

Town of Simsbury Connecticut



Comprehensive Annual Financial Report

For The Fiscal Year Ended

June 30, 2011

TOWN OF SIMSBURY, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL
REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Department of Finance
Mary Ann Harris
Director of Finance

Introductory Section

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COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Town of Simsbury

933 HOPMEADOW STREET

P.O. BOX 495

SIMSBURY, CONNECTICUT 06070

December 21, 2011

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, 2011.

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, 2011, 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 auditor concluded,

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through Friday

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, 2011, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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 street, and other infrastructure; and recreational activities and cultural events; and a public school system which is as 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.

Annual Budget Process

The budget serves as the foundation of the Town of Simsbury's financial planning and control. The proposed budget is presented at the Annual Town Meeting held on the first Tuesday in May, is subject to an automatic referendum by all qualified voters of the Town and shall be held from 14 to 21 days following the conclusion of the Town Meeting. Should the referendum fail to adopt the budget, 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 and referendum for acceptance. If the budget remains unaccepted at the second referendum, the budget adopted for the then current fiscal year becomes the temporary budget on a month-to-month basis until a new budget is adopted.

Local Economy

The Town has a diverse local economy with retail, insurance, and manufacturing. It is host to several national corporations, a world class skating center and an outdoor performing arts center. 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. Dyno Nobel/Ensign Bickford Industries with its related companies owns substantial real estate in the town on which it has developed high quality residential structures and over 235,000 square feet of Class A office and research space. The largest taxpayers account for 7.24% of the town's grand list.

The Town's current unemployment rate is 6.1% compared to the state average of 8.4% and the national average of 9.1%.

Long-Term Financial Planning

The Town has a five year Capital Improvement Plan which totals approximately \$38.0 million of which is estimated that \$31.9 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, 2011, the annual debt retirement expense percentage in relation to the total annual budget was 7.32%, and therefore was not in compliance with the Town's debt policy.

Major Initiative

At the May 17, 2011, Referendum

- \$3,061,000 was approved and appropriated for Simsbury Farms Renovations and Golf Course Improvements. This project is scheduled to be completed by Spring 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, 2010. This was the twelfth 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.

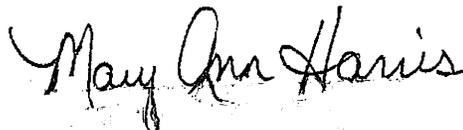
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

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



Mary Ann Harris
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, 2010

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

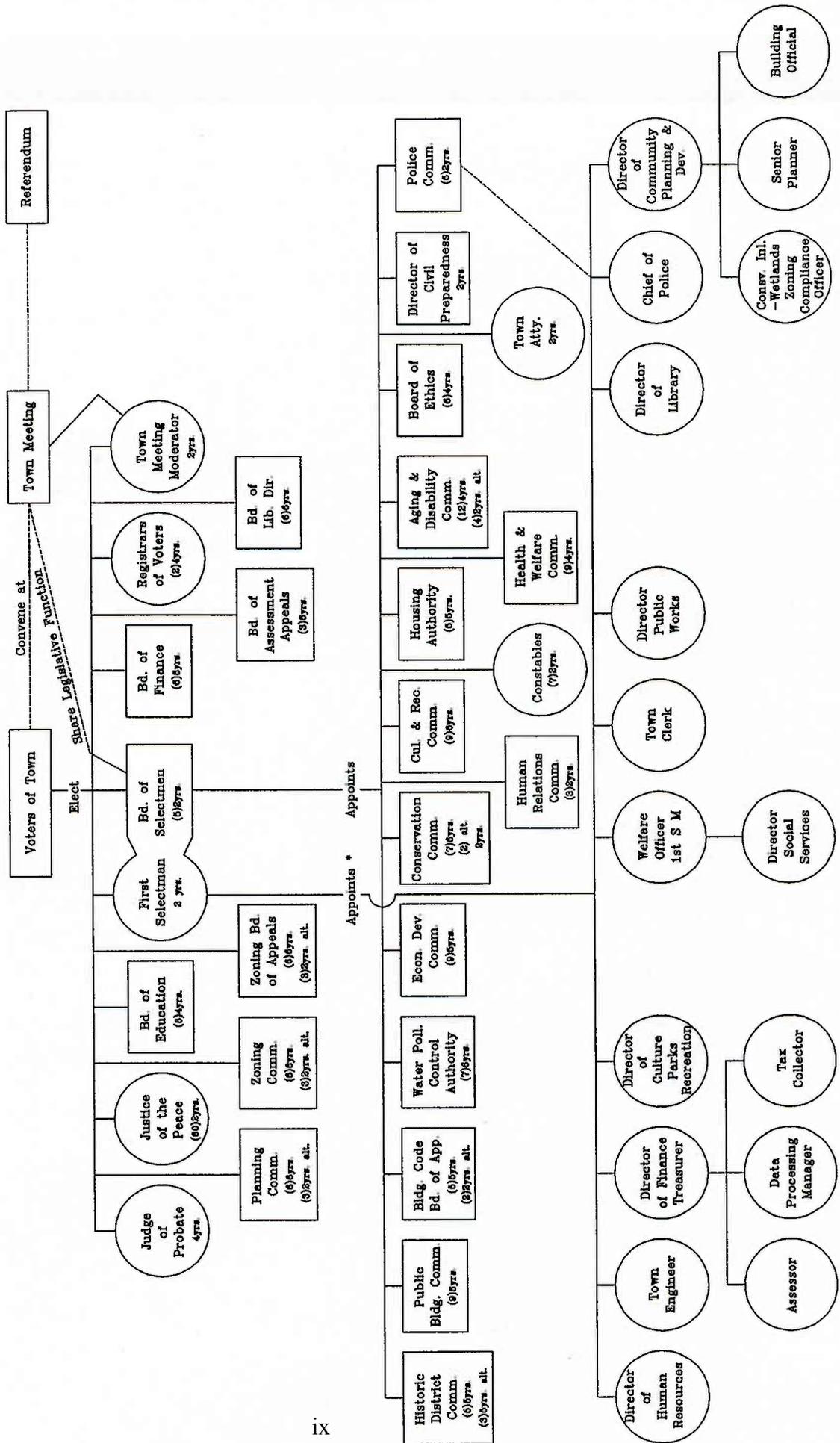
Legend

□ 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
Sean Askham
Nancy Haase
Moria Kunkel Wertheimer

BOARD OF EDUCATION

Lydia A. Tedone, Chairman
Chris M. Kelly, Vice Chairman
R. Michael Goman
Michael Wade
Tara Donohue Willerup
Susan Salina
Todd Burrick
Tom Doran

BOARD OF FINANCE

Paul W. Henault, Chairman
Peter K. Askham
Barbara Petitjean
Kevin A. North
Nicholas B. Mason
Jeffrey Blumenthal

APPOINTED OFFICIALS

Diane Ullman, Superintendent
Burke LaClair, School Business Manager
Mary Ann Harris, 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, 2011, 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, 2011 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 December 21, 2011 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 13 and the schedules of funding progress - Pension Trust Funds and Other Post Employment Benefits Trust Fund on pages 58 and 59 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.

December 21, 2011

**TOWN OF SIMSBURY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011**

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, 2011. 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 \$110,337,253 for the Governmental Activities.
- On a government-wide basis, the government's total net assets increased by \$3,953,379 for the Governmental Activities.
- As of the close of the current fiscal year, the Town's Governmental Funds reported combined ending fund balances of \$24,862,859 an increase of \$4,331,916 in comparison with the prior year. Of this total amount, \$34,420 is nonspendable (inventory), \$1,013,282 use is restricted by governmental grants, \$2,558,503 is committed by Simsbury Board of Finance (Budget-Making Authority), \$11,679,450 is assigned and \$9,577,204 is unassigned. The \$9,577,204 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 \$9,577,204 or 10.5% 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 on pages 14 and 15 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 on pages 16 to 20 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 proprietary fund financial statements can be found on pages 21 to 23 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 on pages 24 to 25 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 to 68 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 60-75 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 \$110,337,253 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

	<u>2011</u>	<u>2010</u>
Current assets	\$ 34,387,038	\$ 28,670,465
Capital assets, net of accumulated depreciation	133,879,300	135,754,525
Noncurrent assets	752,316	461,612
Total Assets	<u>169,018,654</u>	<u>164,886,602</u>
Current liabilities	12,687,497	11,717,495
Noncurrent liabilities	45,993,904	46,785,233
Total Liabilities	<u>58,681,401</u>	<u>58,502,728</u>
Net Assets:		
Invested in capital assets, net of debt	85,759,693	83,683,437
Unrestricted	24,577,560	22,700,437
Total Net Assets	<u>\$ 110,337,253</u>	<u>\$ 106,383,874</u>

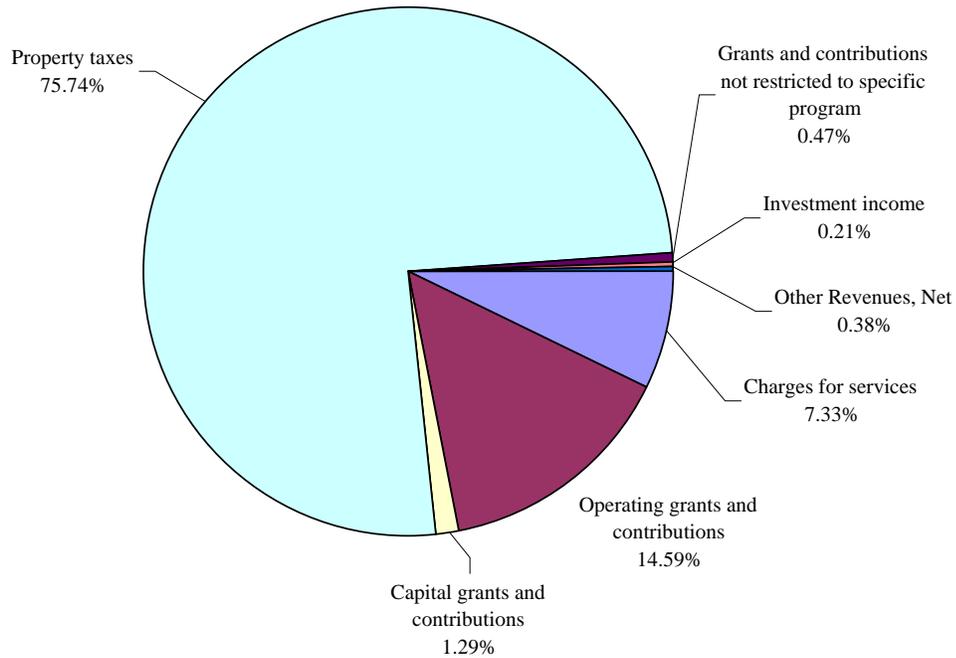
The government's net assets increased by \$3,953,379 or 3.71% during the current fiscal year compared to \$6,799,172 or 6.83% for the prior fiscal year. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements, is \$24,577,560 at the end of this year compared to \$22,700,437 at the end of the prior year for an increase of \$1,877,123.

CHANGES IN NET ASSETS - GOVERNMENTAL ACTIVITIES

	<u>2011</u>	<u>2010</u>
Revenues:		
Program revenues:		
Charges for services	\$ 7,708,158	\$ 8,687,034
Operating grants and contributions	15,337,100	15,585,349
Capital grants and contributions	1,355,357	2,676,598
General revenues:		
Property taxes	79,637,302	78,380,041
Grants and contributions not restricted to specific purpose	491,076	396,805
Unrestricted investment earnings	215,881	144,248
Other general revenues, net	399,329	
Total revenues	<u>105,144,203</u>	<u>105,870,075</u>
Program expenses:		
General government	2,497,684	2,842,450
Planning and development	1,793,475	1,552,148
Public safety	6,339,007	6,191,312
Facility management	8,687,612	8,254,369
Culture and recreation	8,306,430	5,163,162
Health and welfare	857,664	887,619
Education	71,194,609	72,654,089
Interest on long-term debt	1,514,343	1,525,754
Total expenses	<u>101,190,824</u>	<u>99,070,903</u>
Change in net assets	3,953,379	6,799,172
Net Assets - July 1	<u>106,383,874</u>	<u>99,584,702</u>
Net Assets - June 30	<u>\$ 110,337,253</u>	<u>\$ 106,383,874</u>

Total revenues were \$105,144,203 and \$105,870,075, respectively, for the years ended June 30, 2011 and June 30, 2010. Total cost of all programs and services were \$101,190,824, and \$99,070,903, respectively, for the years ended June 30, 2011 and June 30, 2010. Net assets increased by \$3,953,379 and \$6,799,172 for the years ended June 30, 2011 and June 30, 2010, respectively.

Revenue by Source - Governmental Activities



Governmental Activities

Major revenue factors during the year include:

- Property taxes collected increased by \$1,257,261 or 1.58%. The property tax budget increase was \$1,183,844 or 1.54% and the revenue budget decrease (excluding property taxes) was \$216,658 to cover an expenditure budget increase of \$967,186 or 1.13%. The revenue budget decrease of \$216,658 was primarily driven by a decrease in intergovernmental revenue of \$399,319.
- Illustrated below is a comparison between 2011 and 2010:

	<u>2011</u>		<u>2010</u>		<u>Variance</u>
General government	\$ 958,295	\$	809,490	\$	148,805
Planning and development	131,545		421,092		(289,547)
Public safety	321,284		366,510		(45,226)
Facility management	2,938,812		3,317,857		(379,045)
Culture and recreation	1,783,573		2,062,964		(279,391)
Health and welfare	16,366		172,778		(156,412)
Education	1,558,283		1,536,343		21,940
Total	\$ 7,708,158	\$	8,687,034	\$	(978,876)

- Illustrated below is a comparison between 2011 and 2010:

	<u>2011</u>	<u>2010</u>	<u>Variance</u>
General government	\$ 21,500	\$ 300,352	\$ (278,852)
Planning and development		79,055	(79,055)
Public safety	98,309	128,765	(30,456)
Facility management	769,341	694,959	74,382
Culture and recreation	47,358		47,358
Health and welfare	229,442	50,367	179,075
Education	<u>14,171,150</u>	<u>14,331,851</u>	<u>(160,701)</u>
Total	<u>\$ 15,337,100</u>	<u>\$ 15,585,349</u>	<u>\$ (248,249)</u>

- Capital grants and contributions decreased by \$ 1,321,241 or 49.4%. FY2010 were for one time grants received in that fiscal year. The increase in Culture and Recreation for library grants. Illustrated below is a breakdown comparison between 2011 and 2010:

	<u>2011</u>	<u>2010</u>	<u>Variance</u>
General government	\$	\$ 287,080	\$ (287,080)
Planning and development		1,027,750	(1,027,750)
Facility management	330,514	414,127	(83,613)
Culture and recreation	1,024,843	280,797	744,046
Health and welfare		40,000	(40,000)
Education		<u>626,844</u>	<u>(626,844)</u>
Total	<u>\$ 1,355,357</u>	<u>\$ 2,676,598</u>	<u>\$ (1,321,241)</u>

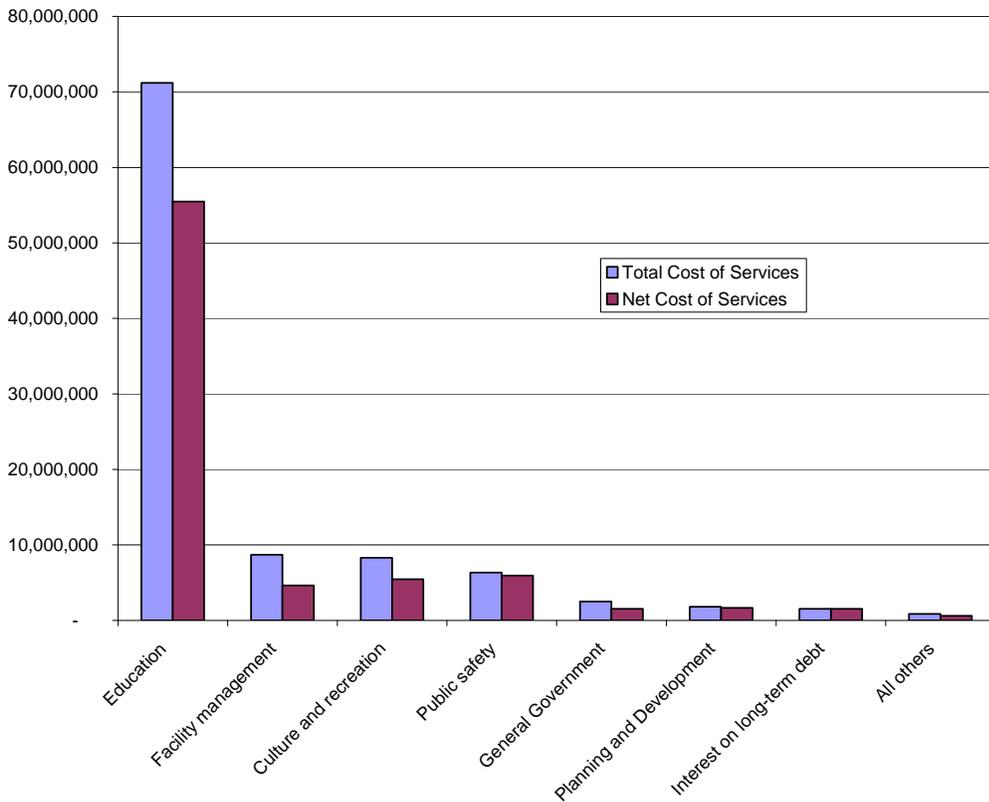
- Grants not restricted to specific programs increased by \$94,271 or 23.75%.
- Unrestricted investment earnings increased by \$71,633 or 49.7%. The increase was due to the town taking advantage of higher interest rates for the current fiscal year of 1 % compared to 0.24% for the prior fiscal year.

The following table present 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, 2011

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Education	\$ 71,194,609	\$ 55,465,176
Facility management	8,687,612	4,648,945
Culture and recreation	8,306,430	5,450,656
Public safety	6,339,007	5,919,414
General Government	2,497,684	1,517,889
Planning and Development	1,793,475	1,661,930
Interest on Long-term debt	1,514,343	1,514,343
All others	857,664	611,856
	<u>101,190,824</u>	<u>76,790,209</u>
Totals	\$ <u>101,190,824</u>	\$ <u>76,790,209</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 \$24,862,859, an increase of \$4,331,916 in comparison with the prior year. Of this total amount, \$34,420 is non-spendable (inventory), \$1,013,282 use is restricted by governmental grants, \$2,558,503 is committed by Simsbury Board of Finance (Budget-Making Authority), \$11,679,450 is assigned and \$9,577,204 is unassigned. The \$9,577,204 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 unassigned fund balance was \$9,577,204, while total fund balance was \$10,256,626. 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. Of this total fund balance \$3,765 is restricted by governmental grants, \$324,311 is committed by Simsbury Board of Finance (Budget-Making Authority), \$351,346 is assigned, with the balance being unassigned in the amount of \$9,577,204. Unassigned fund balance represents 10.56 % of the total General Fund expenditures, while total fund balance represents 11.31 % of that same amount.

The fund balance of the Town's General Fund increased by \$1,004,360 during the current fiscal year and the unassigned fund balance increased by \$897,640.

The Sewer Use Fund has a fund balance of \$5,559,619 at the end of the year, an increase of \$225,905 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 Sewer Assessment Fund has a fund balance of \$1,162,024 at the end of the year, an increase of \$157,924 from the prior year.

The Capital Project Fund has a fund balance of \$4,606,461 at the end of the year, an increase of \$2,609,274 from the prior year. This increase was primarily driven by the issuance of general obligation bonds in the amount of \$5 million and expenditures of \$2.4 million.

- General Obligation Bond Issue which included a bond premium of \$42,679 and net transfers in and out of \$35,889. The town issued General Obligation bonds in the amount of \$5 million for the following projects:

Project	Date Authorized	Authorized	Issued
Gertsen Land Purchase	6-May-08	720,000	370,000
Paving Management Project	18-May-10	2,400,000	2,400,000
Triangle Land Purchase	20-May-08	2,750,000	1,660,000
Network Infrastructure Project	4-May-10	450,000	450,000
Squadron Line Generator	5-May-09	150,000	120,000
		<u>6,470,000</u>	<u>5,000,000</u>

Other non major governmental funds have a total fund balance of \$3,278,129 an increase of \$334,453 from the prior year as illustrated.

NonMajor Governmental Funds	2011	2010	Variance
Residential Rental Properties	\$ 82,568	\$ 68,308	\$ 14,260
Animal Control Fund	23,049	39,305	(16,256)
Simsbury Farms Fund	60,180	166,528	(106,348)
General Government Program Fund	147,072	114,037	33,035
Public Safety Program Fund	302,072	155,371	146,701
Planning & Development Program Fund	324,721	381,864	(57,143)
Facilities Management Program Fund	656,116	641,657	14,459
Health & Welfare Program Fund	183,896	129,700	54,196
Culture & Recreation Program Fund	99,335	93,712	5,623
Board of Education Program Fund	444,923	393,307	51,616
Cafeteria	341,647	299,641	42,006
Capital and Nonrecurring Expenditures Fund	<u>612,550</u>	<u>460,248</u>	<u>152,302</u>
Total	\$ <u>3,278,129</u>	\$ <u>2,943,678</u>	\$ <u>334,451</u>

General Fund Budgetary Highlights

The original general fund budget including other financing sources and uses (\$86,238,401) was increased by \$701,758 to the final budget of approximately \$86.94 million. Modest amounts were appropriated to supplement planning and development, facility management, culture and recreation and employee benefits.

Actual revenues were more than budgetary amounts by \$1,507,231, and expenditures were less than budgetary amounts by \$92,167. Most revenue types had favorable results; property taxes, intergovernmental revenue, investment income, other local revenues and other financing sources. Charges for goods and services, licenses and permits, and rental property were lower than anticipated by \$253,337 less than budgeted.

Most departments realized budget savings with general government \$11,384, planning & development returning \$16,822, facilities management \$14,503 and other financing uses \$29,312.

Overall revenues over expenditures on the budgetary basis were \$897,640.

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, 2011 amounted to \$133,879,300. 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 \$1,875,225 which was comprised of an increase of \$40,470,489 for new additions, decrease of \$ 5,540,228 for depreciation and \$ 74,462 disposal of assets not fully depreciated.

CAPITAL ASSETS (net of depreciation) **June 30, 2011**

<u>Governmental Activities</u>	
Infrastructure	\$ 15,064,347
Land and buildings	97,419,445
Vehicles and equipment	3,801,567
Construction work in progress	<u>17,593,941</u>
Total Capital Assets	\$ <u>133,879,300</u>

Long-term Debt - At the end of the current fiscal year, the Town had total bonded debt outstanding of \$51,071,850 of which \$5,870,311 is due within one year. All of the debt is backed by the full faith and credit of the Town.

OUTSTANDING DEBT **June 30, 2011**

	<u>Governmental Activities</u>
General obligation bonds	\$ 33,425,000
Loan payable – Clean Water Fund	17,540,653
Loan payable – State of CT	<u>106,197</u>
Total	\$ <u>51,071,850</u>

The Town's total debt decreased during the current fiscal year by \$756,978. This decrease was comprised of a new debt issued in the amount of \$5,000,000 and debt payments of \$4,840,000 on general obligation bonds, \$904,565 on Clean Water Fund loan, \$7,413 on State of CT loan. In March 2011, the town issued general obligation bonds in the amount of \$5,000,000 for the balance on the Gertsen Land Purchase \$370,000, Paving Management Project \$2,400,000, Triangle Land Purchase \$1,660,000, Network Infrastructure \$450,000 and the Squadron Line Generator \$120,000.

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 to 49 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 2012 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 September 2011 was 6.1%, which is a decrease from the prior year of .1%. This compares to the State's average unemployment rate of 8.4% and the national average rate of 9.1%. 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, 2010 grand list remained flat. Illustrated below is a recap of the 2012 General Fund budget property tax increase.

<u>Allocation of Tax Increase</u>	<u>Amount</u>	<u>%</u>
Board of Education	\$ 954,901	1.54
Board of Selectmen	37,161	0.21
Non-Public Schools	4,584	0.88
Debt Retirement	27,256	0.45
Revenue	<u>(53,504)</u>	<u>(0.67)</u>
New Additional Property Tax Revenues	1,077,206	<u>1.38</u>
Budgeted FY 10/11 Property Tax Revenues	<u>78,246,447</u>	
Budgeted FY 11/12 Property Tax Revenues	\$ <u>79,323,653</u>	

The actual tax increase on all property was approximately 1.38%. During the current fiscal year, unassigned fund balance in the General Fund increased to \$9,577,204.

In August, 2011 the Town of Simsbury issued General Obligation Bonds Refunding Bonds in the amount of \$5,000,000 to advance refund a portion of the General Obligation Bond issue of 2003 with a favorable interest of 2%.

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, 2011**

	<u>Governmental Activities</u>
Assets:	
Current assets:	
Cash and cash equivalents	\$ 31,067,467
Investments	308,063
Accounts receivable	2,977,088
Inventories	34,420
Total current assets	<u>34,387,038</u>
Noncurrent assets:	
Pension and other post employment benefit assets	752,316
Capital assets:	
Nondepreciable	23,920,630
Depreciable, net	109,958,670
Total noncurrent assets	<u>134,631,616</u>
Total assets	<u>169,018,654</u>
Liabilities:	
Current liabilities:	
Accounts payable	3,641,225
Accrued interest payable	522,699
Unearned revenues	371,741
Claims liabilities	1,573,534
Bonds and loans payable	5,870,311
Compensated absences	702,987
Landfill closing	5,000
Total current liabilities	<u>12,687,497</u>
Noncurrent liabilities:	
Bonds and loans payable	45,676,038
Compensated absences	237,866
Landfill closing	80,000
Total noncurrent liabilities	<u>45,993,904</u>
Total liabilities	<u>58,681,401</u>
Net Assets:	
Invested in capital assets, net of related debt	85,759,693
Unrestricted	24,577,560
Total Net Assets	<u><u>\$ 110,337,253</u></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, 2011**

	<u>Expenses</u>	<u>Charges for Services</u>	<u>Program Revenues</u>		<u>Net Revenues (Expenses) and Changes in Net Assets</u>
			<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Function/Program Activities					
Governmental activities:					
General government	\$ 2,497,684	\$ 958,295	\$ 21,500	\$	\$ (1,517,889)
Planning and development	1,793,475	131,545			(1,661,930)
Public safety	6,339,007	321,284	98,309		(5,919,414)
Facility management	8,687,612	2,938,812	769,341	330,514	(4,648,945)
Culture and recreation	8,306,430	1,783,573	47,358	1,024,843	(5,450,656)
Health and welfare	857,664	16,366	229,442		(611,856)
Education	71,194,609	1,558,283	14,171,150		(55,465,176)
Interest on long-term debt	1,514,343				(1,514,343)
Total Governmental Activities	\$ 101,190,824	\$ 7,708,158	\$ 15,337,100	\$ 1,355,357	(76,790,209)
General Revenues:					
Property taxes, levied for general purposes					79,637,302
Grants and contributions not restricted to specific programs					491,076
Investment earnings					215,881
Other general revenues, net					399,329
Total general revenues					<u>80,743,588</u>
Change in net assets					3,953,379
Net Assets at Beginning of Year					<u>106,383,874</u>
Net Assets at End of Year					<u>\$ 110,337,253</u>

**TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011**

	<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	\$ 11,327,291	\$ 5,671,981	\$ 1,162,024	\$ 4,804,650	\$ 3,360,112	\$ 26,326,058
Investments					308,063	308,063
Receivables	1,809,448	12,674	524,703		630,263	2,977,088
Due from other funds	477,928					477,928
Inventories					34,420	34,420
Total Assets	<u>\$ 13,614,667</u>	<u>\$ 5,684,655</u>	<u>\$ 1,686,727</u>	<u>\$ 4,804,650</u>	<u>\$ 4,332,858</u>	<u>\$ 30,123,557</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 2,031,595	\$ 115,846	\$	\$ 198,189	\$ 505,930	\$ 2,851,560
Due to other funds					477,928	477,928
Deferred revenue	1,326,446	9,190	524,703		70,871	1,931,210
Total liabilities	<u>3,358,041</u>	<u>125,036</u>	<u>524,703</u>	<u>198,189</u>	<u>1,054,729</u>	<u>5,260,698</u>
Fund Balances:						
Nonspendable					34,420	34,420
Restricted	3,765				1,009,517	1,013,282
Committed	324,311				2,234,192	2,558,503
Assigned	351,346	5,559,619	1,162,024	4,606,461		11,679,450
Unassigned	9,577,204					9,577,204
Total fund balances	<u>10,256,626</u>	<u>5,559,619</u>	<u>1,162,024</u>	<u>4,606,461</u>	<u>3,278,129</u>	<u>24,862,859</u>
Total Liabilities and Fund Balances	<u>\$ 13,614,667</u>	<u>\$ 5,684,655</u>	<u>\$ 1,686,727</u>	<u>\$ 4,804,650</u>	<u>\$ 4,332,858</u>	<u>\$ 30,123,557</u>

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**TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
AS OF JUNE 30, 2011**

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)	\$	24,862,859
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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	\$ 212,728,869	
Less accumulated depreciation	<u>(78,849,569)</u>	
Net capital assets		133,879,300

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

Pension asset		9,295
Other postemployment benefit asset		743,021
Property tax receivables greater than 60 days		765,922
Sewer assessments receivable		524,703
Interest receivable on property taxes		268,844

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.

2,378,210

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

Bonds payable		(33,425,000)
Unamortized bond premium		(474,499)
Clean Water Fund 2% loan		(17,540,653)
Notes payable		(106,197)
Interest payable on bonds		(522,699)
Compensated absences		(940,853)
Landfill liability		<u>(85,000)</u>

Net Assets of Governmental Activities (Exhibit I)	\$	<u><u>110,337,253</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, 2011

	General Fund	Sewer Use Fund	Sewer Assessment Fund	Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Fund
Revenues:						
Property taxes	\$ 79,548,406	\$	\$	\$	\$	\$ 79,548,406
Intergovernmental	11,352,961	409,927			4,035,319	15,798,207
Investment income	142,941	6,903	1,395		64,642	215,881
Charges for goods and services	829,546			8,978	3,507,255	4,345,779
Licenses and permits	262,859				16,881	279,740
Rental of town-owned property	2,748					2,748
Local revenues	447,574					447,574
Assessments	3,031	2,455,660	129,759			2,588,450
Other	-	346,166	26,770		386,896	759,832
Total revenues	<u>92,590,066</u>	<u>3,218,656</u>	<u>157,924</u>	<u>8,978</u>	<u>8,010,993</u>	<u>103,986,617</u>
Expenditures:						
Current:						
General government	1,890,685				22,855	1,913,540
Planning and development	616,180				191,270	807,450
Public safety	3,902,730				254,028	4,156,758
Facility management	3,860,589	1,727,544			305,100	5,893,233
Culture and recreation	2,331,137				1,846,102	4,177,239
Health and welfare	525,225				196,753	721,978
Fringe benefits and insurances	4,675,137					4,675,137
Education	66,795,182				4,854,773	71,649,955
Capital outlay				2,435,593	940,162	3,375,755
Debt service:						
Principal payments	4,840,000	904,565			8,522	5,753,087
Interest and other	1,212,606	360,642				1,573,248
Total expenditures	<u>90,649,471</u>	<u>2,992,751</u>	<u>-</u>	<u>2,435,593</u>	<u>8,619,565</u>	<u>104,697,380</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,940,595</u>	<u>225,905</u>	<u>157,924</u>	<u>(2,426,615)</u>	<u>(608,572)</u>	<u>(710,763)</u>
Other Financing Sources (Uses):						
Transfers in	42,679			35,889	943,025	1,021,593
Transfers out	(978,914)			(42,679)		(1,021,593)
General obligation bonds issued				5,000,000		5,000,000
Premium on general obligation bonds				42,679		42,679
Total other financing sources (uses)	<u>(936,235)</u>	<u>-</u>	<u>-</u>	<u>5,035,889</u>	<u>943,025</u>	<u>5,042,679</u>
Net Change in Fund Balances	1,004,360	225,905	157,924	2,609,274	334,453	4,331,916
Fund Balances at Beginning 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>
Fund Balances at End of Year	<u>\$ 10,256,626</u>	<u>\$ 5,559,619</u>	<u>\$ 1,162,024</u>	<u>\$ 4,606,461</u>	<u>\$ 3,278,129</u>	<u>\$ 24,862,859</u>

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**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011**

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)	\$ 4,331,916
<p>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.</p>	
Capital outlay	3,739,464
Depreciation expense	(5,481,141)
Loss on disposal of capital assets	(133,548)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
Property taxes collected after 60 days	48,211
Sewer assessment revenue	43,847
Interest income on property taxes	40,687
Change in pension and other post employment benefit assets	290,704
<p>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.</p>	
Bond and loan proceeds	(5,000,000)
Premium on bonds issued (net of amortization)	27,764
Accrued interest	(10,430)
Principal payments	5,751,978
<p>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.</p>	
Change in long-term compensated absences	(74,656)
Other - landfill	5,000
The net profit (loss) of the internal service funds is reported with governmental activities.	373,583
Change in Net Assets of Governmental Activities (Exhibit II)	\$ 3,953,379

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, 2011**

	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	\$ 78,496,447	\$ 78,496,447	\$ 79,548,406	\$ 1,051,959	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	6,091,164	6,091,164	6,384,271	293,107	409,927	409,927	409,927	-
Investment income	100,000	100,000	142,941	42,941	17,249	17,249	6,903	(10,346)
Charges for goods and services	938,640	938,640	829,546	(109,094)	312,400	312,400	346,166	33,766
Rental of town-owned property	5,000	5,000	2,748	(2,252)	-	-	-	-
Licenses and permits	404,850	404,850	262,859	(141,991)	-	-	-	-
Local revenue	192,300	192,300	529,151	336,851	-	-	-	-
Assessments	-	-	3,031	3,031	2,461,533	2,461,533	2,455,660	(5,873)
Total revenues	<u>86,228,401</u>	<u>86,228,401</u>	<u>87,702,953</u>	<u>1,474,552</u>	<u>3,201,109</u>	<u>3,201,109</u>	<u>3,218,656</u>	<u>17,547</u>
Expenditures:								
Current:								
General government	1,935,386	1,884,297	1,872,913	11,384	-	-	-	-
Planning and development	641,705	687,768	670,946	16,822	-	-	-	-
Public safety	3,916,107	3,913,258	3,907,041	6,217	-	-	-	-
Facility management	3,545,750	3,818,322	3,803,819	14,503	1,947,558	1,960,605	1,727,544	233,061
Culture and recreation	2,026,911	2,543,655	2,540,924	2,731	-	-	-	-
Health and welfare	520,689	525,741	525,225	516	-	-	-	-
Fringe benefits and insurance	4,619,668	4,675,794	4,675,137	657	-	-	-	-
Education	61,830,492	61,830,492	61,820,467	10,025	-	-	-	-
Special projects	190,810	-	-	-	-	-	-	-
Debt service	6,052,606	6,052,606	6,052,606	-	1,265,207	1,265,207	1,265,207	-
Total expenditures	<u>85,280,124</u>	<u>85,931,933</u>	<u>85,869,078</u>	<u>62,855</u>	<u>3,212,765</u>	<u>3,225,812</u>	<u>2,992,751</u>	<u>233,061</u>
Excess (Deficiency) of Revenues over Expenditures	<u>948,277</u>	<u>296,468</u>	<u>1,833,875</u>	<u>1,537,407</u>	<u>(11,656)</u>	<u>(24,703)</u>	<u>225,905</u>	<u>250,608</u>
Other Financing Sources (Uses):								
Transfers from other funds	10,000	10,000	42,679	32,679	11,656	24,703	-	(24,703)
Transfers to other funds	(958,277)	(1,008,226)	(978,914)	29,312	-	-	-	-
Net other financing sources (uses)	<u>(948,277)</u>	<u>(998,226)</u>	<u>(936,235)</u>	<u>61,991</u>	<u>11,656</u>	<u>24,703</u>	<u>-</u>	<u>(24,703)</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ (701,758)</u>	<u>897,640</u>	<u>\$ 1,599,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>225,905</u>	<u>\$ 225,905</u>
Fund Balances at Beginning of Year			<u>8,679,564</u>				<u>5,333,714</u>	
Fund Balances at End of Year			<u>\$ 9,577,204</u>				<u>\$ 5,559,619</u>	

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
JUNE 30, 2011**

	<u>Governmental Activities Internal Service Fund</u>
Assets:	
Current assets:	
Cash and cash equivalents	\$ <u>4,741,409</u>
Liabilities:	
Noncurrent liabilities:	
Accounts payable	789,665
Claim incurred but not reported	<u>1,573,534</u>
Total noncurrent liabilities	<u>2,363,199</u>
Net Assets:	
Unrestricted	\$ <u><u>2,378,210</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, 2011**

	Governmental Activities
	Internal Service Fund
Operating Revenues:	
Charges for services	\$ 9,513,617
Intergovernmental	508,156
Total operating revenues	10,021,773
Operating Expenses:	
Claims incurred	8,340,166
Administration and stop loss insurance fees	1,308,024
Total operating expenses	9,648,190
Change in Net Assets	373,583
Net Assets at Beginning of Year	2,004,627
Net Assets at End of Year	\$ 2,378,210

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, 2011**

	<u>Governmental Activities</u> <u>Internal Service Fund</u>
Cash Flows from Operating Activities:	
Receipts from customers and users	\$ 10,021,773
Payments to employees	(9,001,474)
Net cash provided by operating activities	<u>1,020,299</u>
Cash and Cash Equivalents at Beginning of Year	<u>3,721,110</u>
Cash and Cash Equivalents at End of Year	<u>\$ 4,741,409</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating income	\$ <u>373,583</u>
Adjustments to reconcile operating income to net cash provided by operating activities:	
Change in assets and liabilities:	
Increase in claims payable	<u>646,716</u>
Net Cash Provided by Operating Activities	<u>\$ 1,020,299</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, 2011

	Pension Trust Funds	Other Post Employment Benefit Trust Fund	Agency Funds
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and cash equivalents	\$ 274,228	\$ 187,523	\$ 1,023,268
Investments, at fair value:			
Mutual funds	<u>42,658,898</u>	<u>4,064,989</u>	
Total Assets	<u>42,933,126</u>	<u>4,252,512</u>	<u>\$ 1,023,268</u>
Liabilities:			
Due to student groups and others			<u>\$ 1,023,268</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>\$ 1,023,268</u>
Net Assets:			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 42,933,126</u>	<u>\$ 4,252,512</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, 2011

	Pension Trust Funds	Other Post Employment Benefit Trust Fund
	<u> </u>	<u> </u>
Additions:		
Contributions:		
Employer	\$ 2,141,591	\$ 1,895,100
Plan members	459,768	858,567
Total contributions	<u>2,601,359</u>	<u>2,753,667</u>
Investment earnings:		
Net increase in fair value of investments	8,464,119	515,223
Interest	85	108,156
Total investment gain	<u>8,464,204</u>	<u>623,379</u>
Less investment expenses:		
Investment management fees	69,298	29,059
Custodian fees	188,426	
Net investment gain	<u>8,206,480</u>	<u>594,320</u>
Total additions	<u>10,807,839</u>	<u>3,347,987</u>
Deductions:		
Benefits	2,873,306	1,848,567
Administrative expense	92,198	
Total deductions	<u>2,965,504</u>	<u>1,848,567</u>
Net Change in Net Assets	7,842,335	1,499,420
Net Assets at Beginning of Year	<u>35,090,791</u>	<u>2,753,092</u>
Net Assets at End of Year	<u>\$ 42,933,126</u>	<u>\$ 4,252,512</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 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.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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 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

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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.

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."

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

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

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

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

Assigned Fund Balance - For all governmental funds other than the General Fund, this represents any remaining positive amounts not classified as nonspendable, restricted or committed. For the General Fund, this includes amounts constrained for the intent to be used for a specific purpose by the finance director or the Board of Finance which have been delegated authority to assign amounts by the Town Charter.

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

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.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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.

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.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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.

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 \$701,528 were made from General Fund unappropriated and unencumbered surplus and there were no fund balance appropriations in the Sewer Use Fund.

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 included in either restricted, committed or assigned fund balance depending on the level of restriction. In addition, the on-behalf payment of the State of Connecticut Teacher’s Retirement System is recorded for GAAP purposes only.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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, 2011 follows:

	General Fund	Sewer Use Fund
Excess (deficiency) of revenues and other sources over expenditures and other uses for budgeted funds - budgetary basis	\$ 897,640	\$ 225,905
Timing difference:		
Change in restricted fund balance	(157,972)	
Change in committed fund balance	34,311	
Change in assigned fund balance	230,381	
Net Change in Fund Balance - GAAP Basis	\$ 1,004,360	\$ 225,905

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.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$14,958,403 of the Town’s bank balance of \$15,865,998 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 13,532,437
Uninsured and collateral held by the pledging bank’s trust department, not in the Town’s name	<u>1,425,966</u>
Total Amount Subject to Custodial Credit Risk	<u><u>\$ 14,958,403</u></u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Cash Equivalents

At June 30, 2011, the Town's cash equivalents amounted to \$14,497,764. 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 & 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, 2011, the Town had fair value investments of \$47,031,950 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 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.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

B. Receivables

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

	<u>General</u>	<u>Sewer Use Fund</u>	<u>Sewer Assessment Fund</u>	<u>Other Funds</u>	<u>Total</u>
Receivables:					
Accounts	\$ 264,869	\$	\$	\$ 56,330	\$ 321,199
Property taxes	892,532				892,532
Interest receivable	268,844				268,844
Special assessments	39,626	12,674	524,703		577,003
Due from other governments	<u>343,577</u>			<u>573,933</u>	<u>917,510</u>
Total Receivables	<u>\$ 1,809,448</u>	<u>\$ 12,674</u>	<u>\$ 524,703</u>	<u>\$ 630,263</u>	<u>\$ 2,977,088</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:

	<u>Unavailable</u>	<u>Unearned</u>
General Fund:		
Delinquent property taxes receivable	\$ 765,922	\$
Property taxes collected in advance		291,680
Interest receivable on property taxes	268,844	
Sewer Use Fund:		
Grant		9,190
Sewer Assessment Fund:		
Sewer Assessment receivable	524,703	
Nonmajor governmental funds:		
Miscellaneous loans		38,565
Various grants		<u>32,306</u>
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 1,559,469</u>	<u>\$ 371,741</u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended June 30, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 6,326,689	\$	\$	\$ 6,326,689
Development rights	9,530,000			9,530,000
Construction in progress	44,244,340	550,626	(36,731,025)	8,063,941
Total capital assets not being depreciated	60,101,029	550,626	(36,731,025)	23,920,630
Capital assets being depreciated:				
Buildings and improvements	85,903,068	37,181,402	(64,699)	123,019,771
Land improvements	7,152,700			7,152,700
Equipment	17,876,910	1,669,916	(527,534)	19,019,292
Infrastructure	38,570,668	1,068,545	(22,737)	39,616,476
Total capital assets being depreciated	149,503,346	39,919,863	(614,970)	188,808,239
Less accumulated depreciation for:				
Buildings and improvements	31,334,982	2,861,103	(25,880)	34,170,205
Land improvements	4,690,662	218,848		4,909,510
Equipment	14,140,084	1,510,446	(432,805)	15,217,725
Infrastructure	23,684,122	890,744	(22,737)	24,552,129
Total accumulated depreciation	73,849,850	5,481,141	(481,422)	78,849,569
Total capital assets being depreciated, net	75,653,496	34,438,722	(133,548)	109,958,670
Governmental Activities Capital Assets, Net	\$ 135,754,525	\$ 34,989,348	\$ (36,864,573)	\$ 133,879,300

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

Governmental activities:	
General government	\$ 140,944
Education	1,944,710
Planning and development	9,920
Public safety	230,833
Facility management	1,916,886
Culture and recreation	1,224,644
Health and welfare	13,204
Total Depreciation Expense - Governmental Activities	\$ 5,481,141

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Construction Commitments

The government has active construction projects as of June 30, 2011. The following is a summary of capital projects as of June 30, 2011:

<u>Project</u>	<u>Project Authorization</u>	<u>Spent to Date</u>
<u>Sewer Extension Projects:</u>		
Project 2010	\$ 260,000	\$ 24,351
<u>Town Projects:</u>		
Library Expansion 5/06	6,100,000	5,917,823
Gersten Land Purchase 5/08	720,000	721,523
Triangle Land Purchase 5/08	2,750,000	1,604,686
Streetscape 5/08	325,000	113,963
Eno Hall Improvements 5/08	1,000,000	628,544
Water Extensions 5/08	170,000	98,452
Tunxis Pump Station 5/10	670,000	22,723
Paving Management 5/10	2,400,000	825,872
<u>Education Projects:</u>		
Simsbury High School Addition and Alteration 5/02	43,178,567	36,212,791
Modular classrooms 5/02	340,000	331,484
Computer Technology Improvement 5/06	450,000	440,336
Tariffville Expansion 5/06	6,200,000	6,100,213
HVAC Boiler Replacement 5/08	700,000	105,607
Tootin Hills Roof Replacement 5/08	1,257,500	1,032,723
Squadron Line Generator Replacement 5/09	150,000	116,846
Latimer Lane Roof Replacement 5/10	1,277,500	29,401
District Network Infrastructure 5/10	450,000	294,307
 Total	 \$ <u>68,398,567</u>	 \$ <u>54,621,645</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, 2011 is as follows:

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

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

Interfund transfers:

	<u>General</u>	<u>Capital Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Transfer out:				
General Fund	\$	\$ 35,889	\$ 943,025	\$ 978,914
Capital Project Fund	<u>42,679</u>	<u> </u>	<u> </u>	<u>42,679</u>
Total Transfers In	<u>\$ 42,679</u>	<u>\$ 35,889</u>	<u>\$ 943,025</u>	<u>\$ 1,021,593</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, 2011 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and loans payable:					
General obligation bonds	\$ 33,265,000	\$ 5,000,000	\$ 4,840,000	\$ 33,425,000	\$ 4,940,000
Premium on bonds issued	502,263	42,679	70,443	474,499	
Loans payable - Clean Water Fund	18,445,218		904,565	17,540,653	922,823
Loan payable - State of Connecticut	<u>113,610</u>		<u>7,413</u>	<u>106,197</u>	<u>7,488</u>
Total bonds and loans payable	52,326,091	5,042,679	5,822,421	51,546,349	5,870,311
Compensated absences	866,197	744,783	670,127	940,853	702,987
Landfill	<u>90,000</u>		<u>5,000</u>	<u>85,000</u>	<u>5,000</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 53,282,288</u>	<u>\$ 5,787,462</u>	<u>\$ 6,497,548</u>	<u>\$ 52,572,202</u>	<u>\$ 6,578,298</u>

Compensated absences are generally liquidated by the General Fund.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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 \$5,000,000 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, 2011</u>
Bonds payable:						
General Bonds	9/1/2003	\$ 23,765,000	1.50-4.25%	1/15/2018	\$ 1,560,000- 1,880,000	\$ 10,930,000
General Bonds	4/1/2005	5,000,000	3.00-3.75%	1/15/2015	350,000- 520,000	2,050,000
General Bonds	3/1/2006	4,880,000	3.63-4.00%	1/15/2016	480,000- 490,000	2,430,000
General Bonds	4/18/2007	9,865,000	3.75-4.00%	1/15/2017	985,000- 990,000	5,910,000
General Bonds	4/8/2008	4,000,000	3.25-4.00%	1/15/2018	400,000	2,800,000
General Bonds	3/17/2010	4,785,000	2.00-3.00%	1/15/2020	480,000	4,305,000
General Bonds	3/16/2011	5,000,000	1.50-3.00%	1/15/2021	500,000	<u>5,000,000</u>
Total Bonds Payable						\$ <u><u>33,425,000</u></u>

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 4,940,000	\$ 1,139,861	\$ 6,079,861
2013	4,930,000	995,863	5,925,863
2014	4,925,000	822,538	5,747,538
2015	4,915,000	649,593	5,564,593
2016	4,405,000	474,988	4,879,988
2017-2021	<u>9,310,000</u>	<u>619,675</u>	<u>9,929,675</u>
	\$ <u><u>33,425,000</u></u>	\$ <u><u>4,702,518</u></u>	\$ <u><u>38,127,518</u></u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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	285,370	1,265,208
2016	999,616	265,592	1,265,208
2017-2021	5,308,996	1,017,040	6,326,036
2022-2026	5,866,859	459,177	6,326,036
2026-2028	<u>1,560,620</u>	<u>20,889</u>	<u>1,581,509</u>
	<u>\$ 17,540,653</u>	<u>\$ 3,018,965</u>	<u>\$ 20,559,618</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.

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 7,488	\$ 1,034	\$ 8,522
2013	7,563	959	8,522
2014	7,639	883	8,522
2015	7,716	806	8,522
2016	7,793	729	8,522
2017-2021	40,156	2,454	42,610
2022-2026	<u>27,842</u>	<u>501</u>	<u>28,343</u>
	<u>\$ 106,197</u>	<u>\$ 7,366</u>	<u>\$ 113,563</u>

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Authorized But Unissued Bonds

The total of authorized but unissued bonds (net of projected grants) at June 30, 2011 is \$11,424,817. In some cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

F. Fund Balance

The components of fund balance for the governmental funds at June 30, 2011 are as follows:

	General Fund	Major Special Revenue Funds		Capital Projects Fund	Nonmajor Governmental Funds	Total
		Sewer Use Fund	Sewer Assessment Fund			
Fund balances:						
Nonspendable:						
Inventory	\$	\$	\$	\$	\$ 34,420	\$ 34,420
Restricted for:						
Grants	3,765				378,601	382,366
Facilities management					592,635	592,635
Health and welfare					38,281	38,281
Committed to:						
Simsbury Land Trust	280,000					280,000
Education					373,549	373,549
General government					229,640	229,640
Public safety	4,311				325,121	329,432
Recreation					159,515	159,515
Planning and development	40,000				324,721	364,721
Health and welfare					145,615	145,615
Facilities management					63,481	63,481
Capital projects					612,550	612,550
Assigned to:						
Professional services	20,183					20,183
Sewer use		5,559,619				5,559,619
Sewer assessment			1,162,024			1,162,024
Capital projects				4,606,461		4,606,461
Education	12,065					12,065
Recreation	292,000					292,000
Facilities management	12,331					12,331
Planning and development	14,767					14,767
Unassigned	9,577,204					9,577,204
Total Fund Balances	\$ <u>10,256,626</u>	\$ <u>5,559,619</u>	\$ <u>1,162,024</u>	\$ <u>4,606,461</u>	\$ <u>3,278,129</u>	\$ <u>24,862,859</u>

Significant encumbrances at June 30, 2011 are contained in the above table in both the assigned and committed categories of the General Fund.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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.

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, 2009, 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 \$759,126 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 12.09% 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 \$505,605 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 19.12% 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 \$876,860 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 11.82% 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, 2011 were as follows:

	<u>General Government Plan</u>	<u>Police Plan</u>	<u>Board of Education Plan</u>	<u>Total</u>
Annual required contribution (ARC)	\$ 759,126	\$ 505,605	\$ 876,860	\$ 2,141,591
Interest on net pension obligation			(712)	(712)
Adjustment to annual required contribution			601	601
Annual pension cost	759,126	505,605	876,749	2,141,480
Contributions made	<u>759,126</u>	<u>505,605</u>	<u>876,860</u>	<u>2,141,591</u>
Increase in net pension asset	-	-	(111)	(111)
Net pension asset, beginning of year	<u>-</u>	<u>-</u>	<u>(9,184)</u>	<u>(9,184)</u>
Net Pension Asset, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,295)</u>	<u>\$ (9,295)</u>

The annual required contribution for the current year was determined as part of the July 1, 2009 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, 2009 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:				
6/30/09	\$ 544,651	\$ 544,651	100%	\$ -
6/30/10	586,140	586,140	100	-
6/30/11	759,126	759,126	100	-
Police:				
6/30/09	\$ 381,438	\$ 381,438	100%	\$ -
6/30/10	393,136	393,136	100	-
6/30/11	505,605	505,605	100	-
Board of Education:				
6/30/09	\$ 706,549	\$ 706,020	99.9%	\$ (9,060)
6/30/10	706,725	706,849	100.0	(9,184)
6/30/11	876,860	876,860	100.0	(9,295)

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:						
7/1/2009	\$ 14,497,423	\$ 19,472,317	\$ 4,974,894	74.45%	\$ 6,279,542	79.22%
Police:						
7/1/2009	12,005,104	15,088,590	3,083,486	79.56%	2,643,805	116.63%
Board of Education:						
7/1/2009	10,561,198	15,949,914	5,388,716	66.21%	7,421,437	72.61%

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:				
Cash	\$ 97,891	\$ 90,552	\$ 85,785	\$ 274,228
Investments	16,501,450	12,928,002	13,229,446	42,658,898
Total assets	16,599,341	13,018,554	13,315,231	42,933,126
Net Assets Held in Trust for Pension Benefits	\$ 16,599,341	\$ 13,018,554	\$ 13,315,231	\$ 42,933,126
	General Government Pension Fund	Board of Education Pension Fund	Police Pension Fund	Pension Trust Funds
Additions:				
Contributions:				
Employer	\$ 759,126	\$ 876,860	\$ 505,605	\$ 2,141,591
Employee	170,456	155,439	133,873	459,768
Total contributions	929,582	1,032,299	639,478	2,601,359
Investment income:				
Interest and dividends	36	11	38	85
Net increase in fair value of investments	3,273,047	2,537,170	2,653,902	8,464,119
Total investment gain	3,273,083	2,537,181	2,653,940	8,464,204
Less investment expenses:				
Investment management fees	(26,842)	(20,923)	(21,533)	(69,298)
Custodian fees	(72,702)	(56,269)	(59,455)	(188,426)
Net investment gain	3,173,539	2,459,989	2,572,952	8,206,480
Total additions	4,103,121	3,492,288	3,212,430	10,807,839
Deductions:				
Benefit	1,072,008	705,305	1,095,993	2,873,306
Administration	33,888	30,759	27,551	92,198
Total deductions	1,105,896	736,064	1,123,544	2,965,504
Net Change in Net Assets	2,997,225	2,756,224	2,088,886	7,842,335
Net Assets at Beginning of Year	13,602,116	10,262,330	11,226,345	35,090,791
Net Assets at End of Year	\$ 16,599,341	\$ 13,018,554	\$ 13,315,231	\$ 42,933,126

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 \$31,257,332.

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, 2011 the Town has recorded in the General Fund (Exhibit IV) intergovernmental revenue schools and schools expenditures in the amount of \$4,968,690 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
	<hr/> <hr/>

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, 2011, plan members contributed \$858,567 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 \$1,895,100 were made in accordance with actuarially determined requirements. Of this amount, \$638,706 represents premium payments, \$351,294 represents implicit rate subsidy and \$905,100 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)	\$ 1,611,000
Interest on net OPEB obligation	(33,932)
Adjustment to annual required contribution	<u>27,439</u>
Annual OPEB cost (expense)	1,604,507
Contributions made	<u>1,895,100</u>
Increase in net OPEB asset	(290,593)
Net OPEB asset, beginning of year	<u>(452,428)</u>
Net OPEB Asset, End of Year	<u><u>\$ (743,021)</u></u>

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)
6/30/09	\$ 1,666,386	\$ 1,726,500	103.61%	\$ (318,804)
6/30/10	1,761,276	1,894,900	107.59	(452,428)
6/30/11	1,604,507	1,895,100	118.11	(743,021)

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, 2011 was 30 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:

<u>Plan Year</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>
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, 2011.

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 2011, total claims expense of \$8,340,166 was incurred, which represent claims processed and an estimate for claims incurred but not reported as of June 30, 2011.

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, 2011 of \$1,573,534.

Premium payments are reported as interfund services provided and used 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, 2011 and 2010, is presented below:

	<u>Accrued Liability Beginning of Fiscal Year</u>		<u>Current Year Claims and Changes in Estimates</u>		<u>Accrued Liability Claim Payments</u>		<u>Accrued Liability End of Fiscal Year</u>
2009-10	\$ 1,175,639	\$	9,048,608	\$	8,507,764	\$	1,716,483
2010-11	1,716,483		8,340,166		8,483,115		1,573,534

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 \$85,000 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 17 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 17 fiscal years. This estimate is subject to changes that may result from inflation, technological changes or regulatory changes.

TOWN OF SIMSBURY, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

6. SUBSEQUENT EVENTS

On August 4, 2011, the Town issued General Obligation Refunding Bonds, 2011 Series B for \$5,000,000 to advance refund a portion of the Town's outstanding General Obligation Bonds, Issue of 2003 maturing on and after January 15, 2015 in the aggregate principal amount of \$4,815,000. The bonds bear an interest rate of 2% and mature on January 15, 2018.

**Required
Supplementary
Information**

TOWN OF SIMSBURY, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION - PENSION TRUST FUNDS

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>General Government</i>							
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%
7/1/2009	6/30/2011	14,497,423	19,472,317	4,974,894	74.45%	6,279,542	79.22%
<i>Police</i>							
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%
7/1/2009	6/30/2011	12,005,104	15,088,590	3,083,486	79.56%	2,643,805	116.63%
<i>Board of Education</i>							
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%
7/1/2009	6/30/2011	10,561,198	15,949,914	5,388,716	66.21%	7,421,437	72.61%

Schedule of Employer Contributions

Year Ended	General Government		Police		Board of Education	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
6/30/2011	\$ 759,126	100.00%	\$ 505,605	100.00%	\$ 876,860	100.00%
6/30/2010	586,140	100.00%	393,136	100.00%	706,849	100.00%
6/30/2009	544,651	100.00%	381,438	100.00%	705,973	100.00%
6/30/2008	549,783	100.00%	386,131	100.00%	697,968	100.00%
6/30/2007	499,353	100.00%	380,508	100.00%	619,560	100.00%
6/30/2006	457,749	100.00%	275,641	100.00%	514,729	100.00%

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

<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>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
7/1/2009	6/30/2011	1,747,000	17,565,000	15,818,000	9.95%	n/a	n/a

Schedule of Employer Contributions

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
6/30/2011	\$ 1,611,000	1.181 %
6/30/2010	1,766,300	1.076
6/30/2009	1,670,800	1.033
6/30/2008	2,067,900	1.066
6/30/2007	1,968,000	1.066

June 30, 2007 was the transition year. Information in this schedule is presented for five 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, 2011 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2010

	2011				2010	
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)		Actual Amounts (Budgetary Basis)
	Original	Final				
Property Taxes:						
Current year taxes	\$ 77,916,447	\$ 77,916,447	\$ 78,776,305	\$ 859,858	\$ 77,596,361	
Prior year's taxes	330,000	330,000	471,464	141,464	319,852	
Interest and lien fees	250,000	250,000	300,637	50,637	296,067	
Total property taxes	<u>78,496,447</u>	<u>78,496,447</u>	<u>79,548,406</u>	<u>1,051,959</u>	<u>78,212,280</u>	
Intergovernmental Revenues:						
State of Connecticut:						
Office of Policy and Management:						
Property tax relief:						
Disabled	1,204	1,204	1,405	201	1,204	
Property tax relief - elderly	59,669	59,669	65,379	5,710	59,669	
Additional veterans	4,455	4,455	4,218	(237)	4,455	
Manufacturer's inventory	83,997	83,997	62,846	(21,151)	83,997	
Boat registration			7,553	7,553	4,621	
Department of Education:						
Education equalization grant	5,367,517	5,367,517	4,673,009	(694,508)	4,629,106	
Education stabilization - ARRA			765,757	765,757	765,757	
School transportation	100,602	100,602	78,957	(21,645)	74,588	
Adult education	8,862	8,862	11,208	2,346	9,967	
Nonpublic schools - transportation	36,420	36,420	22,948	(13,472)	39,590	
Miscellaneous:						
State-owned property	118,245	118,245	118,923	678	124,599	
Telephone access line grant	98,337	98,337	69,018	(29,319)	80,024	
Solid waste	135,000	135,000	255,601	120,601	135,361	
Pequot casino revenue	46,137	46,137	31,909	(14,228)	31,274	
Services Town of Canton	22,006	22,006	21,500	(506)	31,285	
Homeland Security grant			79,993	79,993	20,881	
Airport grant				-	7,063	
Department of Justice grant				-	94,952	
Open Space grant				-	185,000	
Steap grant				-	200,000	
Other			88,255	88,255	123,314	
Housing Authority in lieu of taxes	8,713	8,713	25,792	17,079	18,164	
Total intergovernmental revenues	<u>6,091,164</u>	<u>6,091,164</u>	<u>6,384,271</u>	<u>293,107</u>	<u>6,724,871</u>	
Investment income	100,000	100,000	142,941	42,941	71,648	
Charges for Goods and Services:						
Conveyance tax receipts	451,000	451,000	231,368	(219,632)	415,767	
Town clerk recording fees	134,000	134,000	146,678	12,678	134,239	
Town clerk farmland preservation fees	5,000	5,000	6,796	1,796	4,703	
Tax collector - fire district supplies, etc.	6,500	6,500	6,500	-	6,500	
Police department - emergency reporting	35,801	35,801	34,588	(1,213)	35,768	
Elderly/handicapped transportation	5,300	5,300	7,574	2,274	6,814	
Library fines and fees	55,134	55,134	50,910	(4,224)	49,062	
War Memorial pool	14,000	14,000	8,792	(5,208)	13,795	
Education - tuition for regular education	90,405	90,405	139,855	49,450	108,186	
Education - school rentals	60,000	60,000	110,358	50,358	109,831	
Community gardens	1,500	1,500	2,950	1,450	2,625	
Registrars revenue			2,177	2,177		
World skate	80,000	80,000	81,000	1,000	80,000	
Total charges for goods and services	<u>938,640</u>	<u>938,640</u>	<u>829,546</u>	<u>(109,094)</u>	<u>967,290</u>	

(Continued on next page)

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, 2011 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2010

	2011			Variance with Final Budget Positive (Negative)	2010
	Budgeted Amounts		Actual Amounts (Budgetary Basis)		Actual Amounts (Budgetary Basis)
	Original	Final			
Rental of Town-Owned Property:					
Eno Memorial Hall	\$ 5,000	\$ 5,000	\$ 2,748	\$ (2,252)	\$ 4,161
Licenses and Permits:					
Sporting licenses	450	450	244	(206)	255
Land use commission	11,000	11,000	10,782	(218)	8,585
Engineering department fees	1,000	1,000	931	(69)	732
Police department fees	2,400	2,400	5,895	3,495	5,480
Building department fees	390,000	390,000	245,007	(144,993)	394,080
Total licenses and permits	<u>404,850</u>	<u>404,850</u>	<u>262,859</u>	<u>(141,991)</u>	<u>409,132</u>
Other Local Revenues:					
General Government			81,577	81,577	2,225
Central administration miscellaneous	137,000	137,000	150,257	13,257	116,218
Finance department miscellaneous				-	17,250
Tax department miscellaneous				-	950
Town clerk miscellaneous	40,000	40,000	59,050	19,050	57,452
Public Safety			5,300	5,300	6,004
Police accident reports, parking tickets, etc.	10,300	10,300	10,762	462	9,107
Police department miscellaneous			8,536	8,536	7,034
Planning and Development				-	12,722
Building department miscellaneous			40	40	50
Facilities Management				-	2,803
Public works miscellaneous				-	28,760
Social Services				-	456
Culture and Recreation				-	2,265
Library Hartford Foundation Grant			30,672	30,672	50,438
Insurance refunds			175,808	175,808	3,834
Board of Education miscellaneous	5,000	5,000	7,149	2,149	38,199
Total other local revenues	<u>192,300</u>	<u>192,300</u>	<u>529,151</u>	<u>336,851</u>	<u>355,767</u>
Assessments:					
Water assessments			3,031	3,031	3,390
Total Revenues	<u>86,228,401</u>	<u>86,228,401</u>	<u>87,702,953</u>	<u>1,474,552</u>	<u>86,748,539</u>
Other Financing Sources:					
Transfers from other funds:					
Public Safety Program	10,000	10,000		(10,000)	16,429
Capital Project Fund			42,679	42,679	84,506
Total other financing sources	<u>10,000</u>	<u>10,000</u>	<u>42,679</u>	<u>32,679</u>	<u>100,935</u>
Total Revenues and Other Financing Sources	<u>\$ 86,238,401</u>	<u>\$ 86,238,401</u>	<u>\$ 87,745,632</u>	<u>\$ 1,507,231</u>	<u>\$ 86,849,474</u>

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, 2011 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2010

	2011				2010	
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)	Actual Amounts (Budgetary Basis)	
	Original	Final				
General Government:						
Central administration	\$ 455,673	\$ 452,789	\$ 452,657	\$ 132	\$ 858,742	
Administration services	60,843	60,843	59,494	1,349	59,668	
Board of Finance	8,984	6,724	6,075	649	5,655	
Land use commission	31,751	20,557	19,529	1,028	16,890	
Economic development commission	54,700	54,716	54,490	226	46,783	
Historic district commission	2,300	2,311	67	2,244	1,421	
Public building committee	3,418	3,471	2,239	1,232	2,291	
Police commission	348	355		355		
Beautification	4,600	5,135	5,135	-	4,702	
Tourism committee	2,515	1,260	462	798	2,072	
Elections	106,293	110,680	110,681	(1)	99,280	
Finance department	311,731	337,765	337,772	(7)	306,682	
Tax collector	159,931	162,316	161,188	1,128	154,841	
Assessors	162,814	165,465	164,803	662	181,686	
Data processing	128,396	130,381	130,380	1	124,832	
Auditors	31,975	31,975	31,975	-	30,825	
Legal	204,732	127,732	127,591	141	163,573	
Town clerk	189,717	195,157	195,158	(1)	187,856	
Probate court	3,005	3,005	2,775	230	5,450	
Transportation	7,860	7,860	7,330	530	6,676	
Miscellaneous	3,800	3,800	3,112	688	3,293	
Total general government	<u>1,935,386</u>	<u>1,884,297</u>	<u>1,872,913</u>	<u>11,384</u>	<u>2,263,218</u>	
Planning and Development:						
Director of community development	201,636	224,962	229,898	(4,936)	237,582	
Planning department	137,639	152,362	139,119	13,243	140,013	
Building department	142,595	147,585	139,861	7,724	197,950	
Engineering	159,835	162,859	162,068	791	207,380	
Total planning and development	<u>641,705</u>	<u>687,768</u>	<u>670,946</u>	<u>16,822</u>	<u>782,925</u>	
Public Safety:						
Police	3,899,544	3,885,232	3,879,015	6,217	3,862,620	
Civil preparedness	16,563	28,026	28,026	-	1,780	
Total public safety	<u>3,916,107</u>	<u>3,913,258</u>	<u>3,907,041</u>	<u>6,217</u>	<u>3,864,400</u>	
Facility Management:						
General administration	195,479	162,760	161,914	846	205,071	
Building and grounds	636,858	847,097	837,213	9,884	711,088	
Highway department	2,537,413	2,617,228	2,616,790	438	2,523,723	
Landfill	176,000	191,237	187,902	3,335	175,879	
Total facility management	<u>3,545,750</u>	<u>3,818,322</u>	<u>3,803,819</u>	<u>14,503</u>	<u>3,615,761</u>	

(Continued on next page)

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, 2011 WITH COMPARATIVE ACTUAL AMOUNTS
FOR THE YEAR ENDED JUNE 30, 2010

	2011				Variance with Final Budget Positive (Negative)	2010 Actual Amounts (Budgetary Basis)
	Budgeted Amounts		Actual Amounts (Budgetary Basis)			
	Original	Final				
Culture and Recreation:						
Library	\$ 1,348,523	\$ 1,398,442	\$ 1,397,444	\$ 998	\$ 1,394,933	
Recreation	73,592	198,155	198,155	-	320,083	
Town parks and open space	604,796	947,058	945,325	1,733	632,206	
Total culture and recreation	<u>2,026,911</u>	<u>2,543,655</u>	<u>2,540,924</u>	<u>2,731</u>	<u>2,347,222</u>	
Health and Welfare:						
Health department	100,364	100,364	100,364	-	100,551	
Social services administration	172,711	175,205	174,877	328	183,019	
Elderly services outreach	139,244	141,802	141,614	188	137,955	
Transportation	108,370	108,370	108,370	-	166,685	
Total health and welfare	<u>520,689</u>	<u>525,741</u>	<u>525,225</u>	<u>516</u>	<u>588,210</u>	
Fringe Benefits and Insurance:						
Social Security	690,264	642,395	642,049	346	647,298	
Town general liability insurance	351,532	402,916	402,916	-	565,625	
Employee group insurance	2,408,163	2,479,381	2,479,070	311	2,329,663	
Unemployment reserve	38,129	33,109	33,109	-	13,868	
Pensions	1,131,580	1,117,993	1,117,993	-	870,002	
Total fringe benefits and insurance	<u>4,619,668</u>	<u>4,675,794</u>	<u>4,675,137</u>	<u>657</u>	<u>4,426,456</u>	
Board of Education	<u>61,830,492</u>	<u>61,830,492</u>	<u>61,820,467</u>	<u>10,025</u>	<u>61,362,608</u>	
Special Projects						
Unnegotiated salary and benefits	<u>190,810</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Debt Service:						
Principal	4,840,000	4,840,000	4,840,000	-	4,815,000	
Interest	1,212,606	1,212,606	1,212,606	-	1,299,025	
Total debt service	<u>6,052,606</u>	<u>6,052,606</u>	<u>6,052,606</u>	<u>-</u>	<u>6,114,025</u>	
Other Financing Uses:						
Transfers to other funds	<u>958,277</u>	<u>1,008,226</u>	<u>978,914</u>	<u>29,312</u>	<u>806,050</u>	
Total Expenditures and Other Financing Uses	<u>\$ 86,238,401</u>	<u>\$ 86,940,159</u>	<u>\$ 86,847,992</u>	<u>\$ 92,167</u>	<u>\$ 86,170,875</u>	

**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, 2011**

	<u>Original Appropriation</u>	<u>Amended Appropriation</u>	<u>Actual Expenditures and Encumbrances</u>	<u>Variance Favorable (Unfavorable)</u>
General control	\$ 1,859,078	\$ 1,859,078	\$ 1,853,462	\$ 5,616
Instruction	37,843,792	37,843,792	37,958,136	(114,344)
Health education	533,755	533,755	610,538	(76,783)
Transportation	2,278,575	2,278,575	2,202,651	75,924
Operation of school plant	4,980,175	4,980,175	4,920,631	59,544
Maintenance of schools	861,683	861,683	937,429	(75,746)
Fixed charges	11,055,639	11,055,639	10,854,696	200,943
Food services	6,890	6,890	6,889	1
Student activities	419,281	419,281	482,233	(62,952)
Community service	34,000	34,000	27,229	6,771
Additional equipment	388,000	388,000	395,987	(7,987)
Tuition to other schools	1,050,000	1,050,000	1,051,707	(1,707)
Nonpublic schools	<u>519,624</u>	<u>519,624</u>	<u>518,879</u>	<u>745</u>
Subtotal	61,830,492	61,830,492	61,820,467	10,025
Transfers to CNR	<u>531,551</u>	<u>531,551</u>	<u>531,551</u>	<u>-</u>
Total Expenditures	<u>\$ 62,362,043</u>	<u>\$ 62,362,043</u>	<u>\$ 62,352,018</u>	<u>\$ 10,025</u>

TOWN OF SIMSBURY, CONNECTICUT
CAPITAL PROJECT FUND
SCHEDULE OF EXPENDITURES COMPARED WITH APPROPRIATIONS
FOR THE YEAR ENDED JUNE 30, 2011

	Appropriations			Expenditures			Uncommitted
	Balance	Current	Balance	Balance	Current	Balance	Balance
	June 30, 2010	Year	June 30, 2011	June 30, 2010	Year	June 30, 2011	June 30, 2011
Sewer extension projects:							
Project 2008	\$ 260,000	\$	\$ 260,000	\$ 260,000	\$	\$ 260,000	\$ -
Project 2010	260,000		260,000	22,215	2,136	24,351	235,649
Town projects:							
Townwide computer technology	330,000		330,000	330,000		330,000	-
Economic Development Fund 5/02	151,893		151,893	151,893		151,893	-
Sewer Rehab - Church & Elm Street 5/04	82,500		82,500	82,500		82,500	-
Library Expansion Design Services 3/05	200,000		200,000	197,063	2,937	200,000	-
Greenway 5/05	750,000		750,000	750,000		750,000	-
Park Improvements 5/06	450,000		450,000	450,000		450,000	-
Library Expansion 5/06	6,100,000		6,100,000	5,857,470	60,353	5,917,823	182,177
Gertsen Land Purchase 5/08	720,000		720,000	720,000	1,523	721,523	(1,523)
Triangle Land Purchase 5/08	2,750,000		2,750,000	1,029,664	575,022	1,604,686	1,145,314
Streetscape 10/167 5/08	325,000		325,000	106,063	7,900	113,963	211,037
Eno Hall Improvements 5/08	1,000,000		1,000,000	504,746	123,798	628,544	371,456
Water Extensions 5/08	170,000		170,000	14,959	83,493	98,452	71,548
South Pump Station Rehab 5/08	450,000		450,000	450,000		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		22,723	22,723	647,277
Paving Management 5/10	2,400,000		2,400,000		825,872	825,872	1,574,128
Education projects:							
Simsbury High School Addition & Alteration 5/02	43,178,567		43,178,567	36,224,368	(11,577)	36,212,791	6,965,776
Modular Classrooms 5/02	340,000		340,000	331,484		331,484	8,516
System Window Treatment Project 5/02	220,000		220,000	220,000		220,000	-
SHS Auditorium Improvement 5/04	712,499		712,499	712,499		712,499	-
System HVAC/Boiler Replacement 5/05	500,000		500,000	500,000		500,000	-
Computer technology improv 5/06	450,000		450,000	413,934	26,402	440,336	9,664
Tariffville expansion project 5/06	6,200,000		6,200,000	5,878,371	221,842	6,100,213	99,787
System Telecommunications, Security Lighting Upgrade 5/08	420,000		420,000	415,023	4,977	420,000	-
HVAC Boiler replacement 5/08	700,000		700,000	7,577	98,030	105,607	594,393
Tootin Hills roof replacement	1,257,500		1,257,500	1,020,645	12,078	1,032,723	224,777
Squadron Line generator 5/09	150,000		150,000	10,393	106,453	116,846	33,154
Central School brownstone 5/09	120,000		120,000	120,000		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	-	29,401	29,401	1,248,099
District Network Infrastructure 5/10	450,000		450,000	52,077	242,230	294,307	155,693
Totals	\$ 73,695,459	\$ -	\$ 73,695,459	\$ 57,482,944	\$ 2,435,593	\$ 59,918,537	\$ 13,776,922

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, 2011

Special Revenue Funds

	<u>Residential Rental Properties</u>	<u>Animal Control</u>	<u>Simsbury Farms Fund</u>	<u>General Government Program Fund</u>	<u>Public Safety Program Fund</u>	<u>Planning & Development Program Fund</u>	<u>Facilities Management Program Fund</u>
ASSETS							
Cash and cash equivalents	\$ 85,762	\$ 23,216	\$ 96,482	\$ 148,198	\$ 286,091	\$ 377,085	\$ 683,266
Investments							
Receivables:							
Accounts					16,050	40,280	
Due from other governments							
Inventories							
Total Assets	<u>\$ 85,762</u>	<u>\$ 23,216</u>	<u>\$ 96,482</u>	<u>\$ 148,198</u>	<u>\$ 302,141</u>	<u>\$ 417,365</u>	<u>\$ 683,266</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 3,194	\$ 167	\$ 36,302	\$ 1,126	\$	\$ 54,079	\$ 27,150
Due to other funds							
Deferred revenue					69	38,565	
Total liabilities	<u>3,194</u>	<u>167</u>	<u>36,302</u>	<u>1,126</u>	<u>69</u>	<u>92,644</u>	<u>27,150</u>
Fund balances:							
Reserved for:							
Nonspendable							
Restricted							592,635
Committed	82,568	23,049	60,180	147,072	302,072	324,721	63,481
Total fund balances	<u>82,568</u>	<u>23,049</u>	<u>60,180</u>	<u>147,072</u>	<u>302,072</u>	<u>324,721</u>	<u>656,116</u>
Total Liabilities and Fund Balances	<u>\$ 85,762</u>	<u>\$ 23,216</u>	<u>\$ 96,482</u>	<u>\$ 148,198</u>	<u>\$ 302,141</u>	<u>\$ 417,365</u>	<u>\$ 683,266</u>

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

JUNE 30, 2011

	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	
ASSETS							
Cash and cash equivalents	\$ 189,989	\$ 119,210	\$ 33,740	\$ 285,595	\$ 338,167	\$ 693,311	\$ 3,360,112
Investments			308,063				308,063
Receivables:							
Accounts							56,330
Due from other governments			203,831	27,163	181,598	161,341	573,933
Inventories				34,420			34,420
Total Assets	\$ 189,989	\$ 119,210	\$ 545,634	\$ 347,178	\$ 519,765	\$ 854,652	\$ 4,332,858
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 2,904	\$ 19,875	\$ 2,400	\$ 5,531	\$ 111,100	\$ 242,102	\$ 505,930
Due to other funds			98,311		379,617		477,928
Deferred revenue	3,189				29,048		70,871
Total liabilities	6,093	19,875	100,711	5,531	519,765	242,102	1,054,729
Fund balances:							
Reserved for:							
Nonspendable				34,420			34,420
Restricted	38,281		378,601				1,009,517
Committed	145,615	99,335	66,322	307,227		612,550	2,234,192
Total fund balances	183,896	99,335	444,923	341,647	-	612,550	3,278,129
Total Liabilities and Fund Balances	\$ 189,989	\$ 119,210	\$ 545,634	\$ 347,178	\$ 519,765	\$ 854,652	\$ 4,332,858

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011**

	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	\$	\$	\$	\$ 3,000	\$ 89,090	\$	\$ 183,109
Charges for goods and services	50,936		1,729,733	48,762	246,618	130,185	
Licenses and permits		16,881					
Investment income				32		194	63
Other					11,600	3,749	108,234
Total revenues	<u>50,936</u>	<u>16,881</u>	<u>1,729,733</u>	<u>51,794</u>	<u>347,308</u>	<u>134,128</u>	<u>291,406</u>
Expenditures							
Current operating:							
General government				22,855			
Planning and development						191,270	
Public safety		76,057			177,971		
Facility management	28,153						276,947
Culture and recreation			1,809,672				
Health and welfare							
Education							
Capital outlay					90,136		
Debt service	8,522						
Total expenditures	<u>36,675</u>	<u>76,057</u>	<u>1,809,672</u>	<u>22,855</u>	<u>268,107</u>	<u>191,270</u>	<u>276,947</u>
Excess (Deficiency) of Revenues over Expenditures	<u>14,261</u>	<u>(59,176)</u>	<u>(79,939)</u>	<u>28,939</u>	<u>79,201</u>	<u>(57,142)</u>	<u>14,459</u>
Other Financing Sources (Uses):							
Transfers in		42,920		4,096	67,500		
Transfers out			(26,410)				
Total other financing sources (uses)	<u>-</u>	<u>42,920</u>	<u>(26,410)</u>	<u>4,096</u>	<u>67,500</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	14,261	(16,256)	(106,349)	33,035	146,701	(57,142)	14,459
Fund Balances at Beginning of Year	<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>
Fund Balances at End of Year	<u>\$ 82,568</u>	<u>\$ 23,049</u>	<u>\$ 60,180</u>	<u>\$ 147,072</u>	<u>\$ 302,072</u>	<u>\$ 324,721</u>	<u>\$ 656,116</u>

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**TOWN OF SIMSBURY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2011**

	<u>Special Revenue Funds</u>				<u>Capital Project Funds</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Health & Welfare Program Fund</u>	<u>Culture & Recreation Program Fund</u>	<u>Board of Education Program Fund</u>	<u>Cafeteria</u>	<u>State and Federal Education Grants</u>	<u>Capital and Nonrecurring Expenditures Fund</u>	
Revenues:							
Intergovernmental	\$ 56,383			\$ 240,268	\$ 3,316,064	\$ 147,405	\$ 4,035,319
Charges for goods and services			318,570	982,451			3,507,255
Licenses and permits							16,881
Investment income			62,941	1,409		3	64,642
Other	194,566	42,054	26,693				386,896
Total revenues	<u>250,949</u>	<u>42,054</u>	<u>408,204</u>	<u>1,224,128</u>	<u>3,316,064</u>	<u>147,408</u>	<u>-</u>
Expenditures							
Current operating:							
General government							22,855
Planning and development							191,270
Public safety							254,028
Facility management							305,100
Culture and recreation		36,430					1,846,102
Health and welfare	196,753						196,753
Education			356,588	1,182,121	3,316,064		4,854,773
Capital outlay						850,026	940,162
Debt service							8,522
Total expenditures	<u>196,753</u>	<u>36,430</u>	<u>356,588</u>	<u>1,182,121</u>	<u>3,316,064</u>	<u>850,026</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>54,196</u>	<u>5,624</u>	<u>51,616</u>	<u>42,007</u>	<u>-</u>	<u>(702,618)</u>	<u>-</u>
Other Financing Sources (Uses):							
Transfers in						854,919	(26,410)
Transfers out							26,410
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>854,919</u>	<u>-</u>
Net Change in Fund Balances	54,196	5,624	51,616	42,007	-	152,301	-
Fund Balances at Beginning of Year	129,700	93,711	393,307	299,640	-	460,249	-
Fund Balances at End of Year	<u>\$ 183,896</u>	<u>\$ 99,335</u>	<u>\$ 444,923</u>	<u>\$ 341,647</u>	<u>\$ -</u>	<u>\$ 612,550</u>	<u>\$ -</u>

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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, 2011

	<u>Residential Rental Properties</u>				<u>Animal Control</u>				<u>Simsbury Farms Fund</u>			
	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>			<u>Original</u>	<u>Final</u>			<u>Original</u>	<u>Final</u>		
Revenues:												
Charges for goods and services	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Rental of town-owned property	33,897	33,897	50,936	17,039					1,800,112	1,800,112	1,708,002	(92,110)
Local revenue					33,434	33,434	16,881	(16,553)	18,000	18,000	21,731	3,731
Total revenues	<u>33,897</u>	<u>33,897</u>	<u>50,936</u>	<u>17,039</u>	<u>33,434</u>	<u>33,434</u>	<u>16,881</u>	<u>(16,553)</u>	<u>1,818,112</u>	<u>1,818,112</u>	<u>1,729,733</u>	<u>(88,379)</u>
Expenditures:												
Current:												
Public safety					76,354	76,354	76,057	297				
Facility management	25,375	25,375	28,153	(2,778)								
Culture and recreation									1,791,702	1,791,702	1,809,672	(17,970)
Debt service	8,522	8,522	8,522	-								
Total expenditures	<u>33,897</u>	<u>33,897</u>	<u>36,675</u>	<u>(2,778)</u>	<u>76,354</u>	<u>76,354</u>	<u>76,057</u>	<u>297</u>	<u>1,791,702</u>	<u>1,791,702</u>	<u>1,809,672</u>	<u>(17,970)</u>
Excess (Deficiency) of Revenues over Expenditures	-	-	14,261	14,261	(42,920)	(42,920)	(59,176)	(16,256)	26,410	26,410	(79,939)	(106,349)
Other Financing Sources (Uses):												
Transfers from other funds					42,920	42,920	42,920	-				
Transfers to other funds									(26,410)	(26,410)	(26,410)	-
Net other financing sources (uses)	-	-	-	-	42,920	42,920	42,920	-	(26,410)	(26,410)	(26,410)	-
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	14,261	<u>\$ 14,261</u>	<u>\$ -</u>	<u>\$ -</u>	(16,256)	<u>\$ (16,256)</u>	<u>\$ -</u>	<u>\$ -</u>	(106,349)	<u>\$ (106,349)</u>
Fund Balances at Beginning of Year			68,307				39,305				166,529	
Fund Balances at End of Year			<u>\$ 82,568</u>				<u>\$ 23,049</u>				<u>\$ 60,180</u>	

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TOWN OF SIMSBURY, CONNECTICUT

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

FOR THE YEAR ENDED JUNE 30, 2011

	Appropriations			Expenditures			Designated for Specific Projects June 30, 2011
	Balance July 1, 2010	Current Year	Balance June 30, 2011	Balance July 1, 2010	Current Year	Balance June 30, 2011	
Revaluation	\$ 541,500	\$	\$ 541,500	\$ 194,413	\$	\$ 194,413	\$ 347,087
Firetown bridge design	27,956		27,956	27,956		27,956	-
Technology Needs Assessment	36,499		36,499	36,499		36,499	-
Replace mobile data terminals - Police	38,992		38,992	38,992		38,992	-
New phone system - Town Offices	54,480		54,480	54,480		54,480	-
Scout Hall improvements	29,312		29,312	29,312		29,312	-
Bikeway improvements	80,000		80,000	80,000		80,000	-
Tariffville gazebo	75,000		75,000	75,000		75,000	-
Architectural services - Simsbury Farms	39,692		39,692	39,692		39,692	-
Road improvements	160,957		160,957	160,957		160,957	-
Maintenance vehicle	37,000		37,000	37,000		37,000	-
Ceiling/flooring replacement	105,000		105,000	105,000		105,000	-
Interior building renovations	88,000		88,000	88,000		88,000	-
Plumbing modification	60,000		60,000	60,000		60,000	-
Equip. instruct/non-instruct	119,998		119,998	119,998		119,998	-
Town offices improvements	46,000		46,000	18,345	27,655	46,000	-
Highway - connect to sanitary sewers	105,000		105,000	-	64,439	64,439	40,561
Bikeway improvements	72,500		72,500	72,500		72,500	-
Curtiss field improvements	75,000		75,000	72,896	2,724	75,620	(620)
Simsbury Farms repairs	40,000		40,000	15,600	24,319	39,919	81
Golf utility vehicle	26,500		26,500	24,351	1,610	25,961	539
Road improvements	161,341		161,341	13,937	147,404	161,341	-
Maintenance vehicle	40,000		40,000	36,467	3,533	40,000	-
Buses	240,000		240,000	211,894	7,307	219,201	20,799
Ceiling/flooring replacement	75,000	(35)	74,965	39,399	35,566	74,965	-
Interior building renovations	68,000		68,000	41,447	26,553	68,000	-
Plumbing modification	25,000		25,000	20,785	4,215	25,000	-
Equip. instruct/non-instruct	95,000		95,000	10,979	84,021	95,000	-
Engineering -Design Services		35,000	35,000		16,290	16,290	18,710
TOB Parking Lot Resurfacing		125,000	125,000		-	-	125,000
Eno Memorial Hall-Consultant		35,000	35,000		6,567	6,567	28,433
Road Improvements		158,925	158,925		158,925	158,925	-
Design Services		90,000	90,000		90,000	90,000	-
Simsbury Farms Improvements		30,000	30,000		26,268	26,268	3,732
Simsbury Farms Golf Complex Improvement		30,000	30,000		28,327	28,327	1,673
SF Golf Course Tech & Program Equipment		20,000	20,000		20,000	20,000	-
BOE Interior Building Renovations		68,000	68,000		7,490	7,490	60,510
BOE Plumbing Modifications		80,000	80,000		29,992	29,992	50,008
Buses		80,000	80,000		20,799	20,799	59,201
BOE Equipment Instruction/Non-Instruction		40,000	40,000		1,363	1,363	38,637
BOE Ceiling/Flooring Replacemen		70,000	165,000		14,659	25,638	139,362
Totals	\$ 2,658,727	\$ 861,890	\$ 3,520,617	\$ 1,736,878	\$ 850,026	\$ 2,586,904	\$ 933,713

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, 2011

	Governmental Activities			Total
	Internal Service Funds			
	PPO	Dental	HMO	
Assets:				
Current assets:				
Cash and cash equivalents	\$ 2,140,993	\$ 636,282	\$ 1,964,134	\$ 4,741,409
Liabilities:				
Noncurrent liabilities:				
Accounts payable	429,140	36,355	324,170	789,665
Claim incurred but not reported	681,146	63,752	828,636	1,573,534
Total noncurrent liabilities	<u>1,110,286</u>	<u>100,107</u>	<u>1,152,806</u>	<u>2,363,199</u>
Net Assets:				
Unrestricted	<u>\$ 1,030,707</u>	<u>\$ 536,175</u>	<u>\$ 811,328</u>	<u>\$ 2,378,210</u>

TOWN OF SIMSBURY, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET ASSETS - PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2011

	Governmental Activities			
	Internal Service Funds			
	PPO	Dental	HMO	Total
Operating Revenues:				
Charges for services	\$ 3,501,011	\$ 607,348	\$ 5,405,258	\$ 9,513,617
Intergovernmental	208,822		299,334	508,156
Total operating revenues	<u>3,709,833</u>	<u>607,348</u>	<u>5,704,592</u>	<u>10,021,773</u>
Operating Expenses:				
Claims incurred	3,225,164	487,125	4,627,877	8,340,166
Administration and stop loss insurance fees	618,677	36,355	652,992	1,308,024
Total operating expenses	<u>3,843,841</u>	<u>523,480</u>	<u>5,280,869</u>	<u>9,648,190</u>
Change in Net Assets	(134,008)	83,868	423,723	373,583
Net Assets at Beginning of Year	<u>1,164,715</u>	<u>452,307</u>	<u>387,605</u>	<u>2,004,627</u>
Net Assets at End of Year	<u>\$ 1,030,707</u>	<u>\$ 536,175</u>	<u>\$ 811,328</u>	<u>\$ 2,378,210</u>

TOWN OF SIMSBURY, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2011

	Governmental Activities			
	Internal Service Funds			
	PPO	Dental	HMO	Total
Cash Flows from Operating Activities:				
Receipts from customers and users	\$ 3,709,833	\$ 607,348	\$ 5,704,592	\$ 10,021,773
Payments to employees	<u>(3,776,371)</u>	<u>(491,015)</u>	<u>(4,734,088)</u>	<u>(9,001,474)</u>
Net cash provided by (used in) operating activities	(66,538)	116,333	970,504	1,020,299
Cash and Cash Equivalents at at Beginning of Year	<u>2,207,531</u>	<u>519,949</u>	<u>993,630</u>	<u>3,721,110</u>
Cash and Cash Equivalents at End of Year	<u>\$ 2,140,993</u>	<u>\$ 636,282</u>	<u>\$ 1,964,134</u>	<u>\$ 4,741,409</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating income (loss)	\$ <u>(134,008)</u>	\$ <u>83,868</u>	\$ <u>423,723</u>	\$ <u>373,583</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Change in assets and liabilities:				
Decrease in claims payable	<u>67,470</u>	<u>32,465</u>	<u>546,781</u>	<u>646,716</u>
Total adjustments	<u>67,470</u>	<u>32,465</u>	<u>546,781</u>	<u>646,716</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ (66,538)</u>	<u>\$ 116,333</u>	<u>\$ 970,504</u>	<u>\$ 1,020,299</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, 2011**

	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2011</u>
School Activity Fund				
Assets:				
Cash and short-term investments	\$ <u>855,194</u>	\$ <u>4,921,920</u>	\$ <u>4,795,070</u>	\$ <u>982,044</u>
Liabilities:				
Due to student groups	\$ <u>855,194</u>	\$ <u>4,921,920</u>	\$ <u>4,795,070</u>	\$ <u>982,044</u>
Flex Spending Fund				
Assets:				
Cash and short-term investments	\$ <u>38,843</u>	\$ <u>196,793</u>	\$ <u>194,412</u>	\$ <u>41,224</u>
Liabilities:				
Due to employees	\$ <u>38,843</u>	\$ <u>196,793</u>	\$ <u>194,412</u>	\$ <u>41,224</u>
Total				
Assets:				
Cash and short-term investments	\$ <u>894,037</u>	\$ <u>5,118,713</u>	\$ <u>4,989,482</u>	\$ <u>1,023,268</u>
Liabilities:				
Due to student groups and others	\$ <u>894,037</u>	\$ <u>5,118,713</u>	\$ <u>4,989,482</u>	\$ <u>1,023,268</u>

Other Schedules

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2011**

Grand List Year	Balance July 1, 2010	Current Levy	Lawful Corrections		Transfers to Suspense	Adjusted Taxes	Collections	Interest	Liens	Other Fees	Balance June 30, 2011
			Additions	Deductions							
2009	\$	\$ 79,079,570	\$ 605,962	\$ 336,973	\$ 7,266	\$ 79,341,293	\$ 78,849,769	\$ 162,955	\$ 1,604	\$ 3,229	\$ 491,524
2008	578,189		2,565	22,730	27,945	530,079	340,983	74,488	2,076	9,773	189,096
2007	178,447		229	2,932	3,489	172,255	94,783	32,060	361	1,490	77,472
2006	59,103			944	(1,378)	59,537	14,634	8,585	96	25	44,903
2005	51,366				(543)	51,909	12,591	4,783	48		39,318
2004	24,171				(276)	24,447	5,027	4,955	24		19,420
2003	9,390				(250)	9,640	357	413			9,283
2002	3,265				(692)	3,957	919	607			3,038
2001	2,349			276	(364)	2,437	450	575			1,987
2000	1,991			478	(1,224)	2,737	746	1,279			1,991
1999	8,453			240	(552)	8,765	316	511			8,449
1998	1,618			201	(268)	1,685	67	128			1,618
1997	1,524			1,024	(1,233)	1,733	209	457			1,524
1996	1,481			1,539	(1,828)	1,770	289	690			1,481
1995	1,428				(94)	1,522	94	229			1,428
1994	1,403				1,403	-					-
	\$ <u>924,178</u>	\$ <u>79,079,570</u>	\$ <u>608,756</u>	\$ <u>367,337</u>	\$ <u>31,401</u>	\$ <u>80,213,766</u>	\$ <u>79,321,234</u>	\$ <u>292,715</u>	\$ <u>4,209</u>	\$ <u>14,517</u>	\$ <u>892,532</u>

TOWN OF SIMSBURY, CONNECTICUT

SCHEDULE OF CHANGES IN SEWER USER CHARGES RECEIVABLE

FOR THE YEAR ENDED JUNE 30, 2011

Grand List Year	Balance July 1, 2010	Current Year Charges	Adjustments	Collections	Balance June 30, 2011
2009	\$	\$ 2,472,906	\$ (17,246)	\$ 2,448,492	\$ 7,168
2008	19,912		(320)	18,414	1,178
2007	5,985		(320)	5,025	640
2006	2,388			1,768	620
2005	580				580
2004	400				400
2003	400				400
2002	400				400
2001	340				340
2000	280				280
1999	236				236
1998	216				216
1997	216				216
Totals	\$ <u>31,353</u>	\$ <u>2,472,906</u>	\$ <u>(17,886)</u>	\$ <u>2,473,699</u>	\$ <u>12,674</u>

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN SEWER ASSESSMENT RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2011**

Phases	Balance July 1, 2010	Additions	Principal	Interest	Lien Fees	Balance June 30, 2011
I	\$ 5,255	\$	\$ 1,138	\$ 276	\$ 24	\$ 4,117
II	184,659		44,643	14,540	48	140,016
III		173,606	18,592	251	24	155,014
V	74,257		24,784	4,611	96	49,473
VI	2,938					2,938
VII	398			100		398
VIII	5,613					5,613
O	129,469		34,255	4,547	48	95,214
X	78,267		6,347	2,206		71,920
	<u>\$ 480,856</u>	<u>\$ 173,606</u>	<u>\$ 129,759</u>	<u>\$ 26,531</u>	<u>\$ 240</u>	<u>\$ 524,703</u>

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN WATER ASSESSMENT RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2011**

<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Principal</u>	<u>Interest</u>	<u>Lien Fees</u>	<u>Balance</u> <u>June 30, 2011</u>
\$ 52,721	\$ -	\$ 13,095	48	\$ -	\$ 39,626

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
FOR THE YEAR ENDED JUNE 30, 2011**

Revenue from taxation for the year ended June 30, 2011:

Taxes	\$ 79,321,234
Interest and lien fees	296,924
Total	79,618,158

Reimbursed for:

Tax relief for elderly	65,379
	65,379

Base	\$ 79,683,537
	79,683,537

	General Purpose	Schools	Sewers	Urban Renewal
Debt limitation:				
2-1/4 times base	\$ 179,287,958	\$	\$	\$
4-1/2 times base		358,575,917		
3-3/4 times base			298,813,264	
3-1/4 times base				258,971,495
Total debt limitation	179,287,958	358,575,917	298,813,264	258,971,495
Indebtedness:				
Bonds and loans payable	13,981,197	19,550,000	17,540,653	
Bonds authorized and unissued	3,131,000	8,293,817		
Total indebtedness	17,112,197	27,843,817	17,540,653	-
Debt Limitation in Excess of Outstanding and Authorized Debt	\$ 162,175,761	\$ 330,732,100	\$ 281,272,611	\$ 258,971,495
Total capacity of borrowing (7 times base)		\$ 557,784,759		
Total present indebtedness		62,496,667		
Margin for Additional Borrowing		\$ 495,288,092		

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	81-84
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	85-87
These schedules contain information to help the reader assess the Town’s most significant local revenue source, property taxes	
Debt Capacity	88-90
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	91-92
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	93-95
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.	

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	2011
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	\$ 85,759,693
Unrestricted	10,758,599	23,152,722	19,559,268	17,816,187	27,075,037	18,748,699	20,119,401	22,700,437	24,577,560
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>	<u>\$ 110,337,253</u>

18 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

CHANGES IN NET ASSETS

SINCE INCEPTION OF GASB 34
(Accrual Basis of Accounting)

	FISCAL YEAR								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
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	\$ 2,497,684
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	1,793,475
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	6,339,007
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	8,687,612
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	8,306,430
Health and welfare	571,903	625,983	655,206	670,742	731,067	756,733	868,396	887,619	857,664
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	71,194,609
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	1,514,343
Total Governmental Activities Expenses	<u>71,691,399</u>	<u>74,471,964</u>	<u>79,077,100</u>	<u>82,432,213</u>	<u>88,561,162</u>	<u>113,032,139</u>	<u>95,006,447</u>	<u>99,070,903</u>	<u>101,190,824</u>
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	958,295
Planning and development	324,938	398,793	415,615	432,093	368,307	436,580	369,448	421,092	131,545
Public safety	298,584	254,578	229,646	296,751	416,669	300,355	264,779	366,510	321,284
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	2,938,812
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	1,783,573
Health and welfare	145,821	83,598	113,115	115,407	129,673	101,749	182,981	172,778	16,366
Board of Education	2,891,360	2,813,032	3,156,380	5,166,869	5,186,062	23,489,202	5,835,826	1,536,343	1,558,283
Operating grants and contributions:									
General government			7,000		23,981	76,087	747,425	300,352	21,500
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	98,309
Facility management	137,294	130,252	443,244	245,200	532,835	193,037	1,439,409	694,959	769,341
Culture and recreation	2,189		4,225			10,000			47,358
Health and welfare	14,000	14,000	14,000	14,000	47,054	53,304	53,504	50,367	229,442
Board of Education	3,562,309	3,760,393	4,345,513	5,004,949	5,989,693	8,147,441	8,413,878	14,331,851	14,171,150
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	330,514
Health and welfare								40,000	1,024,843
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	<u>12,486,533</u>	<u>15,100,153</u>	<u>20,312,034</u>	<u>21,939,368</u>	<u>20,596,104</u>	<u>40,332,796</u>	<u>26,435,164</u>	<u>26,948,981</u>	<u>24,400,615</u>
Total Governmental Activities Net Expense	<u>(59,204,866)</u>	<u>(59,371,811)</u>	<u>(58,765,066)</u>	<u>(60,492,845)</u>	<u>(67,965,058)</u>	<u>(72,699,343)</u>	<u>(68,571,283)</u>	<u>(72,121,922)</u>	<u>(76,790,209)</u>
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	79,637,302
Grants and contributions not restricted to specific programs	569,144	452,645	453,215	417,229	446,703	411,508	396,487	396,805	491,076
Unrestricted investment earnings	336,285	324,082	651,665	1,214,833	1,769,925	1,260,912	281,164	144,248	215,881
Other general revenues, net									399,329
Total Primary Government	<u>60,454,074</u>	<u>64,028,805</u>	<u>67,182,768</u>	<u>71,218,299</u>	<u>74,656,319</u>	<u>77,015,427</u>	<u>77,978,802</u>	<u>78,921,094</u>	<u>80,743,588</u>
Change in Net Assets:									
Total Governmental Activities	\$ <u>1,249,208</u>	\$ <u>4,656,994</u>	\$ <u>8,417,702</u>	\$ <u>10,725,454</u>	\$ <u>6,691,261</u>	\$ <u>4,316,084</u>	\$ <u>9,407,519</u>	\$ <u>6,799,172</u>	\$ <u>3,953,379</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
FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund:										
Restricted	\$	\$	\$	\$	\$ 157,873	\$	\$ 65,000	\$ 248,601	\$ 161,737	\$ 3,765
Committed	20,900		165,000		1,547				290,000	324,311
Assigned	453,149	337,901	67,198	82,574	223,626	455,901	534,507	215,567	120,965	351,346
Unassigned	<u>4,229,810</u>	<u>5,808,871</u>	<u>6,399,870</u>	<u>8,007,752</u>	<u>8,887,767</u>	<u>7,605,026</u>	<u>7,644,660</u>	<u>8,000,965</u>	<u>8,679,564</u>	<u>9,577,204</u>
Total General Fund	<u>\$ 4,703,859</u>	<u>\$ 6,146,772</u>	<u>\$ 6,632,068</u>	<u>\$ 8,090,326</u>	<u>\$ 9,270,813</u>	<u>\$ 8,060,927</u>	<u>\$ 8,244,167</u>	<u>\$ 8,465,133</u>	<u>\$ 9,252,266</u>	<u>\$ 10,256,626</u>
All other governmental funds:										
Nonspendable	\$ 34,098	\$ 33,153	\$ 29,901	\$ 35,581	\$ 33,144	\$ 33,787	\$ 39,161	\$ 31,522	\$ 42,047	\$ 34,420
Restricted	326,807	381,737	428,561	493,877	479,451	583,280	622,116	841,806	998,223	1,009,517
Committed							65,000	248,601		2,234,192
Assigned	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	11,328,104
Unassigned		<u>(2,075,922)</u>						<u>(175,476)</u>		
Total All Other Governmental Funds	<u>\$ 6,734,687</u>	<u>\$ 3,587,646</u>	<u>\$ 15,549,399</u>	<u>\$ 11,618,515</u>	<u>\$ 8,589,732</u>	<u>\$ 19,075,955</u>	<u>\$ 12,616,695</u>	<u>\$ 9,738,094</u>	<u>\$ 11,278,677</u>	<u>\$ 14,606,233</u>

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

LAST TEN YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues:										
Property taxes	\$ 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	\$ 79,548,406
Intergovernmental	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	15,798,207
Investment income	600,605	336,286	324,081	651,665	1,214,832	1,769,928	1,260,912	281,164	119,737	215,881
Charges for goods and services	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	4,345,779
Licenses and permits	321,458	402,960	536,831	534,015	464,673	400,740	468,128	363,346	425,563	279,740
Rental of town owned property	7,205	9,163	8,119	10,335	10,023	11,242	7,832	3,816	4,161	2,748
Local revenues	165,824	307,534	150,729	101,324	201,967	374,484	946,858	365,735	355,767	447,574
Assessments	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	2,588,450
Other	998,147	688,370	735,794	1,504,615	1,462,690	1,041,555	1,311,395	787,707	803,687	759,832
Total revenues	68,547,110	73,310,358	79,308,123	88,002,908	93,336,716	94,646,001	117,188,288	104,358,318	105,403,884	103,986,617
Expenditures:										
Current:										
General government	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	1,913,540
Planning and development	949,863	968,935	1,417,243	1,092,928	920,001	899,308	1,015,444	1,517,056	1,213,872	807,450
Public safety	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	4,156,758
Facility management	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	5,893,233
Culture and recreation	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	4,177,239
Health and welfare	489,766	500,717	548,502	561,158	571,064	618,704	634,133	749,436	756,353	721,978
Fringe benefits and insurance	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	4,675,137
Education	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	71,649,955
Special projects		85,948	131,000	28,559	21,000	172,910	176,813	306,883	15,000	
Capital outlay	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	3,375,755
Debit service:										
Principal	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	5,753,087
Interest	738,749	644,788	856,841	1,259,750	1,223,826	1,257,069	1,805,498	1,950,348	1,678,746	1,573,248
Total expenditures	70,597,126	75,014,487	90,959,225	100,006,923	111,364,437	99,550,510	128,792,402	107,199,554	107,697,073	104,697,380
Deficiency of Revenues over Expenditures	(2,050,016)	(1,704,129)	(11,651,102)	(12,004,015)	(18,027,721)	(4,904,509)	(11,604,114)	(2,841,236)	(2,293,189)	(710,763)
Other Financing Sources:										
Proceeds from sales of bonds			24,098,152	5,025,331	4,955,122	10,046,304	4,090,780		4,869,506	5,000,000
Proceeds from loans				4,506,057	11,066,430	4,292,415	1,172,314			42,679
Total other financing sources	-	-	24,098,152	9,531,388	16,021,552	14,338,719	5,263,094	-	4,869,506	5,042,679
Net Change in Fund Balances	(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	4,331,916
Fund Balance at Beginning of Year	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	20,530,943
Fund Balance at End of Year	\$ 11,438,547	\$ 9,734,418	\$ 22,181,468	\$ 19,708,841	\$ 17,702,672	\$ 27,136,882	\$ 20,795,862	\$ 17,954,626	\$ 20,530,943	\$ 24,862,859
Debt Service as a Percentage to Noncapital Expenditures	4.42%	4.17%	6.66%	6.60%	6.58%	5.97%	5.57%	8.46%	7.32%	7.23%

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								
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
2011	2,006,469	298,680	23,539	166,125	104,650	286,585	2,599,462	30.55	3,717,024	69.9

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

	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List
Hartford Life and Accident Ins. Company	\$ 56,386,128	1	2.19 %	\$ 27,035,600	2	1.80 %
E and A/I and I and G Commons LP	32,375,000	2	1.26			
Executive Risk Indemnity Inc.	19,986,020	3	0.77	13,692,340	5	
Connecticut Light & Power	17,259,620	4	0.67	18,186,340	3	1.21
Simsbury Hopmeadow Street LLC	16,486,050	6	0.64			
Woodgreen Simsbury LLC	10,372,640	5	0.40			
Hoffman, Phyllis W Trustee	9,784,490	7	0.38			
Simsbury Commons North E&A LLC	9,625,000	8	0.37			
Hoffman Enterprises Limited Partnership	8,088,710	9	0.31			
Harco Property Services Inc	6,468,020	10	0.25			
Simsbury Assoc. Limited Partnership				34,390,710	1	2.29
Ensign-Bickford Realty Corporation				13,783,500	4	0.92
Avon Simsbury Mall Associates LP				12,344,030	6	0.82
Ensign-Bickford Company				7,015,987	7	0.47
Federal Insurance Company				5,429,860	8	0.36
Canal Place LLC				4,319,600	9	0.29
Talcott Hotel Limited Partnership				3,694,620	10	0.25
	<u>\$ 186,831,678</u>		<u>7.24 %</u>	<u>\$ 139,892,587</u>		<u>8.41 %</u>

Source: Town Assessor's office

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
2002	\$ 54,635	\$ 54,192	99.19 %	\$ 435	\$ 54,627	99.99 %
2003	59,500	59,014	99.18	484	59,498	100.00
2004	62,867	62,438	99.32	427	62,865	100.00
2005	65,824	65,439	99.42	382	65,821	100.00
2006	69,119	68,671	99.35	438	69,110	99.99
2007	72,151	71,633	99.28	494	72,127	99.97
2008	75,006	74,473	99.29	483	74,955	99.93
2009	76,960	76,505	99.41	396	76,901	99.92
2010	78,145	77,567	99.26	400	77,967	99.77
2011	79,341	79,120	99.72		79,120	99.72

Source: Town Tax Collector office and Finance office

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						
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
2011	15,690,000	22,575,000		106,197	17,540,653	55,911,850	1.52%	1.41%	2.41

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

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

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 **	
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
2011	28.22	2.33	30.55	1.03	31.58

* Debt service millage based on debt expenditures to assessment

Town millage set as one number

** The Simsbury Fire District has no debt

TOWN OF SIMSBURY, CONNECTICUT

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 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	\$ 560,196,175
Total net debt applicable to limit	<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>	<u>51,560,382</u>
Legal Debt Margin	<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>	<u>508,635,793</u>
Total net debt applicable to the limit as a percentage of debt limit	3.55%	2.72%	6.98%	7.89%	9.97%	11.52%	13.77%	11.53%	11.85%	9.20%

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		
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
2011	23,234	922,622	39,710	39.6	94.5	61.4	4,731	6.1

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.

TOWN OF SIMSBURY, CONNECTICUT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND TEN YEARS AGO

	2011			2001		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>
The Hartford Life Insurance Co. *	-	1	0.00 %	3,008	1	24.80 %
Simsbury Board of Education	732	2	6.20	596	5	4.91
McLean Home	457	3	3.87	600	3	4.95
Chubb-Executive Risk, Inc.	406	4	3.44	606	2	5.00
Ensign-Bickford Companies	233	5	1.97	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			
Mitchell of Simsbury	110	9	0.93	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>2,498</u>		<u>21.16 %</u>	<u>6,019</u>		<u>49.62 %</u>

Source: First Selectman's Office, Town of Simsbury

The Hartford Life Insurance Co was unable to provide this informatior

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

	FISCAL YEAR									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government:										
Central administration	5.0	5.0	5.0	5.0	4.0	4.0	5.0	4.0	4.0	4.0
Finance	4.0	4.0	4.0	4.0	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	2.0	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	35.0	36.0	35.0	35.0	35.0	35.0	34.0	34.0	34.0
Civilians	11.0	11.0	11.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0
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	2.0	1.0	1.0	1.0	2.0	2.0	2.0
Building	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0
Engineering	2.0	2.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0
Facilities management:										
Public works	2.0	2.0	2.0	1.0	1.0	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	19.0	19.5	20.5	21.0
Sewer treatment plant	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0
Social services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Public libraries	14.0	14.0	14.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0
Parks and recreation	17.0	17.0	18.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0
Board of Education:										
Certified	399.0	408.0	416.0	416.0	415.0	414.0	405.0	405.0	414.0	404.0
Non-certified	271.0	247.0	250.0	251.0	238.0	235.0	233.0	239.0	232.0	203.0
Total	<u>816.0</u>	<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>

Source: Town of Simsbury and Simsbury Board of Education

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

	FISCAL YEAR									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<u>General Government</u>										
Birth certificates issued	159	180	191	174	165	194	170	244	261	226
Death certificates issued	230	207	169	188	181	182	193	203	186	191
Marriage licenses issued	265	259	222	184	165	178	207	216	228	233
Civil union licenses issued			3	5						
<u>Boards and Agencies</u>										
Registered voters	16,899	16,236	16,601	16,560	16,560	16,560	16,447	16,873	15,421	15,606
<u>Planning and Development</u>										
Building permits issued	573	575	483	495	520	677	572	522	480	535
Building department fees	247,760	394,080	334,404	435,721	366,733	422,155	414,031	397,461	296,818	311,759
Value of building permits (in thousand of dollars)	15,193	15,415	21,760	19,255	23,347	25,022	46,640	33,849	16,097	20,310
<u>Public Safety</u>										
Part I crimes	136	151	214	236	272	234	240	230	245	232
Motor vehicle accidents	723	661	724	756	714	744	853	774	766	744
Medical calls	1,370	1,300	1,216	1,129	1,025	1,088	1,044	940	925	927
Motor vehicle enforcement	4,394	4,740	5,242	4,949	4,235	3,635	4,168	2,975	3,566	4,015
Alarm responses	840	837	866	797	812	862	873	932	971	905
Total incidents	29,890	28,139	28,055	25,703	24,158	23,518	24,451	22,653	23,921	23,928
<u>Facility Management</u>										
Miles of roads maintained	163	163	163	163	163	163	163	163	163	163
<u>Public Libraries</u>										
Volumes in collection	154,307	145,078	156,000	145,759	147,234	163,104	158,655	155,000	154,998	146,500
Items circulated	479,791	462,232	461,113	330,825	378,185	436,048	450,685	455,544	480,749	468,405
Attendance	256,060	268,100	256,000	191,704	217,845	262,136	268,484	276,314	290,000	290,564
Events	1,061	954	708	420	601	760	756	700	758	742
<u>Human Services</u>										
Dial-a-ride passengers	9,352	7,848	8,625	8,322	8,164	8,000	8,000	6,660	7,388	8,115
Dial-a-ride traveled miles	47,827	43,014	45,101	43,932	45,799	42,041	37,082	33,573	36,086	38,598
<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									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<u>Facility Management</u>										
Miles of town roads	163	163	163	163	163	163	163	163	163	163
Miles of sidewalks	8	8	8	8	8	8	8	8	8	8
Sanitary sewers (miles)	81	81	81	81	79	79	79	79	78	78
Storm sewers (miles)	55	55	55	55	55	55	55	54	54	54
Treatment capacity (thousands of gallons)	3,800	3,800	3,800	3,800	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	17
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	21	20	20	20	20	20	20	20
Football fields	2	2	2	2	2	2	2	2	2	2
<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