,695	\$ 9,738,094	\$ 11,278,677

TABLE 4

TOWN OF SIMSBURY, CONNECTICUT
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - GOVERNMENTAL FUNDS

LAST TEN YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues:										
Property taxes	\$ 51,106,047	\$ 54,637,178	\$ 59,642,400	\$ 63,395,587	\$ 66,306,205	\$ 69,323,250	\$ 72,405,901	\$ 75,062,589	\$ 77,284,675	\$ 78,212,280
Intergovernmental	7,713,366	7,251,740	7,012,082	8,596,764	13,410,876	14,839,566	12,127,573	31,385,988	18,695,408	18,417,973
Investment income	1,374,252	600,605	336,286	324,081	651,665	1,214,832	1,769,928	1,260,912	281,164	119,737
Charges for goods and services	2,971,203	3,341,641	3,470,058	3,741,358	3,713,825	4,078,414	3,998,603	4,100,337	3,854,100	4,458,581
Licenses and permits	282,617	321,458	402,960	536,831	534,015	464,673	400,740	468,128	363,346	425,563
Rental of town owned property	5,878	7,205	9,163	8,119	10,335	10,023	11,242	7,832	3,816	4,161
Local revenues	294,400	165,824	307,534	150,729	101,324	201,967	374,484	946,858	365,735	355,767
Assessments	1,242,289	1,223,312	1,441,505	1,818,860	1,770,048	1,741,301	2,515,975	2,644,249	2,722,367	2,606,135
Other	787,199	998,147	688,370	735,794	1,504,615	1,462,690	1,041,555	1,311,395	787,707	803,687
Total revenues	<u>65,777,251</u>	<u>68,547,110</u>	<u>73,310,358</u>	<u>79,308,123</u>	<u>88,002,908</u>	<u>93,336,716</u>	<u>94,646,001</u>	<u>117,188,288</u>	<u>104,358,318</u>	<u>105,403,884</u>
Expenditures:										
Current:										
General government	1,996,123	2,150,698	2,245,797	2,302,429	2,222,381	1,861,949	2,426,435	2,448,471	2,239,167	2,003,567
Planning and development	968,303	949,863	968,935	1,417,243	1,092,928	920,001	899,308	1,015,444	1,517,056	1,213,872
Public safety	3,143,928	3,312,402	3,261,931	3,428,991	3,613,566	3,658,607	3,938,574	4,068,623	4,177,971	4,162,967
Facility management	4,064,561	4,250,481	4,264,091	3,817,083	3,790,198	4,521,499	4,970,704	5,122,093	5,408,842	5,543,118
Culture and recreation	2,909,051	2,981,491	3,242,568	3,317,728	3,497,648	3,618,128	3,666,929	3,852,304	4,005,692	3,959,615
Health and welfare	473,100	489,766	500,717	548,502	561,158	571,064	618,704	634,133	749,436	756,353
Fringe benefits and insurance	2,156,312	2,889,326	2,681,696	3,076,788	3,160,935	3,539,933	4,652,868	4,344,674	4,399,255	4,351,456
Education	44,070,359	46,196,775	50,190,959	52,489,681	55,187,980	59,869,388	63,353,338	84,812,623	68,976,132	71,467,509
Special projects		85,948	131,000	28,559	21,000		172,910	176,813	306,883	15,000
Capital outlay	5,543,988	4,455,799	4,635,212	15,396,026	21,684,838	27,251,989	9,471,548	16,039,531	6,941,175	6,835,862
Debit service:										
Principal	1,876,709	2,181,776	2,291,845	4,176,913	3,906,982	4,307,053	4,122,123	4,472,195	6,527,597	5,709,008
Interest	651,287	738,749	644,788	856,841	1,259,750	1,223,826	1,257,069	1,805,498	1,950,348	1,678,746
Total expenditures	<u>67,853,721</u>	<u>70,597,126</u>	<u>75,014,487</u>	<u>90,959,225</u>	<u>100,006,923</u>	<u>111,364,437</u>	<u>99,550,510</u>	<u>128,792,402</u>	<u>107,199,554</u>	<u>107,697,073</u>
Deficiency of Revenues over Expenditures	<u>(2,076,470)</u>	<u>(2,050,016)</u>	<u>(1,704,129)</u>	<u>(11,651,102)</u>	<u>(12,004,015)</u>	<u>(18,027,721)</u>	<u>(4,904,509)</u>	<u>(11,604,114)</u>	<u>(2,841,236)</u>	<u>(2,293,189)</u>
Other Financing Sources:										
Proceeds from sales of bonds	4,240,000			24,098,152	5,025,331	4,955,122	10,046,304	4,090,780		4,869,506
Proceeds from loans					4,506,057	11,066,430	4,292,415	1,172,314		
Total other financing sources	<u>4,240,000</u>	<u>-</u>	<u>-</u>	<u>24,098,152</u>	<u>9,531,388</u>	<u>16,021,552</u>	<u>14,338,719</u>	<u>5,263,094</u>	<u>-</u>	<u>4,869,506</u>
Net Change in Fund Balances	2,163,530	(2,050,016)	(1,704,129)	12,447,050	(2,472,627)	(2,006,169)	9,434,210	(6,341,020)	(2,841,236)	2,576,317
Fund Balance at Beginning of Year	11,325,033	13,488,563	11,438,547	9,734,418	22,181,468	19,708,841	17,702,672	27,136,882	20,795,862	17,954,626
Fund Balance at End of Year	<u>\$ 13,488,563</u>	<u>\$ 11,438,547</u>	<u>\$ 9,734,418</u>	<u>\$ 22,181,468</u>	<u>\$ 19,708,841</u>	<u>\$ 17,702,672</u>	<u>\$ 27,136,882</u>	<u>\$ 20,795,862</u>	<u>\$ 17,954,626</u>	<u>\$ 20,530,943</u>
Debit Service as a Percentage to Noncapital Expenditures	4.06%	4.42%	4.17%	6.66%	6.60%	6.58%	5.97%	5.57%	8.46%	7.32%

TABLE 5

TOWN OF SIMSBURY, CONNECTICUT

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS
(in thousands of dollars)

Fiscal Year	Real Property		All Land	Motor Vehicles	Personal Property	Tax Exempt Real Property Excluded	Total Taxable Assessed Value	Mill Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property								
2001	\$ 1,070,364	\$ 152,282	\$ 3,616	\$ 149,350	\$ 90,797	\$ 134,080	\$ 1,466,409	34.40	\$ 2,543,166	57.7 %
2002	1,082,695	156,096	3,496	155,946	92,697	136,742	1,490,930	36.30	2,780,635	53.6
2003	1,092,195	156,700	3,834	160,071	95,802	142,332	1,508,602	39.10	2,978,069	50.7
2004	1,442,409	214,967	5,694	162,215	97,653	202,615	1,922,938	32.60	3,006,733	64.0
2005	1,451,226	211,294	11,382	155,606	94,500	202,483	1,924,008	34.00	3,346,110	57.5
2006	1,464,321	209,663	7,610	165,612	101,640	199,885	1,948,846	35.20	3,687,323	52.9
2007	1,482,901	214,439	12,675	173,801	113,840	203,574	1,997,656	35.90	3,991,723	50.0
2008	1,502,769	214,362	16,638	172,758	115,896	222,290	2,022,423	36.90	3,961,196	51.1
2009	1,991,069	295,774	16,918	176,222	117,587	276,266	2,597,570	29.60	3,971,248	65.4
2010	1,999,922	296,264	24,478	165,121	111,801	280,231	2,597,586	30.10	3,674,499	70.7

Source: Town of Simsbury Assessor and State of Connecticut, Office of Policy and Management.

Note: Except for the fiscal year ending June 30, 2004, the estimated actual taxable is the Equalized Net Grand List as determined by the State of Connecticut, Office of Policy and Management. Properties in town are reassessed every five years per state statute. The last completed revaluation was for the fiscal year ending June 30, 2004. The estimated actual taxable value for that year is all net real estate assessments divided by 63.1% plus use value real estate assessments divided by 70% plus motor vehicles and personal property divided by 70%.

TOWN OF SIMSBURY, CONNECTICUT

PRINCIPAL TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List
E and A/I and Simsbury Commons LP	\$ 32,375,000	1	1.25 %	\$		%
Simsbury Assoc. Limited Partnership	29,865,500	2	1.15	34,390,710	1	2.32
Hartford Life and Accident Ins. Company	28,639,960	3	1.11	25,604,160	2	1.73
Executive Risk Indemnity Inc.	19,986,020	4	0.77	13,328,410	5	0.90
Simsbury Hopmeadow Street LLC	16,311,710	5	0.63			
Connecticut Light & Power	16,231,150	6	0.63	18,410,800	3	1.24
Woodgreen Simsbury, LLC	10,372,640	7	0.40			
Hoffman, Phyllis W, Trustee	9,784,490	8	0.38			
Simsbury Commons North E&A LLC	9,625,000	9	0.37			
Dyno Nobel Inc	8,430,309	10	0.33			
Ensign-Bickford Realty Corporation				14,287,150	4	0.96
Avon Simsbury Mall Associates				12,344,030	6	0.83
Ensign-Bickford Company				8,112,264	7	0.55
Stephen D. Fish				5,445,520	8	0.37
Federal Insurance Company				5,019,250	9	0.34
Canal Place LLC				4,310,900	10	0.29
	<u>\$ 181,621,779</u>		<u>7.02 %</u>	<u>\$ 141,253,194</u>		<u>9.53 %</u>

Source: Town Assessor's office

TABLE 7

TOWN OF SIMSBURY, CONNECTICUT
PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

(In Thousands)

Fiscal Year	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$	51,067	\$ 50,627	99.14 %	\$ 432	\$ 51,059	99.98 %
2002		54,635	54,192	99.19	441	54,633	100.00
2003		59,500	59,014	99.18	484	59,498	100.00
2004		62,867	62,438	99.32	426	62,864	100.00
2005		65,824	65,439	99.42	376	65,815	99.99
2006		69,119	68,671	99.35	423	69,095	99.97
2007		72,151	71,633	99.28	467	72,100	99.93
2008		75,006	74,473	99.29	475	74,947	99.92
2009		76,960	76,505	99.41	277	76,782	99.77
2010		78,145	77,567	99.26		77,567	99.26

Source: Town Tax Collector office and Finance office

TABLE 8

TOWN OF SIMSBURY, CONNECTICUT

RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET GENERAL BONDED DEBT PER CAPITA

LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt						Percentage of Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds			State of CT Project Loan	Clean Water Fund Loan	Total Primary Government			
	General Purpose	Schools	Sewers						
2001	\$ 4,517,676	\$ 11,097,624	\$ 394,700	\$ 177,104	\$	\$ 16,187,104	0.64%	0.41%	0.70
2002	3,936,828	9,579,972	318,200	170,328		14,005,328	0.50%	0.35%	0.60
2003	3,519,440	7,789,860	240,700	163,483		11,713,483	0.39%	0.29%	0.50
2004	2,799,912	28,183,088	161,900	156,670		31,301,570	1.04%	0.79%	1.35
2005	5,052,444	27,110,756	81,800	149,588	4,506,057	36,900,645	1.10%	0.93%	1.59
2006	5,605,336	27,219,664		142,535	15,572,487	48,540,022	1.32%	1.22%	2.09
2007	13,477,000	25,098,000		135,412	19,864,902	58,575,314	1.47%	1.48%	2.52
2008	12,688,000	25,422,000		128,217	21,037,216	59,275,433	1.50%	1.49%	2.55
2009	10,954,000	22,341,000		120,950	19,331,886	52,747,836	1.33%	1.33%	2.27
2010	11,290,000	21,975,000		113,610	18,445,218	51,823,828	1.30%	1.31%	2.23

(1) See Table 5 for taxable property value data.

(2) See Table 11 for personal income and population data.

TABLE 9

TOWN OF SIMSBURY, CONNECTICUT

DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

Fiscal Year	Town of Simsbury General Fund			Simsbury Fire District	Total
	Operating Millage	Debt Service Millage *	Total Town Millage	Millage **	
2001	32.89	1.51	34.40	1.30	35.70
2002	34.55	1.75	36.30	1.30	37.60
2003	37.31	1.79	39.10	1.30	40.40
2004	30.20	2.40	32.60	1.09	33.69
2005	31.50	2.50	34.00	1.09	35.09
2006	32.60	2.60	35.20	1.15	36.35
2007	33.53	2.37	35.90	1.15	37.05
2008	34.34	2.56	36.90	1.30	38.20
2009	27.42	2.18	29.60	1.05	30.65
2010	27.96	2.14	30.10	1.05	31.15

* Debt service millage based on debt expenditures to assessment

Town millage set as one number

** The Simsbury Fire District has no debt

TABLE 10

TOWN OF SIMSBURY, CONNECTICUT

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 358,160,110	\$ 382,825,009	\$ 419,535,599	\$ 445,499,103	\$ 466,141,480	\$ 486,940,951	\$ 508,394,397	\$ 529,348,036	\$ 543,238,654	\$ 550,545,555
Total net debt applicable to limit	<u>15,440,471</u>	<u>13,588,188</u>	<u>11,392,227</u>	<u>31,084,191</u>	<u>36,790,908</u>	<u>48,540,022</u>	<u>58,575,314</u>	<u>72,902,911</u>	<u>62,661,314</u>	<u>65,228,306</u>
Legal Debt Margin	<u>\$ 342,719,639</u>	<u>\$ 369,236,821</u>	<u>\$ 408,143,372</u>	<u>\$ 414,414,912</u>	<u>\$ 429,350,572</u>	<u>\$ 438,400,929</u>	<u>\$ 449,819,083</u>	<u>\$ 456,445,125</u>	<u>\$ 480,577,340</u>	<u>\$ 485,317,249</u>
Total net debt applicable to the limit as a percentage of debt limit	4.31%	3.55%	2.72%	6.98%	7.89%	9.97%	11.52%	13.77%	11.53%	11.85%

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation. The calculation of the 2010 debt limit can be found on Schedule 5 of this report.

TOWN OF SIMSBURY, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (thousands of dollars) (1)	Per Capita Personal Income (1)	Median Age (1)	Education Level in Years of Schooling (1)		School Enrollment (2)	Unemployment Rate (3)
					Percentage of High School Graduate or Higher	Percentage of Bachelor's Degree or Higher		
2001	23,234	\$ 922,622	\$ 39,710	39.6	94.5	61.4	4,888	1.5 %
2002	23,234	922,622	39,710	39.6	94.5	61.4	4,978	2.3
2003	23,234	922,622	39,710	39.6	94.5	61.4	4,994	3.0
2004	23,234	922,622	39,710	39.6	94.5	61.4	4,996	3.0
2005	23,234	922,622	39,710	39.6	94.5	61.4	5,018	4.3
2006	23,234	922,622	39,710	39.6	94.5	61.4	5,014	3.5
2007	23,234	922,622	39,710	39.6	94.5	61.4	4,957	3.3
2008	23,234	922,622	39,710	39.6	94.5	61.4	4,917	4.1
2009	23,234	922,622	39,710	39.6	94.5	61.4	4,908	5.5
2010	23,234	922,622	39,710	39.6	94.5	61.4	4,838	6.2

Sources: Population, personal income, median age and education level provided by Town of Simsbury

(1) U.S. Department of Commerce, Bureau of the Census, 2000.

(2) Simsbury, Board of Education.

(3) State of Connecticut, Department of Labor.

TABLE 12

TOWN OF SIMSBURY, CONNECTICUT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

	2010			2001		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
The Hartford Life Insurance Co.	3,000	1	25.41 %	3,008	1	24.80 %
Simsbury Board of Education	655	2	5.55	596	5	4.91
McLean Home	463	3	3.92	600	3	4.95
Chubb-Executive Risk, Inc.	400	4	3.39	606	2	5.00
Ensign-Bickford Companies	232	5	1.96	598	4	4.93
Super Stop & Shop	170	6	1.44			
Town of Simsbury	146	7	1.24	144	6	1.19
Hoffman Auto Group	144	8	1.22			
Michell of Simsbury	101	9	0.86	100	9	0.82
Hopmeadow Country Club	100	10	0.85			
Blue Ridge Insurance				140	7	1.15
Veeder-Root Company				135	8	1.11
Wagner, Ford, Nissan				92	10	0.76
	<u>5,411</u>		<u>45.84 %</u>	<u>6,019</u>		<u>49.62 %</u>

Source: First Selectman's Office, Town of Simsbury

TOWN OF SIMSBURY, CONNECTICUT
FULL-TIME GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General government:										
Central administration	5.0	5.0	5.0	4.0	4.0	5.0	4.0	4.0	4.0	4.0
Finance	4.0	4.0	4.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Tax collector	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0	3.0	3.0
Assessor's	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Town clerk	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Data Processing	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Public safety:										
Officers	35.0	36.0	35.0	35.0	35.0	35.0	34.0	34.0	34.0	33.0
Civilians	11.0	11.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	9.0
Planning and development:										
Community development	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Planning	2.0	2.0	2.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0
Building	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Engineering	2.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Facilities management:										
Public works	2.0	2.0	1.0	1.0	2.0	2.0	2.0	2.0	2.0	2.0
Buildings & maintenance	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Highway	19.0	19.0	19.0	19.0	19.0	19.0	19.5	20.5	21.0	21.0
Sewer treatment plant	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	9.0
Social services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	3.0
Public libraries	14.0	14.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0
Parks and recreation	17.0	18.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0
Board of Education:										
Certified	408.0	416.0	416.0	415.0	414.0	405.0	405.0	414.0	404.0	402.0
Non-certified	247.0	250.0	251.0	238.0	235.0	233.0	239.0	232.0	203.0	194.0
Total	<u>801.0</u>	<u>815.0</u>	<u>810.0</u>	<u>795.0</u>	<u>792.0</u>	<u>782.0</u>	<u>788.5</u>	<u>793.5</u>	<u>755.0</u>	<u>740.0</u>

Source: Town of Simsbury and Simsbury Board of Education

TABLE 14

TOWN OF SIMSBURY, CONNECTICUT
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<u>General Government</u>										
Birth certificates issued	180	191	174	165	194	170	244	261	226	228
Death certificates issued	207	169	188	181	182	193	203	186	191	209
Marriage licenses issued	259	222	184	165	178	207	216	228	233	233
Civil union licenses issued		3	5							
<u>Boards and Agencies</u>										
Registered voters	16,236	16,601	16,560	16,560	16,560	16,447	16,873	15,421	15,606	16,138
<u>Planning and Development</u>										
Building permits issued	575	483	495	520	677	572	522	480	535	455
Building department fees	394,080	334,404	435,721	366,733	422,155	414,031	397,461	296,818	311,759	270,110
Value of building permits (in thousand of dollars)	15,415	21,760	19,255	23,347	25,022	46,640	33,849	16,097	20,310	15,842
<u>Public Safety</u>										
Part I crimes	151	214	236	272	234	240	230	245	232	300
Motor vehicle accidents	661	724	756	714	744	853	774	766	744	781
Medical calls	1,300	1,216	1,129	1,025	1,088	1,044	940	925	927	958
Motor vehicle enforcement	4,740	5,242	4,949	4,235	3,635	4,168	2,975	3,566	4,015	3,391
Alarm responses	837	866	797	812	862	873	932	971	905	1,183
Total incidents	28,139	28,055	25,703	24,158	23,518	24,451	22,653	23,921	23,928	22,533
<u>Facility Management</u>										
Miles of roads maintained	163	163	163	163	163	163	163	163	163	160
<u>Public Libraries</u>										
Volumes in collection	145,078	156,000	145,759	147,234	163,104	158,655	155,000	154,998	146,500	142,000
Items circulated	462,232	461,113	330,825	378,185	436,048	450,685	455,544	480,749	468,405	435,877
Attendance	268,100	256,000	191,704	217,845	262,136	268,484	276,314	290,000	290,564	277,211
Events	954	708	420	601	760	756	700	758	742	644
<u>Human Services</u>										
Dial-a-ride passengers	7,848	8,625	8,322	8,164	8,000	8,000	6,660	7,388	8,115	7,619
Dial-a-ride traveled miles	43,014	45,101	43,932	45,799	42,041	37,082	33,573	36,086	38,598	38,307
<u>Education</u>										
Elementary schools	5	5	5	5	5	5	5	5	5	5
Middle schools	1	1	1	1	1	1	1	1	1	1
High schools	1	1	1	1	1	1	1	1	1	1

Source(s): Various Town Departments

TOWN OF SIMSBURY, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<u>Facility Management</u>										
Miles of town roads	163	163	163	163	163	163	163	163	163	160
Miles of sidewalks	8	8	8	8	8	8	8	8	8	8
Sanitary sewers (miles)	81	81	81	79	79	79	79	78	78	78
Storm sewers (miles)	55	55	55	55	55	55	54	54	54	54
Treatment capacity (thousands of gallons)	3,800	3,800	3,800	2,850	2,850	2,850	2,850	2,850	2,850	2,850
<u>Parks and Recreation</u>										
Acreage	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815
Neighborhood parks	11	11	11	11	11	11	11	11	11	11
Playgrounds (including schools)	12	12	12	12	12	12	12	12	12	12
Swimming pools	6	6	6	6	6	6	6	6	6	6
Ice skating facilities	1	1	1	1	1	1	1	1	1	1
Public golf course	1	1	1	1	1	1	1	1	1	1
Tennis courts	17	17	17	17	17	17	17	17	17	14
Baseball fields	14	14	14	14	14	14	14	14	14	14
Basketball courts	2	2	2	2	2	2	2	2	2	2
Soccer fields	21	21	20	20	20	20	20	20	20	20
Football fields	2	2	2	2	2	2	2	2	2	1
<u>Health and Welfare</u>										
Community center	1	1	1	1	1	1	1	1	1	1
Dial-a-ride buses	2	2	2	2	2	2	2	2	2	2

Source(s): Various Town Departments