

TOWN OF RIDGEFIELD, CONNECTICUT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2011

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

of the

**TOWN OF RIDGEFIELD,
CONNECTICUT**

**FOR THE YEAR ENDED
JUNE 30, 2011**

PREPARED BY:

**THE FINANCE DEPARTMENT
KEVIN F. REDMOND, TOWN CONTROLLER**

TOWN OF RIDGEFIELD, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
AS OF AND FOR THE YEAR ENDED JUNE 30, 2011

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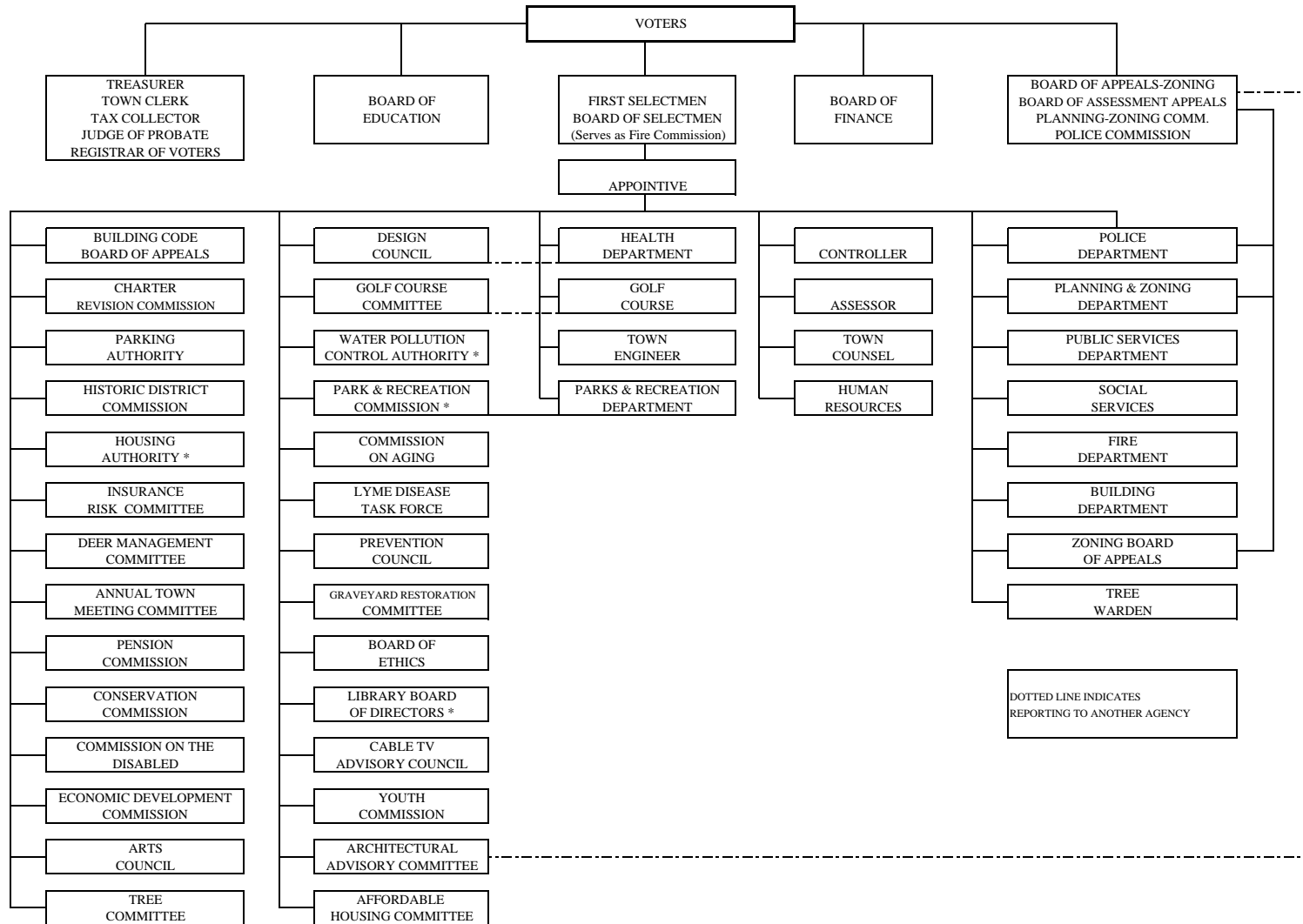
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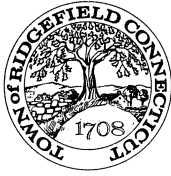
Introductory Section

TOWN OF RIDGEFIELD, CONNECTICUT

ORGANIZATIONAL CHART



* Appointed by Board of Selectmen but no direct reporting control



TOWN OF RIDGEFIELD

Finance Department

November 27, 2011

Board of Finance
Town of Ridgefield
Ridgefield, Connecticut 06877

State law requires that all local governments publish within six months of the close of each 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 generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Ridgefield, Connecticut, for the fiscal year ended June 30, 2011.

This report consists of management's representations concerning the finances of the Town of Ridgefield. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of Ridgefield 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 of Ridgefield's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefit, the Town of Ridgefield'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 of Ridgefield's financial statements have been audited by Blum, Shapiro & Company, P.C. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Ridgefield 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 made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Town of Ridgefield's financial statements for the fiscal year ended June 30, 2011 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Town of Ridgefield was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies and a similar State Single Audit. The standards governing single audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of major federal and state awards. These reports are available in the Town of Ridgefield’s separately issued Federal and State Single Audit Reports. GAAP require 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 Ridgefield’s MD&A can be found immediately following the independent auditors’ report.

Profile of the Government

The Town of Ridgefield was settled in 1708 by settlers from Norwalk and was incorporated as Connecticut’s forty-third town in October 1709. It covers an area of 35 square miles in western Fairfield County on the New York State border and serves a population of approximately 25,000. The Town of Ridgefield is empowered to levy a property tax on both real and personal properties located within its boundaries. U.S. Route 7 and State Route Numbers 33, 35, 102 and 116 traverse the Town. The interchange of Interstate Routes 84 and 684 is conveniently located and accessible to Ridgefield. MetroNorth and intrastate buses provide passenger transportation.

The Town of Ridgefield, pursuant to its home-rule charter, has a Town Meeting form of government with a five-member elected Board of Selectmen and a five-member elected Board of Finance. Elections are held biennially in every odd-numbered year, and members of both the Board of Selectmen and Board of Finance serve for four-year terms. Minority representation is guaranteed on all boards and commissions. The inhabitants also have the powers and privileges conferred and granted to Towns and Cities under the Constitution and the General Statutes of the State of Connecticut.

The First Selectman is the full-time chief executive and administrative officer of the Town and oversees the execution of all laws and ordinances governing the Town. He presides over the Board of Selectmen and has full voting privileges on the Board. He or his designee is also an ex-officio member of all Town boards, commissions and agencies, but without power to vote.

The responsibility for performing the day-to-day financial operations is shared by the Town Treasurer and a full-time Controller. The chief duties of the Treasurer are the custody of all funds, receipts and deposits of all monies due the Town, disbursement of the Town funds on order from authorized officials and execution of long and short-term investments for all funds. The Controller is responsible for the coordination and the administration of the financial affairs of the Town. He is responsible for the keeping of the accounts and financial records, the control over expenditures, payroll and preparing financial reports for proper budget control. He also works closely with the First Selectman and the Board of Finance in preparing the budget and financial planning.

Profile of the Government (continued)

The Town of Ridgefield provides a full range of services, including police and fire protection, the construction and maintenance of streets and other infrastructure, public works, health and welfare, education and recreational activities. In addition to general Town activities, the governing body is financially accountable for the Ridgefield Library Association, Inc., a discretely presented component unit. Information regarding the activity of the Ridgefield Library Association, Inc., has been included as an integral part of the Town of Ridgefield's financial statements. Additional information about each entity can be found in Note 1.A. of the notes to the basic financial statements.

The annual budget serves as the foundation for the Town of Ridgefield's financial planning and control. The General Fund is the only fund for which a legal budget is adopted. The budget policy and procedures are described in Note 2.A. of the notes to the basic financial statements. Budget to actual comparisons are provided in this report on Required Supplementary Information Schedules 1 and 2.

Factors Affecting Financial Condition

The Town of Ridgefield, located in one of the highest per capita income areas of the United States, is a suburban residential community. Residents are predominantly professional, technical and managerial people employed in Fairfield County, Westchester County and New York City.

Local Economy. Boehringer-Ingelheim, Ltd., a German drug research, development and manufacturing firm, owns 250 acres in the Town of Ridgefield. Facilities include an administrative office building, a research and development center, and an assessment and administrative support facility, totaling approximately 875,000 square feet.

Ridgefield has continued to see new commercial and retail development consisting of both new construction and conversions of existing dwellings. Part of this trend is the development of mixed-use (commercial/residential) construction. In addition, new commercial development continues to expand along Route 35.

Long-Term Financial Planning. The cooperative relationship between Boehringer-Ingelheim and the Town is the model of future relationships envisioned by the Ridgefield Economic Development Commission. Boehringer-Ingelheim has initiated a multi-million dollar plan to expand its facilities in Ridgefield with upgrades to its manufacturing, research and development plant. To foster a favorable investment environment, the Town granted a seven-year tax incentive plan to Boehringer-Ingelheim upon obtaining its certificate of occupancy. The eventual tax benefit to Ridgefield will represent a significant increase to its commercial tax base.

Residential construction in the form of adult communities has increased over the past couple of years. These high-end units are attractive to many senior citizens from Ridgefield and other nearby communities. These individuals enjoy the social amenities that Ridgefield offers with minimal strain on the educational services of the school system.

Factors Affecting Financial Condition (continued)

General Fund Balance. The unassigned fund balance of the General Fund increased by 7.5% in 2011. The current undesignated fund balance provides the Town with the equivalence of approximately 27.1 working days of expenditures. This significantly reduces the likelihood of the Town entering the short-term debt market to pay for current operating expenditures.

Pension Trust Fund Operations. The operations of the Pension Trust Fund continued to be positively impacted by the market improvement in 2011. The net assets held in trust increased \$13,976,019 to \$68,410,955 at June 30, 2011 as a result of current year activity. The Pension Trust Fund experienced a trust yield of 23% on a time weighted market value basis for this same period. Additional information on the Town of Ridgefield's pension arrangements can be found in Note 4.A. of the notes to the basic financial statements.

Relevant Financial Policies

Cash and Investment Management. Cash temporarily idle during the year was invested in demand deposits, certificates of deposit and repurchase agreements. The Pension Trust Fund's investment portfolio also includes equities, commercial paper and mutual funds. The Town is limited, except for the Pension Trust Fund, by existing State of Connecticut Statutes as to the investment instruments it can purchase. Therefore, the Town investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio within the State's guidelines.

Risk Management. The Town has a risk management program for property, casualty, worker's compensation and other claims. As part of this program, resources have been accumulated in an internal service fund to pay deductibles and losses. In addition, various risk control techniques, including employee accident prevention training, have been implemented to minimize related losses. Third-party coverage is maintained for claims greater than the established risk assumption policy.

Other Post Employment Benefits. The Town implemented GASB Statement 45 in fiscal year ended 2009. A trust was formally established in December 2009. The Town is using a five-year phase-in funding approach. For fiscal 2011, the Town and Board of Education contributed a total of \$292,450 to the trust.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Ridgefield for its Comprehensive Annual Financial Report for the year ended June 30, 2010. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such Comprehensive Annual Financial Report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire Finance Department staff and assistance from the Treasurer and Chairman of the Pension Commission. In addition, without the leadership and support of the First Selectman, Rudolph Marconi, the Board of Selectmen and Board of Finance, this report would not have been possible.

Sincerely yours,

A handwritten signature in cursive script, appearing to read "K. F. Redmond".

Kevin F. Redmond
Town Controller

TOWN OF RIDGEFIELD, CONNECTICUT

**LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2011**

BOARD OF SELECTMEN

Rudolph Marconi, First Selectman
Andrew Bodner, Selectman
Barbara Manners, Selectman
Di Masters, Selectman
Maureen Kozlark, Selectman

BOARD OF FINANCE

Peter Gomez, Chairman
Jill Bornstein, Vice Chairman
Margaret Price Sims, Member
Marty Heiser, Member
Dave Ulmer, Member

TOWN DEPARTMENTS

Maureen Kiernan, Treasurer
Kevin F. Redmond, Controller
Alfred Garzi, Tax Assessor
Jane Berendsen-Hill, Tax Collector
Dr. Deborah Low, Superintendent of Schools
Paul Hendrickson, Business Manager of Schools
Peter Hill, Superintendent of Highways
Charles Fisher, Town Engineer
Barbara Serfilippi, Town Clerk
John Roche, Chief of Police
Heather Burford, Fire Chief
William Reynolds, Building Official
Betty Brosius, Planning & Zoning
Edward Briggs, Health Department
Paul Roche, Parks & Recreation Director
Carole Konner, Social Services Director

AUDITORS

Blum, Shapiro & Company, P.C.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Ridgefield
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.



Linda C. Davidson

President

Jeffrey R. Enen

Executive Director

Financial Section



Accounting | Tax | Business Consulting

Independent Auditors' Report

To the Members of the Board of Finance
Town of Ridgefield, Connecticut

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Town of Ridgefield, Connecticut, as of and for the year ended June 30, 2011, which collectively comprise the Town of Ridgefield, 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, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Town of Ridgefield, Connecticut, as of June 30, 2011 and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2011 on our consideration of the Town of Ridgefield, Connecticut's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 12, and the respective required supplementary information on pages 59 through 61 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 Ridgefield, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Blum, Shapiro & Company, P.C.

November 27, 2011

MANAGEMENT DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2011

Introduction

This Comprehensive Annual Financial Report (CAFR) incorporates the financial reporting requirements of the Government Accounting Standards Board (GASB) Statement 34. Fund statements measure and report the “operating results” of many funds by presenting the short-term performance of individual funds using the same measures governments use when financing current operations. Showing budgetary compliance is an important part of governmental accountability; therefore, we include the *original* budget as well as the final amended budget in this report.

Our objective is to provide a readable analysis of our financial performance for the year. Taken together, the following statements should enable you to assess whether the Town of Ridgefield’s financial position has improved or deteriorated as a result of the year’s operations. The CAFR includes government-wide financial statements prepared on the accrual basis for all of the Town’s activities. Accrual accounting measures not just current assets and current liabilities, but long-term assets and liabilities as well. It also reports all revenues and all costs of providing services each year, not just those received or paid in the current fiscal year.

In summary, the government-wide financial statements will allow:

- The assessment of the finances of the Town in its entirety, including the year’s operating results;
- Determination whether the overall financial position improved or deteriorated;
- Evaluation of whether current year revenues were sufficient to pay for current year services;
- Presentation of the costs of services the Town provides;
- Presentation of how each service is financed - through user fees and other program revenues versus general tax revenues;
- Understanding the extent to which your government has invested in capital assets, including roads, bridges, sewers, schools, parks, and other infrastructure assets.

Overview of the Financial Statements

Management Discussion and Analysis (MD&A) - An introduction to the basic financial statements and an analytical overview of the Town’s financial activities. The MD&A provides an objective and easily readable analysis of the Town’s financial activities based on currently known facts, decisions, or conditions.

Basic Financial Statements

Government-Wide Financial Statements are designed to provide readers with a broad overview of Ridgefield’s finances in a manner similar to private-sector businesses. They include a *statement of net assets* which 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 government’s net assets changed during the most recent fiscal year.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

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*. The government-wide financial statements include not only the Town itself (known as the *primary government*), but also the legally separate Ridgefield Library Association, Inc., for which the Town is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself.

Fiduciary activities whose resources are not available to finance our governmental programs are excluded from these statements.

Capital assets, including infrastructure, are reported along with depreciation expense in the statement of activities. Net assets are reported as capital assets net of related debt, restricted net assets, and unrestricted net assets. Permanent endowments, or permanent fund principal amounts included in restricted net assets, are shown as either expendable or nonexpendable.

Expenses are presented reduced by program revenues resulting in a measurement of “net (expense) revenue” for each of the government’s functions. Program expenses include all direct expenses. General revenues such as taxes, unrestricted grants and contributions, and investment income are reported separately, ultimately arriving at the change in net assets for the period.

Fund Financial Statements are a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Ridgefield, 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 fund financial statements include financial data for the General Fund, special revenue funds, capital projects, and permanent fund. *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 activities* in the government-wide financial statements with similar information presented for *governmental funds* in the long-term impact of 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 eighteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Capital Nonrecurring Fund, the Bonded Projects Fund, and the Sewer Bond Repayment Fund, all of which are considered to be major funds. Data from the other thirteen special revenue governmental funds are combined into a single, aggregated presentation. Information for the permanent Ballard Park fund is presented separately. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report. The Town of Ridgefield 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.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Proprietary fund financial statements include the financial data for the internal service fund, which is the only type of proprietary fund maintained by the Town. *Internal service funds* are an accounting device used to calculate and allocate costs internally among the Town's various functions. The Town uses internal service funds for the risk management program for property, casualty, worker's compensation and other claims. Because these services predominantly benefit governmental functions, they have been included within *governmental activities* in the government-wide financial statements.

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 of Ridgefield's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to Basic Financial Statements

Consist of notes that provide information essential to your understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information (RSI)

Consists of MD&A and the Town of Ridgefield's schedule of revenues and other sources and schedule of expenditures and other uses - budget and actual.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

Financial Highlights

- ❖ The assets of the Town of Ridgefield exceeded its liabilities at the close of the most recent year by \$96,010,505 (net assets). Of this amount, \$16,601,772 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- ❖ The government's total net assets grew by \$7,853,781. This increase resulted in part from an increase in fund balances, reductions in long-term liabilities such as pension, OPEB, and compensated absence obligations, and savings from refunding higher interest rate bonds.
- ❖ As of the close of the current fiscal year, the Town's governmental funds reported combining ending fund balances of \$13,120,195, an increase of \$6,055,150 in comparison with the prior year. Of this amount, \$8,449,299 is available for spending at the government's discretion (unassigned fund balance).
- ❖ At the end of the current fiscal year, unassigned fund balance for the General Fund was \$9,048,490, or 7.03% of total General Fund revenues of \$128,725,423. Total General Fund balance of \$10,274,665 represented 7.98% of total General Fund revenues.
- ❖ Ridgefield retired \$1,575,000 of bond anticipation notes (BANs), refunded \$32,225,000 of outstanding bonds with a same size refunding bond issue, paid down bond principal by \$10,275,000 and long-term note principal by \$663,921. We also issued \$6,385,000 of new money bonds and \$529,288 of new long-term notes.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. Most of Ridgefield's net assets (82.64%) reflect its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1. Net Assets (Net of Accumulated Depreciation)

	Total Primary Government 2011	Total Primary Government 2010
Current and other assets	\$ 25,214,971	\$ 21,494,001
Capital assets	<u>185,369,810</u>	<u>187,091,665</u>
Total Assets	<u>210,584,781</u>	<u>208,585,666</u>
Long-term liabilities	109,883,541	113,543,477
Other liabilities	<u>4,690,735</u>	<u>5,914,599</u>
Total Liabilities	<u>114,574,276</u>	<u>119,458,076</u>
Net assets:		
Invested in capital assets, net of debt	79,350,980	75,686,053
Restricted	57,753	57,612
Unrestricted	<u>16,601,772</u>	<u>13,383,925</u>
Total Net Assets	<u>\$ 96,010,505</u>	<u>\$ 89,127,590</u>

The balance of *unrestricted net assets*, \$16,601,772, may be used to meet the Town's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net assets both for the Town as a whole as well as for its separate governmental activities.

The government's net assets increased by \$7,853,781 during the current fiscal year as previously indicated. The primary contributing components to the increase were the \$6,055,150 increase in fund balances and a positive \$3,084,165 in net various accruals and deferrals related to pensions, benefits, and debt issuance. Net assets were slightly reduced by \$1,687,004 reflecting the excess of depreciation charges over new capital outlays.

The Town brought in general revenues of \$138,624,741 which exceeded its operating expenses of \$130,770,960 by the amount of the net asset increase. Gross expenses of \$130,770,960 were offset by \$11,770,103 in charges for services, \$13,100,693 in operating grants and contributions, and \$690,743 in capital grants and contributions. Of the net expenses, \$74,821,429 was accounted for by the Board of Education. Public safety net expenses of \$11,091,664, public works net expenditures of \$5,889,047, interest expense of \$4,014,647, and general government net expenses of \$3,177,173 accounted for most of the expenses. The majority of the Town's revenue was \$112,078,692 in property tax collections. Other revenue sources were \$731,357 in unrestricted grants and contributions, \$79,161 in investment income and \$173,992 of miscellaneous revenues and gain on sale of capital assets.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Governmental activities. Governmental activities accounted for all of Ridgefield's increase in net assets. Key elements contributing to this increase are as follows:

Table 2. Changes in Net Assets

	Total Primary Government 2011	Total Primary Government 2010
Revenues:		
Program revenues:		
Charges for services	\$ 11,770,103	\$ 11,619,019
Operating grants and contributions	13,100,693	12,724,035
Capital grants and contributions	690,743	121,219
General revenues:		
Property taxes	112,078,692	109,369,264
Grants and contributions not restricted to specific purpose	731,357	744,776
Unrestricted investment earnings	79,161	90,470
Gain on disposal of capital assets	25,549	
Miscellaneous	148,443	313,640
Total Revenues	<u>138,624,741</u>	<u>134,982,423</u>
Program Expenses:		
General government	4,485,127	5,426,553
Health and welfare	813,904	841,835
Recreation	6,904,437	6,703,408
Public safety	12,266,773	11,948,473
Public works	9,522,503	7,990,018
Education	91,081,269	91,142,573
Library	1,682,300	1,642,400
Interest	4,014,647	3,914,351
Total Program Expenses	<u>130,770,960</u>	<u>129,609,611</u>
Change in net assets	7,853,781	5,372,812
Net Assets - July 1 +	<u>88,156,724</u>	<u>83,754,778</u>
Net Assets - June 30	\$ <u>96,010,505</u>	\$ <u>89,127,590</u>

+ See Note 6, Prior Period Adjustments, of Notes to Financial Statements June 30, 2011

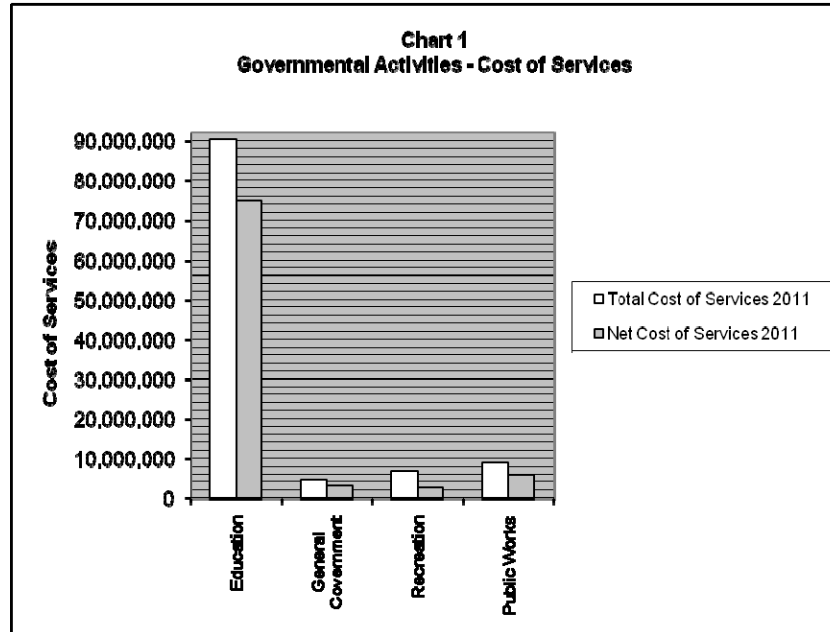
Property taxes collected rose by \$2.709 million (2.48%) between fiscal year 2010 and 2011 reflecting a 98.6% collection rate. Otherwise, revenues remained relatively stable compared to FY 2010.

Overall, program expenses rose \$1.161 million from last year. General government outlays were reduced (\$941 thousand or 17.1%) in 2011 whereas public works rose \$1.532 million. Both variances were related to changes in capital outlay year over year.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

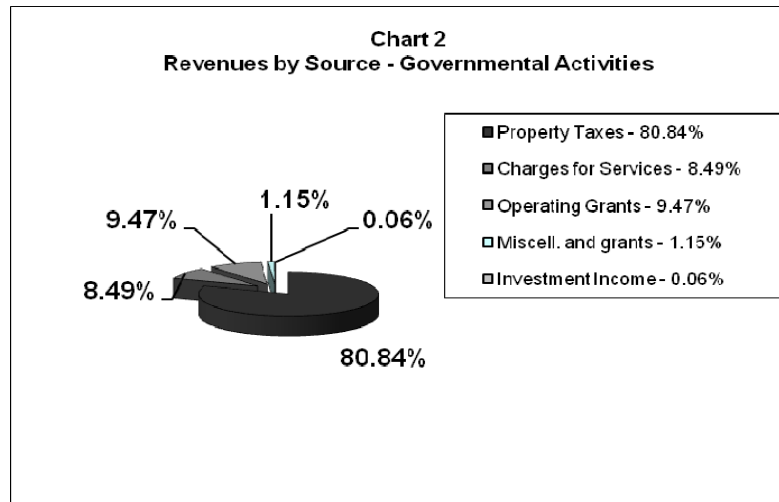
Chart 1 presents the costs of educational services and the three most costly government services as well as each group's net cost (total cost less revenues and grants generated by the activities).

The Net Cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.



For the most part, the rise in expenses reflects higher capital outlay and increased benefit (health care, pension) expense.

Chart 2 presents in five categories the most significant sources of revenues Ridgefield drew upon to fund its operations during the year and the percentage of total revenues represented by each.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Financial Analysis of the Government's Funds

As noted earlier, Ridgefield 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, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$13,120,195, an increase of \$6,055,150 from the prior year's \$7,065,045. At June 30, 2011, \$8,449,299 of the governmental funds fund balance constitutes *unassigned fund balance* that is available for spending at the government's discretion. Included in the combined fund balances of *restricted, committed, and assigned* are restricted balances in the amount of \$1,128,427, committed balances in the amount of \$2,316,294, and assigned balances of \$1,226,175. Further detail on the allocation of these different categories may be found in Note 3.G. of the Notes to the Financial Statements herein.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the total General Fund balance amounted to \$10,274,665, and the unassigned General Fund balance was \$9,048,490. Of the assigned General Fund balance, \$3,713 goes to health and welfare, \$822,462, to education, and \$400,000 to next year's budget. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned General Fund balance and total General Fund balance to total General Fund revenues. Unassigned General Fund balance represents 7.03% of such General Fund revenues while total General Fund balance represents 7.98%.

The Town of Ridgefield's governmental funds fund balance increased by \$6,055,150 during the current fiscal year. Key factors in this increase are as follows:

- The General Fund realized revenues of \$128,725,423 and expenditures of \$126,947,323 for a positive operating result of \$1,778,100. Transfers out of \$1,159,171 to other funds generated a net other financing use of (\$1,159,171). The net change in fund balance for the General Fund was an increase of \$618,929 to \$10,274,665. This increase was driven primarily by favorable expenditure budget variances which, combined, amounted to almost \$1.160 million. Less favorable budget revenue variances reduced the total net change in General Fund balance.
- The Capital Nonrecurring Fund reflects revenues of \$1,068,126 and expenditures of \$1,305,682 producing a net excess of expenditures over revenues of (\$237,556). Despite the inclusion of \$496,084 of capital lease proceeds and \$505,565 of transfers in, the fund balance remained negative at \$115,682, nevertheless an improvement over the prior year's negative \$879,775. We use this fund to account for our various projects and large fluctuations in fund balance are common due to the timing of cash flows in and out of the fund.
- The Bonded Projects Fund accounts for our debt transactions and capital outlays not paid for from the operating budget. This fund generated \$690,743 of revenues and \$3,272,890 of expenditures for capital projects for negative operating results of \$2,582,147. We accounted for \$32,225,000 of refunding bonds and \$6,385,000 of new money bonds in this fund, the total of which generated a net other financing source of funds of \$7,645,293. Like the Capital Nonrecurring Fund above, fund balance fluctuations are expected. Consequently, the prior year's negative fund balance of \$5,088,171 was reduced to a negative fund balance of \$25,025.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

- The Sewer Bond Repayment Fund realized \$285,730 of revenues, mostly from service charges, experienced no disbursements, but did transfer out \$505,565 to the capital nonrecurring fund, resulting in a net fund balance decline of \$219,835 to \$1,654,884.
- Other nonmajor governmental funds reflect total revenues of \$7,235,767 and total expenditures of \$8,539,121 for a combined operating deficit \$1,303,354. Coupled with a net other financing sources and uses input of \$1,132,171, the nonmajor governmental funds fund balance decreased a total of \$171,183 to \$1,331,353.

General Fund Budgetary Highlights

During the year, there was \$210,000 of transfers and additional appropriations increasing the original budget of \$122,637,463 to \$122,847,463. The largest revenue component, police private duty revenue, was increased \$210,000 from \$69,000 to \$279,000. On the expenditure side, as a result of the increase in police private duty, the police budget was increased \$115,000 and the highway department budget was increased \$60,000 to cover snow related costs. In addition, legal counsel expense was reduced \$50,000 but insurance and benefits required an additional \$66,316. Public works received an additional \$60,000 for the highway department and \$35,000 for school buildings. There were no adjustments in the education budget. Combined budget increases represented .17% of the original budget.

Operational results generated an unfavorable revenue variance from budget of \$1,033,135, primarily as a result of not using the \$450,000 of budgeted fund balance. We were under budget in all revenue categories except miscellaneous which returned \$137,791 more than expected - taxes, (\$181,386); intergovernmental, (\$215,870); charges for services, (\$287,855); and investment income, (\$35,815).

In light of the declining revenue environment, we took steps to control expenditures in a variety of ways that ultimately generated a net positive expenditure budget variance of \$1,159,646. Every major department contributed to this effort with parks and recreation favorable by \$409,634, public works with \$230,216, the Board of Education at \$161,596, public safety at \$146,299, and general government, \$101,337.

Capital Asset and Debt Administration

Capital Assets. The Town of Ridgefield's investment in capital assets for its governmental assets includes land, buildings, and systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges. Note 3.C. of Notes to the Financial Statements for June 30, 2011 details our capital asset additions of \$3,174,795 during the fiscal year before dispositions of \$476,926. The total net increase (before depreciation) in the Town's investment in capital assets for the current fiscal year was \$1,882,341, a 0.76% increase for governmental activities.

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

- We completed construction on North Street Water Main Extension for \$772,190 and Sunset Lane sidewalks for \$43,338 which added \$815,528 to our non-depreciable assets;
- The Branchville Elementary School and Barlow Mountain Elementary School benefitted from new energy efficient boilers and the Barlow Mountain Elementary School pool was resurfaced and new sand filters installed;
- The Venus Building furnace was converted from oil to gas;
- A new generator was installed in Town Hall;

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

- We added new machinery and equipment to our inventory in the amount of \$1,199,287 (before dispositions of \$476,926) that consisted, in part, of:
 - \$95,328 for four new police cars;
 - \$127,746 of park and recreation maintenance equipment including an F-10 tractor and an athletic field tractor;
 - \$33,113 EMS cardiac monitor for the fire department;
 - \$50,688 for a 2011 John Deere 85D Excavator for the highway department;
 - \$60,790 of golf maintenance equipment.
- We added \$1,397,618 of infrastructure improvements to our roads, dams, bridges, sidewalks, and sewers.

**Table 3. Capital Assets at Year End
(Net of Depreciation)**

	Total Primary Government	
	2011	2010
Land	\$ 29,334,731	\$ 29,334,731
Land improvements	1,943,469	2,104,869
Buildings	118,039,507	119,350,174
Machinery and equipment	5,661,043	5,821,048
Infrastructure	30,391,060	29,665,315
Construction in progress	-	815,528
Total	<u>\$ 185,369,810</u>	<u>\$ 187,091,665</u>

Additional information on the Town of Ridgefield's capital assets can be found in the Notes to Financial Statements, June 30, 2011, Note 3.C., Capital Assets, of this report.

Long-term and Short-term Debt. At the end of the current fiscal year, the Town of Ridgefield had outstanding \$98,500,000 of long-term bonded debt and \$1,406,016 of long-term notes. During the year, we retired \$1,575,000 of maturing BANs, \$10,275,000 of maturing bond principal and \$663,921 of maturing long-term note principal. With interest rates at historic lows, we issued \$32,225,000 of advance refunding bonds to refund outstanding bonds in a similar amount with expected debt service savings of over \$2 million. We also issued \$6,385,000 of new money bonds to retire the outstanding BANs and fund ongoing capital project expenditures. All our debt is a general obligation of the Town for which we pledge our full faith and credit for the payment of principal of and interest on our obligations.

Table 4. Long-Term Debt

	Total Primary Government	
	2011	2010
General obligation bonds	\$ 98,500,000	\$ 102,390,000
Notes payable	<u>1,406,016</u>	<u>1,540,649</u>
Total	<u>\$ 99,906,016</u>	<u>\$ 103,930,649</u>

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

The Town of Ridgefield maintains an “Aaa” rating from Moody’s Investors Service, Inc., an “AAA” rating from Standard & Poor’s, and an “AAA” from FitchRatings for general obligation debt.

Connecticut General Statutes Section 7-374(b) limits the amount of general obligation debt a governmental entity may issue to 7 times its tax collections plus interest and lien fees. For June 30, 2011, the maximum amount of borrowing permitted under the formula would be \$778,274,042. With net borrowings of \$106,494,587, the Town of Ridgefield’s outstanding general obligation debt is \$671,946,839 below the maximum debt limitation (see Note 3.F. Long-Term Debt in Notes to Financial Statements, June 30, 2011 of this report).

The Town of Ridgefield has no overlapping debt.

Economic Factors and Next Year’s Budget and Rates

- The unemployment rate for the Town of Ridgefield at June 30, 2011 was 6.4% compared to 5.8% a year ago. This compares favorably to the state’s average unemployment rate of 9.1% and the national average rate of 9.3% (not seasonally adjusted).
- The occupancy rate of the government’s central business district has remained at 96% for the past three years.
- Inflationary trends in the region compare favorably to the national indices.

The FY 2011 - 12 budget rose \$1,828,387, almost the same increase as last year, to \$124,488,790, or 1.49%, from the prior year’s final adopted budget of \$122,660,403. Property taxes increased \$1,700,285, or 1.55%, to \$111,433,272. The new budget contemplates \$400,000 of General Fund balance to be used, down from the budgeted \$450,000 in the prior year. To fund the new budget, the mill rate went from 20.40 mills to 20.61 mills, a 1.03% increase.

On the expenditure side, Town operations were budgeted at \$31,485,256 (before capital outlays and debt service), a \$543,829, or 1.76%, increase from the prior year. School operations increased \$1,405,634 to \$79,213,314, a 1.81% rise over last fiscal year. Debt service decreased \$117,076, or 0.85%. Capital project expenditures decreased slightly from the prior year. Notable increases (or decreases) in existing Town functions are detailed below:

- ❖ The full-time firefighter salaries account increased \$154,695 due, in part, to a reduction in the federal SAFER grant;
- ❖ Insurance, employee benefits, and pension costs rose \$384,890 (5.50%) driven largely by increases in employee medical insurance premiums and pension benefits.

All of these factors contributed to Ridgefield’s budget for the 2012 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the Town of Ridgefield’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 Controller, 400 Main Street, Ridgefield, CT 06877.

Basic Financial Statements

TOWN OF RIDGEFIELD, CONNECTICUT
STATEMENT OF NET ASSETS
JUNE 30, 2011

	Primary Government Governmental Activities	Component Unit Ridgefield Library
Assets:		
Cash and cash equivalents	\$ 12,112,563	\$ 2,283,704
Restricted cash	11,409	
Investments	3,563,692	3,359,790
Restricted investments	30,003	1,733,175
Receivables, net	5,548,105	2,339,864
Other assets	31,328	18,086
Deferred charges	3,917,871	
Capital assets:		
Assets not being depreciated	29,334,731	1,458,915
Assets being depreciated, net	156,035,079	2,820,435
Total assets	<u>210,584,781</u>	<u>14,013,969</u>
Liabilities:		
Accounts payable and accrued items	2,135,699	146,747
Interest payable	1,595,045	
Unearned revenue	907,850	
Other liabilities	52,141	
Noncurrent liabilities:		
Due within one year	11,142,321	
Due in more than one year	98,741,220	475,548
Total liabilities	<u>114,574,276</u>	<u>622,295</u>
Net Assets:		
Invested in capital assets, net of related debt	79,350,980	4,279,350
Restricted for:		
Endowments	16,341	94,798
Perpetual trust held by third party		1,539,160
Permanent Fund:		
Expendable	41,412	
Unrestricted	<u>16,601,772</u>	<u>7,478,366</u>
Total Net Assets	<u>\$ 96,010,505</u>	<u>\$ 13,391,674</u>

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2011

Functions/Program Activities	Expenses	Program Revenues			Net Revenues (Expenses) and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	Component Unit
Primary Government:						
Governmental Activities:						
General government	\$ 4,485,127	\$ 1,405,011	\$ 21,983	\$	\$ (3,058,133)	\$
Health and welfare	813,904	76,415	198,703		(538,786)	
Recreation	6,904,437	3,981,291	216,375		(2,706,771)	
Public safety	12,266,773	1,101,760	132,060		(11,032,953)	
Public works	9,522,503	2,610,381	264,482		(6,647,640)	
Education	91,081,269	2,595,245	12,267,090	690,743	(75,528,191)	
Library	1,682,300				(1,682,300)	
Interest on long-term debt	4,014,647				(4,014,647)	
Total Primary Government	<u>\$ 130,770,960</u>	<u>\$ 11,770,103</u>	<u>\$ 13,100,693</u>	<u>\$ 690,743</u>	<u>(105,209,421)</u>	
Component Unit:						
Ridgefield Library Association, Inc.	<u>\$ 2,648,861</u>	<u>\$ 58,455</u>	<u>\$ 2,510,100</u>	<u>\$ 2,339,864</u>		<u>2,259,558</u>
General Revenues:						
Property taxes					112,078,692	
Grants and contributions not restricted to specific programs					731,357	
Investment income					79,161	1,102,268
Gain on sale of capital assets					25,549	
Miscellaneous					148,443	10,795
Net General Revenues					<u>113,063,202</u>	<u>1,113,063</u>
Change in Net Assets					7,853,781	3,372,621
Net Assets - Beginning of Year, as Restated					<u>88,156,724</u>	<u>10,019,053</u>
Net Assets - End of Year					<u>\$ 96,010,505</u>	<u>\$ 13,391,674</u>

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2011

	<u>General</u>	<u>Capital Nonrecurring</u>	<u>Bonded Projects</u>	<u>Sewer Bond Repayment</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 8,036,327	\$	\$	\$ 1,654,884	\$ 2,335,023	\$ 12,026,234
Investments	3,563,692				30,003	3,593,695
Receivables, net	3,341,723	665,774		608,454	225,569	4,841,520
Due from other funds	893,208	155,000				1,048,208
Other assets					31,328	31,328
Total Assets	<u>\$ 15,834,950</u>	<u>\$ 820,774</u>	<u>\$ -</u>	<u>\$ 2,263,338</u>	<u>\$ 2,621,923</u>	<u>\$ 21,540,985</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,400,395	\$ 124,579	\$	\$	\$ 285,739	\$ 1,810,713
Accrued payroll	321,351					321,351
Due to other funds		411,525	25,025		578,417	1,014,967
Deferred revenue	3,786,398	400,352		608,454	426,414	5,221,618
Other	52,141					52,141
Total Liabilities	<u>5,560,285</u>	<u>936,456</u>	<u>25,025</u>	<u>608,454</u>	<u>1,290,570</u>	<u>8,420,790</u>
Fund balances:						
Restricted		221,064			907,363	1,128,427
Committed				1,654,884	661,410	2,316,294
Assigned	1,226,175					1,226,175
Unassigned	<u>9,048,490</u>	<u>(336,746)</u>	<u>(25,025)</u>		<u>(237,420)</u>	<u>8,449,299</u>
Total Fund Balances	<u>10,274,665</u>	<u>(115,682)</u>	<u>(25,025)</u>	<u>1,654,884</u>	<u>1,331,353</u>	<u>13,120,195</u>
Total Liabilities and Fund Balances	<u>\$ 15,834,950</u>	<u>\$ 820,774</u>	<u>\$ -</u>	<u>\$ 2,263,338</u>	<u>\$ 2,621,923</u>	<u>\$ 21,540,985</u>

(Continued on next page)

TOWN OF RIDGEFIELD, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
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)	\$	13,120,195
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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	\$ 248,309,525	
Less accumulated depreciation	<u>(62,939,715)</u>	185,369,810

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

Property tax, sewer use and sewer assessment interest and lien accrual	1,375,542
Property tax, sewer use, sewer assessment and loan receivable - accrual basis change	4,313,768
Interest and lien allowance for doubtful accounts	(748,906)
Note receivable	69,809
Receivable from the State for school construction projects	10,140

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.

60,862

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

Bonds payable	(98,500,000)
Notes payable	(1,406,016)
Bond premium	(8,788,845)
Deferred amount on refunding	3,123,962
Deferred bond issue costs	3,917,871
Pension obligation	(1,251,602)
OPEB obligation	(807,632)
Interest payable on bonds	(1,595,045)
Compensated absences	(1,108,421)
Claims and judgments	(640,047)
Lease obligations	<u>(504,940)</u>

Net Assets of Governmental Activities (Exhibit I)	\$	<u><u>96,010,505</u></u>
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The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2011

	<u>General</u>	<u>Capital Nonrecurring</u>	<u>Bonded Projects</u>	<u>Sewer Bond Repayment</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:						
Property taxes	\$ 111,206,601	\$	\$	\$	\$	\$ 111,206,601
Intergovernmental	9,759,437	983,422	690,743		2,646,238	14,079,840
Charges for services	7,559,226			285,730	4,044,305	11,889,261
Contributions					447,800	447,800
Income from investments	64,185	14,197			778	79,160
Other	135,974	70,507			96,646	303,127
Total revenues	<u>128,725,423</u>	<u>1,068,126</u>	<u>690,743</u>	<u>285,730</u>	<u>7,235,767</u>	<u>138,005,789</u>
Expenditures:						
Current:						
General government	10,365,395				34,205	10,399,600
Health and welfare	402,503				240,010	642,513
Community grants	204,075					204,075
Recreation	4,702,161				351,927	5,054,088
Public safety	8,121,294				244,446	8,365,740
Public works	4,283,937				1,592,078	5,876,015
Education	83,395,812				5,416,794	88,812,606
Library	1,682,300					1,682,300
Debt service	13,789,846		268,597		659,661	14,718,104
Capital outlay		1,305,682	3,004,293			4,309,975
Total expenditures	<u>126,947,323</u>	<u>1,305,682</u>	<u>3,272,890</u>	<u>-</u>	<u>8,539,121</u>	<u>140,065,016</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,778,100</u>	<u>(237,556)</u>	<u>(2,582,147)</u>	<u>285,730</u>	<u>(1,303,354)</u>	<u>(2,059,227)</u>
Other Financing Sources (Uses):						
Payment to refunded bond escrow agent			(35,639,464)			(35,639,464)
Premium on refunding bonds			3,631,170			3,631,170
Refunding bonds			32,225,000			32,225,000
Issuance of bonds			6,385,000			6,385,000
Premium on issuance of bonds			514,299			514,299
Issuance of drinking water fund loans			529,288			529,288
Issuance of capital lease		496,084				496,084
Transfers in		505,565			1,132,171	1,637,736
Transfers out	(1,159,171)			(505,565)		(1,664,736)
Net other financing sources (uses)	<u>(1,159,171)</u>	<u>1,001,649</u>	<u>7,645,293</u>	<u>(505,565)</u>	<u>1,132,171</u>	<u>8,114,377</u>
Net Change in Fund Balances	618,929	764,093	5,063,146	(219,835)	(171,183)	6,055,150
Fund Balances - Beginning of Year, as Restated	<u>9,655,736</u>	<u>(879,775)</u>	<u>(5,088,171)</u>	<u>1,874,719</u>	<u>1,502,536</u>	<u>7,065,045</u>
Fund Balances - End of Year	<u>\$ 10,274,665</u>	<u>\$ (115,682)</u>	<u>\$ (25,025)</u>	<u>\$ 1,654,884</u>	<u>\$ 1,331,353</u>	<u>\$ 13,120,195</u>

(Continued on next page)

TOWN OF RIDGEFIELD, 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)	\$ 6,055,150
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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. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	2,359,267
Less current year depreciation	(4,046,271)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins and donations) is to increase net assets. In the statement of activities, only the loss on the sale of capital assets is reported.

However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold.	(34,851)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Note receivable receipts	(94,283)
Intergovernmental revenue on school bonds	(4,847)
Increase in property tax, sewer use, sewer assessment and loan receivable - accrual basis change	497,851
Increase in property tax, sewer use and sewer assessment interest and lien revenue	255,083
Decrease in property tax and sewer use allowance for doubtful accounts	(127,904)

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. The details of these differences in the treatment of long-term debt and related items are as follows:

Issuance of capital leases	(496,084)
Issuance of bonds	(6,385,000)
Issuance of refunding bonds	(32,225,000)
Premium on bonds	(514,299)
Premium on refunding bonds	(3,631,170)
Payments on general obligations bonds	42,500,000
Issuance of drinking water loans	(529,288)
Payments on notes payable	663,921
Payments on capital leases	533,238

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:

Pension obligation	(58,900)
OPEB obligation	(216,607)
Compensated absences	(50,173)
Accrued interest	(321,127)
Bond issuance costs	(338,326)
Deferred amount on refunding	3,123,962
Bond premium	714,493
Claims and judgments	230,843

The net revenue of the activities of the Internal Service Fund is reported with governmental activities.	(5,897)
--	---------

Change in Net Assets of Governmental Activities (Exhibit II)	\$ <u>7,853,781</u>
--	---------------------

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS

JUNE 30, 2011

	Governmental Activities
	Internal Service Funds
Assets:	
Cash	\$ 97,738
Liabilities:	
Accounts payable	3,635
Due to other funds	33,241
Total liabilities	36,876
Net Assets:	
Restricted	1,195
Unrestricted	59,667
Total Net Assets	\$ 60,862

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT

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

FOR THE YEAR ENDED JUNE 30, 2011

	Governmental Activities <hr/> Internal Service Funds <hr/>
Operating Revenues:	
Insurance proceeds	\$ 76,369
Operating Expenses:	
Claims incurred	<hr/> 109,266
Operating Loss	(32,897)
Transfers in	<hr/> 27,000
Change in Net Assets	(5,897)
Net Assets - Beginning of Year, as Restated	<hr/> 66,759
Net Assets - End of Year	\$ <hr/> <hr/> 60,862

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2011

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities:	
Cash received as insurance proceeds	\$ 76,369
Cash paid for benefits, claims and administration	(279,278)
Net cash used in operating activities	<u>(202,909)</u>
Cash Flows Provided by Noncapital Financing Activities:	
Transfers in	<u>27,000</u>
Net Decrease in Cash	(175,909)
Cash - Beginning of Year	<u>273,647</u>
Cash - End of Year	<u><u>\$ 97,738</u></u>
Reconciliation of Operating Loss to Net Cash Used in Operating Activities:	
Operating loss	\$ (32,897)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Decrease in accounts payable	(176,806)
Increase in due to other funds	<u>6,794</u>
Net Cash Used in Operating Activities	<u><u>\$ (202,909)</u></u>

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

JUNE 30, 2011

	Pension Trust Funds	OPEB Trust Fund	Agency Funds
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and cash equivalents	\$ 942,529	\$ 47	\$ 2,222,757
	<u> </u>	<u> </u>	<u> </u>
Investments - at fair value:			
Mutual funds:			
Equity	39,976,047	271,950	
Corporate bonds	11,016,110	357,012	
Common stock	2,615		
Pooled collective trusts	16,306,929		
U.S. Treasury bonds			203,340
Certificates of deposit			5,016
Total investments	<u>67,301,701</u>	<u>628,962</u>	<u>208,356</u>
Other Assets:			
Accounts receivable			3,741
Prepaid benefits	<u>172,575</u>		
Total other assets	<u>172,575</u>	<u>-</u>	<u>3,741</u>
	<u> </u>	<u> </u>	<u> </u>
Total assets	68,416,805	629,009	\$ <u><u>2,434,854</u></u>
Liabilities:			
Due to others	<u>6,250</u>		\$ <u><u>2,434,854</u></u>
Net Assets:			
Net Assets Held in Trust for Pension and OPEB Benefits	<u><u>\$ 68,410,555</u></u>	<u><u>\$ 629,009</u></u>	

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2011

	Pension Trust Funds	OPEB Trust Fund
Additions:		
Contributions:		
Employer	\$ 2,545,683	\$ 292,450
Plan members	558,635	
Total contributions	<u>3,104,318</u>	<u>292,450</u>
Net investment income:		
Net appreciation in fair value of investments	11,610,057	48,979
Interest and dividends	<u>1,321,653</u>	<u>19,079</u>
	12,931,710	68,058
Less investment expense	<u>25,000</u>	
Net investment income	<u>12,906,710</u>	<u>68,058</u>
Total additions	<u>16,011,028</u>	<u>360,508</u>
Deductions:		
Benefits	1,978,594	
Administration	<u>50,165</u>	
Total deductions	<u>2,028,759</u>	<u>-</u>
Change in Net Assets	13,982,269	360,508
Net Assets - Beginning of Year	<u>54,428,286</u>	<u>268,501</u>
Net Assets - End of Year	<u>\$ 68,410,555</u>	<u>\$ 629,009</u>

The accompanying notes are an integral part of the financial statements

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The Town of Ridgefield (the Town) was incorporated in 1709 and covers an area of 35 square miles. The Town operates under a Selectmen-Town Meeting form of government as prescribed by the Connecticut General Statutes and its charter, which was adopted in November 1978. The Town provides the following services as authorized by its charter: public safety (police and fire), public works (streets and highways), public health and social services, and education encompassing grades K-12.

The Town has considered all agencies, departments, commissions, boards (including the Board of Education), authorities and funds to determine the “financial reporting entity” of the Town. The “financial reporting entity” includes all funds of the Town (primary government) and its component unit. Component units are legally separate entities for which the elected officials of the Town are financially accountable. Financially accountable means 1) that the Town appoints the majority of the entity’s governing body and can impose its will on the entity or the entity provides financial benefits to or imposes financial burdens on the Town, 2) that the entity is fiscally dependent on the Town, or 3) that the financial statements would be misleading if the entity were not included.

Discretely Presented Component Unit

The Ridgefield Library Association, Inc., a nonprofit, is included in the Town’s reporting entity as a component unit because the Town appoints a voting majority of the Library’s board and provides significant operating subsidies. The Ridgefield Library Association, Inc., operates a free public library for the Town residents. The Town appoints 9 of the 12 board members and subsidizes approximately 60% of operations.

The Ridgefield Library Association, Inc.’s audit report is on file at the Library, 472 Main Street, Ridgefield, CT 06877.

B. Basis of Presentation

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

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues. The primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds 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 fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues 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, except for property taxes, which are only considered available when collected during the fiscal year.

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 fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

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

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, claims and judgments, are recorded when payment is due.

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 *Capital Nonrecurring Fund* accounts for the major capital improvements and acquisition of equipment for nonfinancial sources. Capital outlays are financed by the issuance of capital leases and capital grants.

The *Bonded Projects Fund* is used to account for the financial revenues to be used for major capital asset construction and/or purchases. Capital outlays are financed by the issuance of general obligation bonds and capital grants.

The *Sewer Bond Repayment Fund* accounts for assessments for new sewer connections. The major source of revenue for this fund is sewer assessment charges.

Additionally, the government reports the following fund types:

The *Internal Service Funds* account for risk financing activities for insurance claims and deductibles as allowed by GASB Statement No. 10 as well as claims involving heart and hypertension compensation under Connecticut General Statutes.

The *Pension Trust Funds* account for the activities of the Ridgefield Retirement System, which accumulates resources for pension benefit payments to qualified employees.

The *OPEB Trust Fund* accounts for the activities of the Ridgefield Retiree Health Plan, which accumulates resources for health benefit payments to qualified retired employees.

Agency Funds account for monies held as custodian for outside student and municipal groups and agencies.

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

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

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

general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's internal service funds are charges to customers for services. Operating expenses for internal service funds include the cost of services 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.

Component Unit

The financial statements of the Ridgefield Library Association, Inc., have been prepared on the accrual basis.

C. Cash Equivalents

The Town's cash and cash equivalents consist of cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less.

D. Investments

Investments are stated at fair value.

E. 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).

All trade, property tax, sewer use and sewer assessment receivables, including those of its component unit, are shown net of an allowance for uncollectibles. The allowance for uncollectibles is based on an analysis of amounts that are not expected to be collected at June 30, 2011.

F. Restricted Assets

The restricted assets for the Town are restricted for endowment purposes. The Ridgefield Library Association, Inc., has several bequests that are restricted to expenditure of the investment income only for the donor-designated purpose.

TOWN OF RIDGEFIELD, 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 for equipment, \$20,000 for improvements and \$100,000 for infrastructure, and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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 assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment of the primary government as well as the component unit are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	25
Buildings	25 - 75
Machinery and equipment	5 - 25
Infrastructure	50 - 100

Component Unit

Inexhaustible Collections and Books - The values of inexhaustible collections and research books are not readily determinable and are not capitalized. Books purchased and used in circulation are determined to have useful lives of less than one year and are not capitalized.

H. Compensated Absences

All employees are granted vacation and sick time based upon contractual provisions. At anniversary year-end, unused vacation and sick time do not accumulate or vest (other than Board of Education employees, firefighters and municipal union workers); therefore, in the event of termination or retirement, employees are not compensated for unused vacation and sick time.

The Board of Education employees are paid vacation on a fiscal year basis, and, therefore, unused vacation lapses at June 30. The Town employees are paid vacation on a calendar date basis, and, therefore, a liability for unused vacation has been recorded in the government-wide financial statements. Compensated absences are reported in the governmental funds, primarily the General Fund, only if the amount has matured. Matured amounts are defined as unused reimbursable leave still outstanding following an employee's resignation or retirement.

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

Certified employees at the Board of Education may accumulate up to 180 days of unused sick time. Firefighters and municipal union workers may accumulate unlimited unused sick time. There is no vesting for these amounts.

I. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net assets. Bond premiums and discounts as well as issuance costs are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

J. 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 asset restrictions 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.

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

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

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.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

Assigned Fund Balance - For all governmental funds other than the General Fund, this represents any remaining positive amounts not classified as committed or restricted. For the General Fund, this includes amounts constrained for the intent to be used for a specific purpose by the Board of Finance, finance director or business manager, 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 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.

K. Property Taxes

Property taxes are assessed on property as of October 1. Taxes are billed the following July and are due in four installments, July 1, October 1, January 1 and April 1. Personal property and motor vehicle taxes are billed in July and are due in one installment on July 1. Liens are effective on the assessment date and are continued by filing before the end of the fiscal year following the due date. For fund financial statements, all property taxes receivable at June 30 have been recorded as deferred revenue, since they are not considered to be available to finance expenditures of the current fiscal year.

L. Accounting Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgets and Budgetary Accounting

The Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements. The General Fund is the only fund for which a legal budget is adopted.

- In April, the Board of Finance submits to a public hearing, at which taxpayer comments are obtained, the proposed operating budget for the year commencing July 1. The budget includes proposed expenditures and the means of financing them.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

- The Board of Finance submits their final proposed budget to the annual Town Meeting, which is held on the first Monday in May. Those in attendance at the annual Town Meeting may comment on the proposed budget before it is forwarded to a referendum vote. Appropriations may not be increased. The date of the machine vote is also established by the annual Town Meeting, which must be held not less than seven nor more than fourteen days from the date of the annual Town Meeting. The Board of Selectmen is responsible for establishing the hours of voting. This process is repeated, if necessary, until a budget is approved.
- The Board of Finance, in accordance with the provisions of the Charter and the Connecticut General Statutes, is authorized to transfer unexpended balances from one department's appropriation to another. Management may not authorize any additional appropriations. The Board of Finance may provide any single requesting agency with a special appropriation from General Fund unassigned fund balance a sum not to exceed \$50,000 cumulative and/or \$250,000 in the aggregate to all requesting agencies in any fiscal year. Special appropriations in excess of \$3,000,000 must be taken to referendum. During the year ended June 30, 2011, there was an additional appropriation of \$210,000.
- Formal budgetary integration is employed as a management control device during the year.
- Except for encumbrance accounting, the budget is prepared on the modified accrual basis of accounting.
- The legal level of control, the level at which expenditures may not exceed appropriations, is at the department level.
- The Board of Education, which is not a separate legal entity but a function of the Town, is authorized under state law to make any transfers required within its budget at its discretion. Any additional appropriations must have Board of Education and Board of Finance approval and, if over \$50,000, Town Meeting approval.
- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued, and, accordingly, encumbrances outstanding at year end are reported in budgetary reports (RSI-2) as expenditures in the current year. Generally, all unencumbered appropriations lapse at year end, except those for the capital projects funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

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

B. Deficit Fund Equity

The following individual funds had deficit fund balances at June 30, 2011:

Special revenue funds:		
Sewer Operating I, II, III	\$	237,420
Capital projects funds:		
Capital Nonrecurring		115,682
Bonded Capital Projects		25,025
Internal Serviced Funds:		
Heart and Hypertension Fund		33,784

The deficit in the Heart and Hypertension Fund will be funded by future operating transfers from the General Fund. The deficit in the Sewer Operating I, II, III will be funded by future operating transfers from the Sewer Bond Payment Fund. The Capital Nonrecurring Fund and Bonded Projects Fund will be funded by future state grant reimbursements and bond issues.

C. Donor Restricted Endowments

The Town has received an endowment for the maintenance of Ballard Park. The amounts are reflected in net assets as restricted for permanent funds. The principal and investment income (including appreciation, if any) is approved for expenditure by the individual Board of Finance.

D. Capital Projects Authorizations

The following is a summary of bonded projects and capital nonrecurring projects at June 30, 2011:

Project	Authorization	Current Year Expenditures	Cumulative Expenditures	Balance June 30, 2011
Sewer	\$ 2,230,000	\$ 25,527	\$ 1,924,317	\$ 305,683
School buildings	114,582,156	814,567	114,414,337	167,819
Infrastructure	19,383,000	2,091,318	16,216,604	3,166,396
Municipal buildings	2,385,250	207,382	2,041,329	343,921
Motor vehicles	941,700	350,566	653,892	287,808
Machinery and equipment	1,431,679	820,615	1,378,024	53,655
Total	<u>\$ 140,953,785</u>	<u>\$ 4,309,975</u>	<u>\$ 136,628,503</u>	<u>\$ 4,325,282</u>

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

3. DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents and Investments

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

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

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

Deposits

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

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$17,682,664 of the Town's bank balance of \$19,600,119 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 15,993,730
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>1,688,934</u>
Total Amount Subject to Custodial Credit Risk	\$ <u>17,682,664</u>

At June 30, 2011, the entire balance of the component unit's deposits was covered by federal depository insurance.

Cash Equivalents

At June 30, 2011, the Town's cash equivalents amounted to \$849,345. 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>
Money Market Funds*	
State Short-Term Investment Fund (STIF)	AAAm
Cutwater Asset Management - Connecticut CLASS Plus	AAAm

*Not rated

At June 30, 2011, the component unit's cash equivalents include money market funds of \$2,125,041 with no rating.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investment Type	Credit Rating	Fair Value	Investment Maturities (Years)		
			Less Than 1	1 - 10	More Than 10
Interest-bearing investments:					
U.S. Treasury bonds	N/A	\$ 203,340	\$ 203,340	\$	
Certificates of deposit	*	<u>3,598,711</u>	<u>3,598,711</u>	<u></u>	<u></u>
Total		3,802,051	<u><u>\$ 3,802,051</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Other investments:					
Common stock		2,615			
Pooled collective trust		16,306,929			
Mutual funds		<u>51,621,119</u>			
Total Investments		\$ 71,732,714			

*Subject to coverage by Federal Depository Insurance and collateralization.

N/A Not applicable

At June 30, 2011, the component unit's investments include mutual funds of \$4,950,705 with no rating or maturity, and certificates of deposit of \$71,130 with no rating and a maturity in one to ten years.

Interest Rate Risk - The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - Investments - As indicated above, State Statutes limit the investment options of cities and towns. The Town has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Connecticut or political subdivision.

Concentration of Credit Risk - The Town has no policy limiting an investment in any one issuer that is in excess of 5% of the Town's total investments. No more than 5% of the Town's investments were invested in any one issuer.

Custodial Credit Risk - Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. At June 30, 2011, the Town did not have any uninsured and unregistered securities held by the counterparty, or by its trust department or agent that were not in the Town's name.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The Town's investment policy, in conformity with applicable Connecticut General Statutes, authorizes investment in the State Treasurer's Short-Term Investment Fund (STIF) and MBIA Class Plus Investment. The value of the position in the pools is the same as the value of the pool shares. Regulatory oversight for the State Treasurer's Short-Term Investment Fund is provided quarterly by the Investment Advisory Council and the Treasurer's Cash Management Board. Regulatory oversight for Cutwater Asset Management - Connecticut CLASS Plus Investment is provided by an investment advisory council consisting of members appointed by the municipalities. Other authorized investments include pooled and joint investments meeting the requirements of the policy, excluding those pools investing in "derivative" securities, certificates of deposit, repurchase agreements and obligations of the United States and agencies of the federal government.

The Pension Trust Fund is also authorized to invest in corporate bonds, domestic common stocks, domestic equity real estate and international equities. The investments of this fund are held in trust by a trustee bank, which executes investment transactions under the direction of the pension plan's investment manager.

B. Receivables

Receivables as of year end for the Town's individual major funds and nonmajor and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Capital Non- Recurring</u>	<u>Sewer Bond Repayment</u>	<u>Nonmajor and Other</u>	<u>Total</u>
Receivables:					
Property taxes*	\$ 4,098,182	\$	\$	\$	\$ 4,098,182
Assessments/use charges*			614,575	110,375	724,950
Intergovernmental	75,944	221,064		107,721	404,729
Notes receivable		400,352			400,352
Other	67,597	44,358		14,809	126,764
Gross receivables	<u>4,241,723</u>	<u>665,774</u>	<u>614,575</u>	<u>232,905</u>	<u>5,754,977</u>
Less allowance for uncollectibles**	<u>900,000</u>		<u>6,121</u>	<u>3,595</u>	<u>909,716</u>
Net Total Receivables	<u>\$ 3,341,723</u>	<u>\$ 665,774</u>	<u>\$ 608,454</u>	<u>\$ 229,310</u>	<u>\$ 4,845,261</u>

* Does not include accrued interest on property taxes of \$1,355,750 and use charges of \$19,792.

** Does not include allowance for uncollectibles on accrued interest on property taxes of \$748,043 and use charges of \$863.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Ridgefield Library, the component unit, is conducting a capital campaign, and \$2,339,864 is recorded as contributions receivable for this campaign. Ridgefield Library expects \$1,309,021 to be collected within one year, \$1,201,280 to be collected within one to five years and \$22,500 to be collected after five years. The allowance for uncollectibles was \$122,000. A rate of 2.5% was used for contributions expected to be received in more than one year, resulting in discounts to net present value of \$70,937.

Governmental funds report deferred revenue in connection with receivables for revenues 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	\$ 3,198,182	\$
Recreation revenue		588,216
Special Revenue Funds:		
Special assessments	608,454	
Delinquent sewer use receivable	106,780	
Loan receivable	400,352	
Miscellaneous grants		137,436
Education grants		182,198
	<u> </u>	<u> </u>
Total Deferred Revenue for Governmental Funds	\$ <u>4,313,768</u>	\$ <u>907,850</u>

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

C. Capital Assets

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

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 29,334,731	\$	\$	\$ 29,334,731
Construction in progress	815,528		815,528	-
Total capital assets not being depreciated	<u>30,150,259</u>	<u>-</u>	<u>815,528</u>	<u>29,334,731</u>
Capital assets being depreciated:				
Land improvements	6,434,981			6,434,981
Buildings	140,302,022	577,890		140,879,912
Machinery and equipment	26,456,436	1,199,287	476,926	27,178,797
Infrastructure	43,083,486	1,397,618		44,481,104
Total capital assets being depreciated	<u>216,276,925</u>	<u>3,174,795</u>	<u>476,926</u>	<u>218,974,794</u>
Less accumulated depreciation for:				
Land improvements	4,330,112	161,400		4,491,512
Buildings	20,951,848	1,888,557		22,840,405
Machinery and equipment	20,635,388	1,324,441	442,075	21,517,754
Infrastructure	13,418,171	671,873		14,090,044
Total accumulated depreciation	<u>59,335,519</u>	<u>4,046,271</u>	<u>442,075</u>	<u>62,939,715</u>
Total capital assets being depreciated, net	<u>156,941,406</u>	<u>(871,476)</u>	<u>34,851</u>	<u>156,035,079</u>
Governmental Activities Capital Assets, Net	<u>\$ 187,091,665</u>	<u>\$ (871,476)</u>	<u>\$ 850,379</u>	<u>\$ 185,369,810</u>

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

Governmental activities:	
General government	\$ 92,507
Health and welfare	7,269
Public safety	313,837
Public works	969,466
Recreation	576,886
Education	<u>2,086,306</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 4,046,271</u>

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

Component Unit

Activity for the Ridgefield Library Association, Inc., for the year ended June 30, 2011 was as follows:

	<u>Beginning Balance (As Restated)</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 602,941	\$	\$	\$ 602,941
Construction in progress	<u>327,453</u>	<u>528,521</u>		<u>855,974</u>
Total capital assets not being depreciated	<u>930,394</u>	<u>528,521</u>	<u>-</u>	<u>1,458,915</u>
Capital assets being depreciated:				
Buildings	4,616,460	6,735		4,623,195
Land improvements	115,817			115,817
Furnishings and equipment	<u>463,192</u>	<u>7,255</u>	<u>17,020</u>	<u>453,427</u>
Total capital assets being depreciated	<u>5,195,469</u>	<u>13,990</u>	<u>17,020</u>	<u>5,192,439</u>
Less accumulated depreciation for:				
Buildings	1,783,237	104,713		1,887,950
Land improvements	53,473	7,722		61,195
Furnishings and equipment	<u>431,783</u>	<u>8,096</u>	<u>17,020</u>	<u>422,859</u>
Total accumulated depreciation	<u>2,268,493</u>	<u>120,531</u>	<u>17,020</u>	<u>2,372,004</u>
Total capital assets being depreciated, net	<u>2,926,976</u>	<u>(106,541)</u>	<u>-</u>	<u>2,820,435</u>
Ridgefield Library Association, Inc.,				
Capital Assets, Net	<u>\$ 3,857,370</u>	<u>\$ 421,980</u>	<u>\$ -</u>	<u>\$ 4,279,350</u>

D. Interfund Receivables, Payables and Transfers

Interfund balances are a result of timing differences between the date payments occurred for various activities. 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	Capital Nonrecurring Fund	\$ 411,525
	Bonded Projects Fund	25,025
	Internal Service Funds	33,241
	Nonmajor governmental funds	<u>423,417</u>
		893,208
Capital Nonrecurring Fund	Nonmajor governmental funds	<u>155,000</u>
Total		<u>\$ 1,048,208</u>

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Transfers are used to account for the financing by the General Fund of various programs and activities in other funds. The transfers that occurred during the year are as follows:

	Transfers In			
	Capital Nonrecurring Fund	Internal Service Funds	Nonmajor Govern- mental Funds	Total Transfers Out
Transfers out:				
General Fund	\$	\$ 27,000	\$ 1,132,171	\$ 1,159,171
Sewer Bond Repayment	<u>505,565</u>	<u></u>	<u></u>	<u>505,565</u>
Total Transfers In	\$ <u>505,565</u>	\$ <u>27,000</u>	\$ <u>1,132,171</u>	\$ <u>1,664,736</u>

E. Short-Term Obligations - Bond Anticipation Notes

The Town uses bond anticipation notes during the construction period of various public projects prior to the issuance of the bonds at the completion of the project.

Bond anticipation note transactions for the year ended June 30, 2011 were as follows:

Outstanding, July 1, 2010	\$ 1,575,000
New borrowings	-
Repayments	<u>(1,575,000)</u>
Outstanding, June 30, 2011	\$ <u>-</u>

The bond anticipation note was paid off using the proceeds from the bond issuance during the current year.

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

F. 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>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 102,390,000	\$ 38,610,000	\$ 42,500,000	\$ 98,500,000	\$ 9,745,000
Premium on refunding	5,357,869	4,145,469	714,493	8,788,845	
Less deferred amounts on refunding		(3,314,464)	(190,502)	(3,123,962)	
Total bonds payable	<u>107,747,869</u>	<u>39,441,005</u>	<u>43,023,991</u>	<u>104,164,883</u>	<u>9,745,000</u>
Notes payable	1,540,649	529,288	663,921	1,406,016	723,819
Compensated absences	1,058,248	81,171	30,998	1,108,421	33,000
Pension obligation	1,192,702	58,900		1,251,602	
OPEB obligation	591,025	216,607		807,632	
Lease obligations	542,094	496,084	533,238	504,940	339,844
Claims and judgments	<u>870,890</u>	<u>491,690</u>	<u>722,533</u>	<u>640,047</u>	<u>300,658</u>
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 113,543,477</u>	<u>\$ 41,314,745</u>	<u>\$ 44,974,681</u>	<u>\$ 109,883,541</u>	<u>\$ 11,142,321</u>

All long-term liabilities are generally liquidated by the General Fund.

TOWN OF RIDGEFIELD, 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.

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. School building grants of \$10,140 will be used to repay a portion of the respective debt; however, the Town is liable for all outstanding bonds. General obligation bonds currently outstanding are as follows:

Description	Interest Rate (%)	Balance Outstanding June 30, 2011
General purpose:		
General obligation - improvement	3-6.2%	\$ 7,584,200
General obligation - improvement	1.75-5%	5,328,000
General obligation - refunding	2-5%	8,314,100
General obligation - refunding	2.25-5%	2,756,600
General obligation - refunding	2.375-5%	9,029,700
General obligation - refunding	2-5%	5,808,400
Total general purpose		<u>38,821,000</u>
School:		
School improvement - improvement	3-6.2%	1,285,800
School improvement - improvement	1.75-5%	1,057,000
School improvement - refunding	2-5%	16,710,900
School improvement - refunding	2.25-5%	25,843,400
School improvement - refunding	2.375-5%	11,819,000
School improvement - refunding	2-5%	1,341,600
Total school		<u>58,057,700</u>
Sewer:		
Sewer - refunding		<u>1,621,300</u>
Total outstanding		<u>\$ 98,500,000</u>

General Obligation Bonds - New Issue

On August 30, 2010, the Town issued \$6,385,000 of general obligation bonds with interest rates ranging from 1.75-5% payable in annual installments ranging from \$70,000 to \$370,000. The bonds mature on July 15, 2030.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

General Obligation Bonds - Advance Refunding

On August 30, 2010, the Town issued \$32,225,000 in general obligation refunding bonds with interest rates ranging from 2% to 5% to advance refund the outstanding principal amounts of \$32,325,000.

The net proceeds of \$35,639,464 (including premium of \$3,631,170 and issuance costs of \$216,706 including underwriter fees) will reduce total debt service payments over the next 15 years by \$2,047,753 and represents an economic gain (difference between present values of the debt service payments on the old and new debt) of \$1,555,763. As a result, the refunded bonds are considered defeased and all future interest and principal on the defeased bonds will be paid from the proceeds of the refunding issue, which were placed into an irrevocable escrow account until all the defeased bonds have been called. Accordingly, the trust account assets and liability for the defeased bonds will not be included in the Town's financial statements. The balance in escrow was \$32,272,532 at June 30, 2011. The outstanding balance of the defeased bonds as of June 30, 2011 was \$30,400,000.

Notes Payable

Water Main Payable - The State of Connecticut drinking water notes, bearing interest at 2%, will be paid out of General Fund operations and will mature in the year 2031.

Danbury Note Payable - The Town entered into an Interlocal Sewer Agreement with the City of Danbury for a portion of sewer plant capacity. The Danbury sewer plant has been completed and the share applicable to the Town at June 30, 2011 is \$69,809, bearing interest at 2%. This amount is to be funded by contributions from a local company.

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

	General Obligation Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2012	\$ 9,745,000	\$ 3,883,783	\$ 723,819	\$ 19,573
2013	9,665,000	3,461,288	218,836	10,280
2014	9,255,000	3,059,232	25,545	9,273
2015	8,855,000	2,712,933	23,202	8,801
2016	8,190,000	2,401,676	23,685	8,318
2017-2021	37,600,000	7,208,380	126,019	33,996
2022-2026	12,805,000	1,264,470	139,679	20,335
2027-2031	2,385,000	175,694	125,231	5,449
Total	\$ 98,500,000	\$ 24,167,456	\$ 1,406,016	\$ 116,025

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

Capital Lease

The Town has entered into lease agreements as lessee for financing the acquisition of computers. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its future minimum lease payments as of the inception date.

The asset acquired through the capital lease is as follows:

	<u>Governmental Activities</u>
Asset:	
Equipment	\$ 2,897,766
Less accumulated depreciation	<u>919,465</u>
Total	<u><u>\$ 1,978,301</u></u>

The future minimum lease obligation and the net present value of the minimum lease payments as of June 30, 2011 were as follows:

<u>Year Ending June 30:</u>	<u>Governmental Activities</u>
2011	\$ 355,357
2012	<u>169,999</u>
Total minimum lease payments	<u>525,356</u>
Less amount representing interest	<u>20,416</u>
Present Value of Minimum Lease Payments	<u><u>\$ 504,940</u></u>

Claims and Judgments

The Town of Ridgefield had previously engaged the Municipal Interlocal Risk Management Assoc. (MIRMA) for workers' compensation coverage. During the year ended June 30, 2011, MIRMA levied an additional assessment on all member towns to fulfill the lookback requirements. The Town was assessed \$1,045,068 in fiscal year 2010. The outstanding amount of \$509,083 has been recorded for this liability.

The Board of Education was involved in a number of litigation claims. The outstanding amount of \$130,964 has been recorded for this liability.

Authorized But Unissued Bonds

The total of authorized but unissued bonds at June 30, 2011 is \$7,213,286. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Statutory Debt Limitation

The Town's indebtedness does not exceed the legal debt limitations as required by Connecticut General Statutes as reflected in the following schedule:

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose	\$ 250,159,514	\$ 46,034,286	\$ 204,125,228
Schools	500,319,027	58,047,560	442,271,467
Sewers	416,932,523	2,412,741	414,519,782
Urban renewal	361,341,520		361,341,520
Pension deficit	333,546,018		333,546,018

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, \$778,274,042.

The indebtedness reflected above includes bonds outstanding in addition to the amount of bonds authorized and unissued against which bond anticipation notes are issued and outstanding. School building grants receivable of \$10,140 for bond principal is reflected as deductions in the computation of net indebtedness.

G. Fund Balance

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

	<u>General Fund</u>	<u>Major Capital Project Funds</u>	<u>Major Special Revenue Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
		<u>Capital Nonrecurring Fund</u>	<u>Bonded Projects Fund</u>		
Fund balances:					
Restricted for:					
Grants	\$	\$	\$	\$	\$
Health and welfare				260,739	260,739
Parks and recreation				260,737	260,737
Public safety				133,475	133,475
Education				87,318	87,318
Branchville Railroad Station				145,921	145,921
Capital projects		221,064		19,173	19,173
Committed to:					
Sewer assessment			1,654,884		1,654,884
Health and welfare				28,130	28,130
Public safety				30,639	30,639
Public works				40,579	40,579
Education				562,062	562,062
Assigned:					
Health and welfare	3,713				3,713
Education	822,462				822,462
Subsequent year's budget	400,000				400,000
Unassigned	9,048,490	(336,746)	(25,025)	(237,420)	8,449,299
Total Fund Balances	\$ 10,274,665	\$ (115,682)	\$ (25,025)	\$ 1,331,353	\$ 13,120,195

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

Significant encumbrances at June 30, 2011 are contained in the above table in the assigned category of the General Fund.

H. Operating Lease

In 1997, the Town signed a lease with the State of Connecticut Department of Transportation Branchville Railroad Station Parking Lot for a 20-year period of time commencing on October 1, 1995 to and including September 30, 2015, with the option to renew for two additional successive five year periods of time.

In lieu of an annual lease payment, the Town must reinvest all surplus revenue derived from rail parking and rail-related leases into the improvement and maintenance of rail station buildings, rail station parking, and mutually agreed upon rail station services. The Town set up a Parking Fund, which collected \$47,640 in fees and permits and spent \$28,467 in parking expenditures.

4. EMPLOYEE RETIREMENT PLANS

A. Pension Plan

Summary

The Town administers three single employer, defined benefit pension plans (Town of Ridgefield Pension Plan, Town of Ridgefield Police Union Pension Plan and Town of Ridgefield Firefighters Union Pension Plan). The plans were established through an ordinance adopted May 7, 1964 and amended July 1, 1984. The Pension Commission makes recommendations for plan provisions, which are approved by the Board of Finance. 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. Separate, stand-alone reports are not issued.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting - The Town's pension trust funds financial statements are prepared on the accrual basis of accounting. Revenues (contributions and investment income) are recognized when they are earned and expenses (benefits and administration) are recognized when they are incurred. Contributions are recognized when due, pursuant to formal commitments (as well as statutory or contractual requirements, as appropriate). Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

Valuation of Investments - Investments are valued at fair value. Securities traded on a national exchange are valued at June 30, 2011 quoted market price. There are no investments of 5% or greater in any one organization.

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

Plan Description

Benefit Provisions - The plans' membership is open to substantially all Town employees with the exception of certified teachers and administrative personnel at the Board of Education. Administrative costs are financed from investment earnings.

Employer Contributions - Recommended contributions to each of the three plans are determined each year as part of the actuarial valuation using the frozen entry age method. The contributions for the year ended June 30, 2011 represent 13.93% of covered payroll.

Employee Contributions - General employees of the Town have no required contribution. The contribution requirements of other departments are as follows (expressed as a percentage of annual compensation): Police 6%, Fire 6%, Highway 4% and Board of Education Secretaries 2%.

At June 30, 2011, plan membership consisted of the following:

	Town Pension Plan	Police Union Pension Plan	Firefighters Union Pension Plan
Retirees and beneficiaries currently receiving benefits	136	28	16
Vested terminated employees	77	1	4
Active plan members	<u>355</u>	<u>39</u>	<u>34</u>
Total Participants	<u><u>568</u></u> *	<u><u>68</u></u>	<u><u>54</u></u>

* The participants in the Town Pension Plan are comprised of 372 employees from the Board of Education and 196 employees from the Town.

The annual required contribution for the current year was determined as part of the June 30, 2011 actuarial valuation using the frozen entry-age actuarial cost method. The actuarial assumptions included (a) a 7% investment rate of return and (b) 4% projected salary increases. The assumptions did not include inflation or post-retirement benefit increases. The actuarial value of assets was determined using a market related method with five-year recognition of gains and losses. The unfunded actuarial accrued liability is being amortized on a closed level dollar method. The remaining amortization period is 30 years for the Town retirement plan, 30 years for the firefighters' retirement plan, and 30 years for the police retirement plan.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Annual Pension Cost and Net Pension Obligation

The Town's annual pension cost and net pension obligation to the Town of Ridgefield's pension plans for the year ended June 30, 2011 were as follows:

	Town Pension Plan	Police Union Pension Plan	Firefighters Union Pension Plan
Annual required contribution (ARC)	\$ 1,573,625	\$ 658,822	\$ 418,651
Interest on net pension obligation	38,472	33,812	11,205
Adjustment to annual required contribution	<u>(61,475)</u>	<u>(64,641)</u>	<u>(19,189)</u>
Annual pension cost	1,550,622	627,993	410,667
Contributions made	<u>1,523,632</u>	<u>615,578</u>	<u>391,172</u>
Increase in net pension obligation	(26,990)	(12,415)	(19,495)
Net pension obligation, beginning of year	<u>549,602</u>	<u>483,024</u>	<u>160,076</u>
Net Pension Obligation, End of Year	<u>\$ 576,592</u>	<u>\$ 495,439</u>	<u>\$ 179,571</u>

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Actual Contribution	Percentage Of APC Contributed	Net Pension Obligation
Town Plan:				
6/30/2009	\$ 1,381,078	\$ 1,270,216	92 %	\$ 561,684
6/30/2010	1,531,571	1,543,653	101	549,602
6/30/2011	1,550,622	1,523,632	98	576,592
Police Plan:				
6/30/2009	\$ 568,604	\$ 512,470	90 %	\$ 483,859
6/30/2010	618,052	618,886	100	483,024
6/30/2011	627,993	615,578	98	495,439
Firefighters Plan:				
6/30/2009	\$ 298,049	\$ 282,314	95 %	\$ 149,402
6/30/2010	378,517	367,843	97	160,076
6/30/2011	410,667	391,172	95	179,571

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

Pension Plan Required Supplementary Information

Schedule of Funding Progress

<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>
<i>Town Pension Plan</i>							
2011	\$ 33,015,572	\$ 36,681,033	\$ (3,665,461)	90.01	% \$	13,748,035	(26.66) %
2010	29,632,882	33,917,740	(4,284,858)	87.37		13,617,621	(31.47)
2009	27,234,218	31,613,170	(4,378,952)	86.15		13,459,105	(32.54)
2008	27,495,328	29,607,483	(2,112,155)	92.87		13,317,463	(15.86)
2007	25,364,289	26,761,107	(1,396,818)	94.78		13,011,479	(10.74)
2006	23,680,169	24,153,151	(472,982)	98.04		12,053,109	(3.92)
<i>Police Union Pension Plan</i>							
2011	\$ 19,700,425	\$ 22,686,678	\$ (2,986,253)	86.84	% \$	2,701,960	(110.52) %
2010	17,897,417	21,144,884	(3,247,467)	84.64		2,950,860	(110.05)
2009	16,619,136	19,601,239	(2,982,103)	84.79		3,068,170	(97.19)
2008	16,847,159	18,850,975	(2,003,816)	89.37		2,937,107	(68.22)
2007	15,623,819	17,343,036	(1,719,217)	90.09		2,773,362	(61.99)
2006	13,943,583	16,129,825	(2,186,242)	86.45		2,777,493	(78.71)
<i>Firefighters Union Pension Plan</i>							
2011	\$ 11,858,463	\$ 13,909,112	\$ (2,050,649)	85.26	% \$	1,716,216	(119.49) %
2010	10,869,291	13,036,226	(2,166,935)	83.38		1,820,999	(119.00)
2009	10,191,124	12,341,937	(2,150,813)	82.57		1,689,935	(127.27)
2008	10,510,874	11,645,716	(1,134,842)	90.26		1,710,044	(66.36)
2007	9,857,516	10,840,318	(982,802)	90.93		1,447,147	(67.91)
2006	8,882,355	10,197,125	(1,314,770)	87.11		1,353,731	(97.12)

Schedule of Employer Contributions

<u>Year Ended</u>	<u>Town Plan</u>			<u>Police Plan</u>			<u>Firefighters Plan</u>	
	<u>Annual</u>	<u>Percentage</u>		<u>Annual</u>	<u>Percentage</u>		<u>Annual</u>	<u>Percentage</u>
	<u>Required Contribution</u>	<u>Contributed</u>		<u>Required Contribution</u>	<u>Contributed</u>		<u>Required Contribution</u>	<u>Contributed</u>
6/30/2011	\$ 1,573,625	96.82	% \$	658,822	93.44	% \$	418,651	93.44 %
6/30/2010	1,556,663	99.20		647,992	95.50		385,142	95.50
6/30/2009	1,399,891	97.40		591,988	90.50		303,518	97.70
6/30/2008	1,208,388	98.10		533,454	89.90		256,045	96.00
6/30/2007	1,136,878	100.40		592,737	94.60		276,088	101.20
6/30/2006	1,148,279	73.19		621,352	79.93		314,349	85.92

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation is presented above.

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

B. Elected Officials

Plan Description

The Town administers a single employer, defined contribution plan, which is included in the Town's financial statements in the pension trust fund. The plan, established in July 1983, requires the employer to contribute 6% of each participant's compensation. The Pension Commission makes recommendations for plan provisions, which are approved by the Board of Finance. The Town contributed \$15,301 during the year ended June 30, 2011. Officials are not required to contribute, but can make voluntary contributions up to 10% of annual compensation. At June 30, 2011, the net assets available for benefits include \$239,437 of assets designated for this plan.

The Town Clerk, Tax Collector and First Selectman are the only plan members.

Significant accounting policies are the same as those discussed under defined benefit plans.

Other than the pension payment, there are no other postemployment benefits furnished to elected officials by the Town.

C. Plan Financial Statements - Financial statements for each individual pension plan as of and for the year ended June 30, 2011 are as follows:

	Town Pension Plan	Firefighters Union Pension Plan	Police Union Pension Plan	Elected Officials Pension Plan	Total Pension Trust Funds
Assets:					
Cash and cash equivalents	\$ 477,485	\$ 172,483	\$ 289,262	\$ 3,299	\$ 942,529
Investments - at fair value:					
Mutual funds:					
Equity	20,251,865	7,315,617	12,268,649	139,916	39,976,047
Corporate bonds	5,580,761	2,015,948	3,380,844	38,557	11,016,110
Pooled fixed income	1,325	479	803	8	2,615
Pooled collective trusts	8,261,090	2,984,168	5,004,597	57,074	16,306,929
Total investments	<u>34,095,041</u>	<u>12,316,212</u>	<u>20,654,893</u>	<u>235,555</u>	<u>67,301,701</u>
Other assets:					
Prepaid benefits	<u>87,426</u>	<u>31,581</u>	<u>52,963</u>	<u>605</u>	<u>172,575</u>
Total assets	<u>34,659,952</u>	<u>12,520,276</u>	<u>20,997,118</u>	<u>239,459</u>	<u>68,416,805</u>
Liabilities:					
Due to others	<u>3,166</u>	<u>1,144</u>	<u>1,918</u>	<u>22</u>	<u>6,250</u>
Net Assets:					
Net Assets Held in Trust for Pension Benefits	<u>\$ 34,656,786</u>	<u>\$ 12,519,132</u>	<u>\$ 20,995,200</u>	<u>\$ 239,437</u>	<u>\$ 68,410,555</u>

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

	Town Pension Plan	Firefighters Union Pension Plan	Police Union Pension Plan	Elected Officials Pension Plan	Total Pension Trust Funds
Additions:					
Contributions:					
Employer	\$ 1,523,632	\$ 391,172	\$ 615,578	\$ 15,301	\$ 2,545,683
Plan members	240,954	113,844	203,837		558,635
Total contributions	<u>1,764,586</u>	<u>505,016</u>	<u>819,415</u>	<u>15,301</u>	<u>3,104,318</u>
Net investment income:					
Net appreciation in fair value of investments	5,904,950	2,050,554	3,603,099	51,454	11,610,057
Interest and dividends	669,549	241,862	405,615	4,627	1,321,653
	<u>6,574,499</u>	<u>2,292,416</u>	<u>4,008,714</u>	<u>56,081</u>	<u>12,931,710</u>
Less investment expense	12,665	4,575	7,673	87	25,000
Net investment income	<u>6,561,834</u>	<u>2,287,841</u>	<u>4,001,041</u>	<u>55,994</u>	<u>12,906,710</u>
Net additions	<u>8,326,420</u>	<u>2,792,857</u>	<u>4,820,456</u>	<u>71,295</u>	<u>16,011,028</u>
Deductions:					
Benefits	1,002,356	362,083	607,230	6,925	1,978,594
Administration	25,414	9,180	15,396	175	50,165
Total deductions	<u>1,027,770</u>	<u>371,263</u>	<u>622,626</u>	<u>7,100</u>	<u>2,028,759</u>
Change in Net Assets	7,298,650	2,421,594	4,197,830	64,195	13,982,269
Net Assets - Beginning of Year	<u>27,358,136</u>	<u>10,097,538</u>	<u>16,797,370</u>	<u>175,242</u>	<u>54,428,286</u>
Net Assets - End of Year	<u>\$ 34,656,786</u>	<u>\$ 12,519,132</u>	<u>\$ 20,995,200</u>	<u>\$ 239,437</u>	<u>\$ 68,410,555</u>

D. On-Behalf Payments - Teachers' Retirement

All Town 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 \$37,867,103.

TOWN OF RIDGEFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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 \$6,019,385 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.

E. Postemployment Healthcare Plan - Retiree Health Plan

Plan Description

The Retiree Health Plan (RHP) is a single-employer defined benefit healthcare plan administered by the Town of Ridgefield. The RHP provides medical and dental 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.

A trust was officially approved by the Board of Selectmen on December 14, 2009. As in prior years, all expenses for postemployment benefits were paid out of the general fund during fiscal year ended June 30, 2011. The Town is using the phase-in funding approach. The OPEB trust fund should be fully funded after four years and at that point, all postemployment benefit payments will be paid out of the OPEB 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
Retired members	105
Spouses of retired members	42
Active plan members	<u>820</u>
Total Participants	<u><u>967</u></u>

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

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

The cost per month for Town employees receiving medical coverage is \$723 per month for retiree only coverage and \$1,315 per month for retiree and spouse coverage to age 65.

Board of Education Employees

The cost per month for Board of Education employees receiving medical coverage is \$730 per month for retiree only coverage and \$1,533 per month for retiree and spouse coverage to age 65, and \$449 and \$1,041 per month, respectively, thereafter. The cost per month for Board of Education employees receiving dental coverage is \$42 per month for retiree only coverage and \$109 per month for retiree and spouse coverage to age 65.

Employer contributions to the plan of \$1,578,450 were made in accordance with actuarially determined requirements. Of this amount \$1,286,000 represents premium payments and \$292,450 was contributed to prefund benefits.

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

Annual OPEB Cost and Net OPEB Obligations

The Town of Ridgefield'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 Health Plan
Annual required contribution (ARC)	\$ 1,784,000
Interest on net OPEB obligation	47,282
Adjustment to annual required contribution	<u>(36,237)</u>
Annual OPEB cost (expense)	1,795,045
Contributions made	<u>1,578,438</u>
Increase in net OPEB obligation	216,607
Net OPEB obligation, beginning of year	<u>591,025</u>
Net OPEB Obligation, End of Year	\$ <u><u>807,632</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal years ended June 30, 2011, 2010 and 2009 are presented below.

Fiscal Year Ending	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation
6/30/2009	\$ 1,550,400	\$ 1,213,920	78.30 %	\$ 336,480
6/30/2010	1,630,300	1,382,440	84.80	591,025
6/30/2011	1,795,045	1,578,438	87.93	807,632

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

Schedule of Funding Progress

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
7/1/2007	\$ -	\$ 17,180,700	\$ (17,180,700)	- %	\$ N/A	N/A %
7/1/2009	84,000	19,258,000	(19,174,000)	0.44	N/A	N/A

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 4% 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 6.6% initially, to an ultimate rate of 4.4% after 50 years. Projected salary increases were 4%. The actuarial value of assets was determined using the closed group method. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at July 1, 2009 was 28 years.

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

5. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss related to public official liability, police liability, Board of Education legal liability, theft or impairment of assets, errors and omissions, injury to employees and natural disasters.

The Town has a risk management program for property, casualty, workers' compensation and other claims. As part of this program, resources have been accumulated in an internal service fund to pay deductibles and losses. Third-party coverage is maintained for claims greater than the established risk assumption policy.

A schedule of changes in the claims liability for heart and hypertension and workers' compensation judgments for the years ended June 30, 2011 and 2010, is presented below:

	Accrued Liability Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Accrued Liability Claim Payments	Accrued Liability End of Fiscal Year
2011-10	\$ -	\$ 109,266	\$ 109,266	\$ -
2010-09	-	279,761	279,761	-

B. Commitments and Litigation

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

The Town is a defendant in various lawsuits, the outcome of which is not presently determinable. In the opinion of the Town attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the Town.

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.

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

6. PRIOR PERIOD ADJUSTMENTS

Governmental Accounting Standards Board Statement No. 54

During the year, the Town implemented GASB Statement No. 54. This required the Town to review its special revenue funds and determine if they have a revenue source that is restricted or committed for a specific purpose. This revenue source also needs to constitute a substantial portion of the resources in the fund. As a result, the Revaluation Fund is now reported as part of the General Fund and the Heart and Hypertension Fund is now reported as an Internal Service Fund.

General Fund

An adjustment was made to the prior year property tax allowance for doubtful accounts, resulting in an increase to allowance for doubtful accounts and a decrease to fund balance in the amount of \$490,000.

An adjustment was made to deferred revenue in order to properly apply the property tax allowance for doubtful accounts, resulting in a decrease in deferred revenue and an increase to fund balance in the amount of \$900,000.

The effect is illustrated below:

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Internal Service Funds</u>
Balance at June 30, 2010	\$ 9,287,168	\$ 1,434,241	\$ 93,622
Allowance for doubtful accounts	(490,000)		
Deferred revenue	900,000		
Reclassified to General Fund	(41,432)	41,432	
Reclassified to Internal Service Fund		26,863	(26,863)
Restated Fund Balance at July 1, 2010	<u>\$ 9,655,736</u>	<u>\$ 1,502,536</u>	<u>\$ 66,759</u>

Governmental Activities

An adjustment was made to the prior year property tax interest allowance for doubtful accounts, resulting in an increase to allowance for doubtful accounts and a decrease to net assets in the amount of \$480,866.

An adjustment was made to deferred revenue in order to properly apply the property tax allowance for doubtful accounts, resulting in a decrease in deferred revenue and an increase to net assets in the amount of \$900,000.

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

Component Unit

An adjustment was made to accounts payable for accrued pension expense that was incorrectly expensed, resulting in an increase to accounts payable and a decrease to net assets in the amount of \$84,440.

An adjustment was made to construction in progress for costs incurred in relation to a building project that were incorrectly expensed, resulting in an increase to nondepreciable capital assets and an increase to net assets in the amount of \$181,293.

Required Supplementary Information

TOWN OF RIDGEFIELD, CONNECTICUT

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2011

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Property Taxes:					
Property taxes	\$ 110,907,987	\$	\$ 110,907,987	\$ 110,687,885	\$ (220,102)
Interest and lien fees	350,000		350,000	435,686	85,686
Telephone tax	130,000		130,000	83,030	(46,970)
Total property taxes	<u>111,387,987</u>	<u>-</u>	<u>111,387,987</u>	<u>111,206,601</u>	<u>(181,386)</u>
Intergovernmental:					
Education cost sharing	1,769,380		1,769,380	1,780,315	10,935
School building grants	17,000		17,000	4,022	(12,978)
School interest subsidy	500		500	717	217
School transportation grants	3,009		3,009	1,585	(1,424)
Civil defense	10,000		10,000	11,046	1,046
State renters	24,000		24,000	12,162	(11,838)
Elderly circuit freeze	75,000		75,000	69,469	(5,531)
Mashantucket/Mohegan fund grant	12,700		12,700	13,583	883
Paid in lieu of taxes	188,638		188,638	189,721	1,083
Machinery and equipment	728,668		728,668	452,270	(276,398)
Highway safety grant				75,944	75,944
Miscellaneous	33,500		33,500	35,691	2,191
Total intergovernmental	<u>2,862,395</u>	<u>-</u>	<u>2,862,395</u>	<u>2,646,525</u>	<u>(215,870)</u>
Charges for Services:					
Town Clerk's fees including conveyance taxes	815,000		815,000	930,418	115,418
Building, plumbing and electrical permits	353,030		353,030	385,499	32,469
Planning and zoning commission	73,000		73,000	71,628	(1,372)
Water and septic permits and fees	40,000		40,000	47,444	7,444
Highway permits	10,000		10,000	8,100	(1,900)
Solid waste facility	35,000		35,000	32,861	(2,139)
Parking Authority	50,000		50,000	33,596	(16,404)
Police Department	69,000	210,000	279,000	284,328	5,328
Fire Department	872,000		872,000	766,604	(105,396)
Golf course	1,250,000		1,250,000	1,196,227	(53,773)
Parks and recreation	2,822,140		2,822,140	2,561,565	(260,575)
Out of town tuition	100,000		100,000	95,779	(4,221)
Utilities and fuel	282,000		282,000	280,841	(1,159)
Rental of Town property	865,911		865,911	864,336	(1,575)
Total charges for services	<u>7,637,081</u>	<u>210,000</u>	<u>7,847,081</u>	<u>7,559,226</u>	<u>(287,855)</u>
Investment Income	<u>100,000</u>		<u>100,000</u>	<u>64,185</u>	<u>(35,815)</u>
Miscellaneous	<u>100,000</u>		<u>100,000</u>	<u>237,791</u>	<u>137,791</u>
Total revenues	<u>122,087,463</u>	<u>210,000</u>	<u>122,297,463</u>	<u>121,714,328</u>	<u>(583,135)</u>
Other Financing Sources:					
Utilization of fund balance	450,000		450,000		(450,000)
Transfers in:					
Capital reserve fund	100,000		100,000	100,000	-
Total other financing sources	<u>550,000</u>	<u>-</u>	<u>550,000</u>	<u>100,000</u>	<u>(450,000)</u>
Total Revenues and Other Financing Sources	<u>\$ 122,637,463</u>	<u>\$ 210,000</u>	<u>\$ 122,847,463</u>	<u>121,814,328</u>	<u>\$ (1,033,135)</u>

Budgetary revenues are different than GAAP revenues because:

Capital reserve transfers are recorded for budget purposes only.	(100,000)
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted.	6,019,385
Underliquidation of prior year encumbrances is recorded as miscellaneous revenue for budgetary reporting. This amount is excluded for GAAP financial reporting purposes.	(101,817)
The Board of Education does not budget for a combination of intergovernmental grants, charges for services and other revenue amounts received which are credited against education expenditures for budgetary reporting. These amounts are recorded as revenues and expenditures for GAAP financial reporting purposes.	1,093,527

Total Revenues and Other Financing Sources as Reported on the Statement of Revenues,
Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV

\$ 128,725,423

TOWN OF RIDGEFIELD, CONNECTICUT

**GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL**

FOR THE YEAR ENDED JUNE 30, 2011

	Original Budget	Transfers and Additional Appropriations	Final Budget	Actual		Variance with Final Budget
				Expenditures	Encumbrances	
General Government:						
Selectmen	\$ 316,604	\$	\$ 316,604	\$ 313,755	\$	\$ 2,849
Board of Finance	74,600		74,600	74,478		122
Legal counsel	254,800	(50,000)	204,800	181,081		23,719
Administrative support services	272,628		272,628	272,391		237
Department of Finance	403,012		403,012	402,645		367
Data processing	262,099		262,099	258,501		3,598
Registrars	109,800	9,000	118,800	118,442		358
Assessor	335,386		335,386	323,158		12,228
Tax Collector	204,807		204,807	187,353		17,454
Town Treasurer	26,244		26,244	26,134		110
Town Clerk	236,799		236,799	234,370		2,429
Planning and zoning	244,712		244,712	242,870		1,842
Zoning board of appeals	73,553		73,553	71,273		2,280
Building Department	203,285		203,285	200,765		2,520
Probate court	5,300	1,900	7,200	7,139		61
Conservation Commission	31,187		31,187	31,183		4
Commissions and Committees	46,800		46,800	40,289		6,511
Insurance and benefits	7,318,100	66,316	7,384,416	7,359,768		24,648
Miscellaneous	16,000		16,000	16,000		-
Total general government	10,435,716	27,216.00	10,462,932	10,361,595	-	101,337
Health and Welfare:						
Health Department	215,216		215,216	207,656	3,713	3,847
Social services	233,079		233,079	194,847		38,232
Total health and welfare	448,295	-	448,295	402,503	3,713	42,079
Community Grants	204,075		204,075	204,075		-
Parks and Recreation:						
Parks and recreation	3,193,076		3,193,076	2,905,060		288,016
Tree care	234,940		234,940	234,552		388
Golf course	933,234		933,234	888,824		44,410
Athletic fields	400,766		400,766	393,036		7,730
School grounds	349,779		349,779	280,689		69,090
Total parks and recreation	5,111,795	-	5,111,795	4,702,161	-	409,634
Public Safety:						
Police Department	4,519,947	115,000	4,634,947	4,572,713		62,234
Fire Department	3,593,775		3,593,775	3,516,525		77,250
Parking Authority	38,871		38,871	32,056		6,815
Total public safety	8,152,593	115,000	8,267,593	8,121,294	-	146,299
Public Works:						
Highway Department	2,763,153	60,000	2,823,153	2,763,324		59,829
Town buildings	512,329		512,329	464,163		48,166
Utilities	1,005,056		1,005,056	907,617		97,439
Solid waste	83,740		83,740	59,091		24,649
School buildings	54,875	35,000	89,875	89,742		133
Total public works	4,419,153	95,000	4,514,153	4,283,937	-	230,216

(Continued on next page)

TOWN OF RIDGEFIELD, CONNECTICUT

GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (CONTINUED)
BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2011

	Original Budget	Transfers and Additional Appropriations	Final Budget	Actual			Variance with Final Budget
				Expenditures	Encumbrances	Total	
Contingency	\$ 74,250	\$ (27,216)	\$ 47,034	\$	\$	\$ -	\$ 47,034
Education:							
Certified salaries	39,507,249	(1,061,348)	38,445,901	38,436,434		38,436,434	9,467
Noncertified salaries	8,985,749	(404,785)	8,580,964	8,576,949		8,576,949	4,015
Fringe benefits	14,621,606	318,976	14,940,582	14,915,207	24,270	14,939,477	1,105
Professional services	2,287,435	65,514	2,352,949	2,143,316	196,422	2,339,738	13,211
Utility services - sewer and water	233,864	(11,366)	222,498	216,290	5,313	221,603	895
Equipment repair and maintenance	441,211	88,885	530,096	447,389	72,649	520,038	10,058
Building repairs	976,061	(35,978)	940,083	864,820	69,732	934,552	5,531
Transportation services	4,939,720	(156,217)	4,783,503	4,717,666	47,424	4,765,090	18,413
Insurance - property and liability	280,779	(24,135)	256,644	256,644		256,644	-
Communications - telephone	269,437	(3,142)	266,295	245,844	17,379	263,223	3,072
Advertising services	13,000	(8,523)	4,477	4,477	784	5,261	(784)
Printing services	57,125	(5,204)	51,921	46,983	1,695	48,678	3,243
Food management services	18,000	7,259	25,259	25,259		25,259	-
Travel, mileage and training	100,600	(33,988)	66,612	48,346	13,223	61,569	5,043
Other purchased services	328,646	(312,470)	16,176	5,804	7,364	13,168	3,008
Tuition - out of district facilities	391,610	449,648	841,258	714,240	108,679	822,919	18,339
Supplies and materials	1,332,261	(116,208)	1,216,053	1,134,717	37,549	1,172,266	43,787
Energy - electricity, gas and fuel	2,659,502	(4,966)	2,654,536	2,511,810	134,183	2,645,993	8,543
Books	378,043	37,331	415,374	366,618	45,859	412,477	2,897
Equipment	159,029	36,823	195,852	155,773	37,594	193,367	2,485
Dues and fees - memberships	120,328	(23,080)	97,248	91,523	184	91,707	5,541
Miscellaneous	73,425	(10,047)	63,378	57,492	2,159	59,651	3,727
Athletics program	(367,000)	1,207,021	840,021	840,021		840,021	-
Total education	<u>77,807,680</u>		<u>77,807,680</u>	<u>76,823,622</u>	<u>822,462</u>	<u>77,646,084</u>	<u>161,596</u>
Library	<u>1,682,300</u>		<u>1,682,300</u>	<u>1,682,300</u>		<u>1,682,300</u>	<u>-</u>
Debt Service	<u>13,811,296</u>		<u>13,811,296</u>	<u>13,789,845</u>		<u>13,789,845</u>	<u>21,451</u>
Total expenditures	<u>122,147,153</u>	<u>210,000</u>	<u>122,357,153</u>	<u>120,371,332</u>	<u>826,175</u>	<u>121,197,507</u>	<u>1,159,646</u>
Other Financing Uses:							
Transfers out:							
Capital Reserve Fund	100,000		100,000	100,000		100,000	-
Tiger Hollow Fund	43,000		43,000	43,000		43,000	-
Sewer Operating Fund	49,810		49,810	49,810		49,810	-
Heart and Hypertension Fund	27,000		27,000	27,000		27,000	-
Canine Control Fund	160,000		160,000	160,000		160,000	-
Youth Barn	24,000		24,000	24,000		24,000	-
Revaluation Fund	86,500		86,500	86,500		86,500	-
Total other financing uses	<u>490,310</u>	<u>-</u>	<u>490,310</u>	<u>490,310</u>	<u>-</u>	<u>490,310</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>\$ 122,637,463</u>	<u>\$ 210,000</u>	<u>\$ 122,847,463</u>	<u>\$ 120,861,642</u>	<u>\$ 826,175</u>	<u>121,687,817</u>	<u>\$ 1,159,646</u>

Budgetary expenditures are different than GAAP expenditures because:

Capital reserve transfers are recorded for budget purposes only.	(100,000)
Combination of Revaluation Fund for GASB 54 purposes	(86,500)
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted.	6,019,385
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for GAAP financial reporting purposes.	(826,175)
Encumbrances for purchases and commitments ordered in the previous year that were received and liquidated in the current year are reported for GAAP financial statement reporting purposes.	318,440
The Board of Education does not budget for a combination of intergovernmental grants, charges for services and other revenue amounts received which are credited against education expenditures for budgetary reporting. These amounts are recorded as revenues and expenditures for GAAP financial reporting purposes.	1,093,527

Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues,
Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV

\$ 128,106,494

General Fund

The General Fund is the principal fund of the Town and is used to account for all activities of the Town, except those required to be accounted for in another fund. The General Fund accounts for the normal recurring activities of the Town (i.e., general government, public safety, public works, health, social services, recreation, education, etc.). These activities are funded principally by property taxes, user fees and grants from other governmental units.

TOWN OF RIDGEFIELD, CONNECTICUT

REPORT OF TAX COLLECTOR

FOR THE YEAR ENDED JUNE 30, 2011

Grand List Year	Uncollected Taxes July 1, 2010	Current Year Levy	Lawful Corrections		Transfer to Suspense	Adjusted Amount Collectible	Collections			Uncollected Taxes June 30, 2011
			Additions	Deductions			Taxes	Interest and Lien Fees	Total	
1994	\$ 18,845	\$	\$	\$ 18,845	\$	\$ -	\$	\$	\$ -	\$ -
1995	18,813					18,813			-	18,813
1996	24,785					24,785			-	24,785
1997	26,010					26,010			-	26,010
1998	26,116			700		25,416	1,899	313	2,212	23,517
1999	19,197			750		18,447	2,076	531	2,607	16,371
2000	52,976			915		52,061	7,761	3,417	11,178	44,300
2001	65,193			787		64,406	5,895	2,121	8,016	58,511
2002	93,989			862		93,127	6,859	2,408	9,267	86,268
2003	132,368			899		131,469	21,145	6,019	27,164	110,324
2004	175,300		130	1,067		174,363	21,903	5,588	27,491	152,460
2005	238,765		664	974		238,455	27,106	9,347	36,453	211,349
2006	427,849		1,611	3,752	74,984	350,724	60,812	20,388	81,200	289,912
2007	760,006		3,313	3,720		759,599	179,960	47,280	227,240	579,639
2008	1,393,888		19,203	13,588		1,399,503	527,168	96,743	623,911	872,335
Suspense						-		11,077	11,077	-
Total Prior Year	3,474,100	-	24,921	46,859	74,984	3,377,178	862,584	205,232	1,067,816	2,514,594
2009		111,381,144	397,781	381,072		111,397,853	109,814,265	230,456	110,044,721	1,583,588
Grand Total	\$ 3,474,100	\$ 111,381,144	\$ 422,702	\$ 427,931	\$ 74,984	\$ 114,775,031	\$ 110,676,849	\$ 435,688	\$ 111,112,537	\$ 4,098,182

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Canine Control - is used to account for revenue and expenditures associated with the control of Town animals. The major sources of revenue for this fund are licenses and fees.

Town Aid Road - is used to account for Connecticut Department of Transportation grants relating to improvements to local roads.

Sewer Operating I, II, and III - is used to account for sewer use charges and related expenditures relating to the sewer operating facility in the three sewer districts.

Public Safety Donations - is used to account for public donations for Fire and Police Departments and expenditures relating to departmental public safety equipment.

Cafeteria - is used to account for operations of the school lunch program, including the receipt and expenditure of related federal and state funding.

Education Grants - is used to account for U.S. Department of Education and Connecticut Department of Education grants as well as local grants relating to education.

School Miscellaneous - is used to account for rent receipts associated with the rental of school property, participant fees and expenditures relating to summer and adult educational programs for Ridgefield school students and imprest cash disbursements relating to Ridgefield's school system.

Tiger Hollow - is used to account for the revenues and expenditures relating to the Ridgefield High School Football Field renovation and perpetual maintenance. The major source of revenue for this fund is contributions.

Youth Barn - is used to account for the revenues and expenditures relating to a youth facility and activity. The major sources of revenue for this fund are fees and contributions.

Nonmajor Governmental Funds (Continued)

Miscellaneous Grants - are used to account for small nonrecurring grant funds and related expenditures for those specific purposes.

Social Services - is used to account for local grants and expenditures relating to the Town's social services.

Solid Waste - is used to account for the solid waste collection expenditures relating to all Town facilities. The major source of revenue is fees.

Parking Fund - is used to account for the revenues and expenditures relating to the Branchville Railroad Station. The major source of revenue is fees.

Permanent Fund

The permanent fund is used to report resources that are legally restricted to the extent that only earnings, not principal, maybe used for purposes that support the reporting government's programs.

Ballard Park Fund - is used to account for an endowment pursuant to a trust agreement that restricts the use of that endowment's investment earnings to the preservation of Ballard Park.

TOWN OF RIDGEFIELD, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2011

	Special Revenue Funds						
	Canine Control	Town Aid Road	Sewer Operating I, II, and III	Public Safety Donations	Cafeteria	Education Grants	School Miscellaneous
ASSETS							
Cash and cash equivalents	\$ 48,847	\$ 44,792	\$	\$ 70,977	\$ 372,968	\$ 208,260	\$ 557,568
Investments							
Receivables, net			106,780		19,168	21,587	
Other assets					31,328		
Total Assets	<u>\$ 48,847</u>	<u>\$ 44,792</u>	<u>\$ 106,780</u>	<u>\$ 70,977</u>	<u>\$ 423,464</u>	<u>\$ 229,847</u>	<u>\$ 557,568</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 1,867	\$	\$ 90,802	\$	\$	\$ 47,649	\$
Due to other funds			146,618		272,883		166
Deferred revenue			106,780			182,198	
Total liabilities	<u>1,867</u>	<u>-</u>	<u>344,200</u>	<u>-</u>	<u>272,883</u>	<u>229,847</u>	<u>166</u>
Fund Balances:							
Restricted	16,341	44,792		70,977	8,100		137,821
Committed	30,639				142,481		419,581
Unassigned			(237,420)				
Total fund balances	<u>46,980</u>	<u>44,792</u>	<u>(237,420)</u>	<u>70,977</u>	<u>150,581</u>	<u>-</u>	<u>557,402</u>
Total Liabilities and Fund Balances	<u>\$ 48,847</u>	<u>\$ 44,792</u>	<u>\$ 106,780</u>	<u>\$ 70,977</u>	<u>\$ 423,464</u>	<u>\$ 229,847</u>	<u>\$ 557,568</u>

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

JUNE 30, 2011

	Special Revenue Funds						Permanent Fund Ballard Park Fund	Total Nonmajor Governmental Funds
	Tiger Hollow	Youth Barn	Miscellaneous Grants	Social Services	Solid Waste	Parking Fund		
ASSETS								
Cash and cash equivalents	\$ 371,602	\$ 28,581	\$ 293,987	\$ 264,380	\$ 42,225	\$ 19,427	\$ 11,409	\$ 2,335,023
Investments							30,003	30,003
Receivables, net			78,034					225,569
Other assets								31,328
Total Assets	<u>\$ 371,602</u>	<u>\$ 28,581</u>	<u>\$ 372,021</u>	<u>\$ 264,380</u>	<u>\$ 42,225</u>	<u>\$ 19,427</u>	<u>\$ 41,412</u>	<u>\$ 2,621,923</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 124,539	\$ 451	\$ 14,888	\$ 3,643	\$ 1,646	\$ 254	\$	\$ 285,739
Due to other funds	155,000		3,750					578,417
Deferred revenue			137,436					426,414
Total liabilities	<u>279,539</u>	<u>451</u>	<u>156,074</u>	<u>3,643</u>	<u>1,646</u>	<u>254</u>	<u>-</u>	<u>1,290,570</u>
Fund Balances:								
Restricted	92,063		215,947	260,737		19,173	41,412	907,363
Committed		28,130			40,579			661,410
Unassigned								(237,420)
Total fund balances	<u>92,063</u>	<u>28,130</u>	<u>215,947</u>	<u>260,737</u>	<u>40,579</u>	<u>19,173</u>	<u>41,412</u>	<u>1,331,353</u>
Total Liabilities and Fund Balances	<u>\$ 371,602</u>	<u>\$ 28,581</u>	<u>\$ 372,021</u>	<u>\$ 264,380</u>	<u>\$ 42,225</u>	<u>\$ 19,427</u>	<u>\$ 41,412</u>	<u>\$ 2,621,923</u>

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

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	Special Revenue Funds						
	Canine Control	Town Aid Road	Sewer Operating I, II, and III	Public Safety Donations	Cafeteria	Education Grants	School Miscellaneous
Revenues:							
Intergovernmental	\$	\$ 188,538	\$	\$	\$ 110,292	\$ 2,133,320	\$
Charges for services	17,232		1,598,854		1,885,591		272,869
Contributions	320			23,090			141,411
Income from investments					26		
Other			16,328		79,752		566
Total revenues	17,552	188,538	1,615,182	23,090	2,075,661	2,133,320	414,846
Expenditures:							
Current:							
General government							
Health and welfare							
Parks and recreation							
Public safety	94,806			50,991			
Public works		154,759	1,263,463				
Education					2,036,790	2,133,320	1,246,684
Debt service			659,661				
Total expenditures	94,806	154,759	1,923,124	50,991	2,036,790	2,133,320	1,246,684
Excess (Deficiency) of Revenues over Expenditures	(77,254)	33,779	(307,942)	(27,901)	38,871	-	(831,838)
Other Financing Sources:							
Transfers in	160,000		49,810				855,361
Net Change in Fund Balances	82,746	33,779	(258,132)	(27,901)	38,871	-	23,523
Fund Balances, Beginning of Year, as Restated	(35,766)	11,013	20,712	98,878	111,710	-	533,879
Fund Balances, End of Year	\$ 46,980	\$ 44,792	\$ (237,420)	\$ 70,977	\$ 150,581	\$ -	\$ 557,402

(Continued on next page)

TOWN OF RIDGEFIELD, CONNECTICUT

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

	Special Revenue Funds						Permanent Fund	Total Nonmajor Governmental Funds
	Tiger Hollow	Youth Barn	Miscellaneous Grants	Social Services	Solid Waste	Parking Fund	Ballard Park Fund	
Revenues:								
Intergovernmental	\$	\$	\$ 213,088	\$ 1,000	\$	\$	\$	\$ 2,646,238
Charges for services		35,078	31,110	20,871	135,060	47,640		4,044,305
Contributions	129,307	19,559	3,500	130,613				447,800
Income from investments		67	211				474	778
Other								96,646
Total revenues	<u>129,307</u>	<u>54,704</u>	<u>247,909</u>	<u>152,484</u>	<u>135,060</u>	<u>47,640</u>	<u>474</u>	<u>7,235,767</u>
Expenditures:								
Current:								
General government			34,205					34,205
Health and welfare		134,802	16,037	89,171				240,010
Parks and recreation	326,978		12,242	12,707				351,927
Public safety			98,649					244,446
Public works			21,876		123,513	28,467		1,592,078
Education								5,416,794
Debt service								659,661
Total expenditures	<u>326,978</u>	<u>134,802</u>	<u>183,009</u>	<u>101,878</u>	<u>123,513</u>	<u>28,467</u>	<u>-</u>	<u>8,539,121</u>
Excess (Deficiency) of Revenues over Expenditures	(197,671)	(80,098)	64,900	50,606	11,547	19,173	474	(1,303,354)
Other Financing Sources:								
Transfers in	<u>43,000</u>	<u>24,000</u>						<u>1,132,171</u>
Net Change in Fund Balances	(154,671)	(56,098)	64,900	50,606	11,547	19,173	474	(171,183)
Fund Balances, Beginning of Year, as Restated	<u>246,734</u>	<u>84,228</u>	<u>151,047</u>	<u>210,131</u>	<u>29,032</u>		<u>40,938</u>	<u>1,502,536</u>
Fund Balances, End of Year	<u>\$ 92,063</u>	<u>\$ 28,130</u>	<u>\$ 215,947</u>	<u>\$ 260,737</u>	<u>\$ 40,579</u>	<u>\$ 19,173</u>	<u>\$ 41,412</u>	<u>\$ 1,331,353</u>

TOWN OF RIDGEFIELD, CONNECTICUT

**SCHEDULE OF SEWER USE CHARGES
DISTRICT I
FOR THE YEAR ENDED JUNE 30, 2011**

<u>Year</u>	<u>Uncollected Sewer Use Charges July 1, 2010</u>	<u>Current Year Charges</u>	<u>Adjustments</u>	<u>Adjusted Amount Collectible</u>	<u>Collections</u>	<u>Uncollected Sewer Use Charges June 30, 2011</u>
2006	\$ 714	\$	\$	\$ 714	\$ 12	\$ 702
2007	1,504			1,504	431	1,073
2008	2,819			2,819	577	2,242
2009	12,964			12,964	7,901	5,063
2010	39,871		451	40,322	25,402	14,920
2011		1,285,284	5,291	1,290,575	1,230,668	59,907
Total	\$ 57,872	\$ 1,285,284	\$ 5,742	\$ 1,348,898	\$ 1,264,991	\$ 83,907

**SCHEDULE OF SEWER USE CHARGES
DISTRICT II
FOR THE YEAR ENDED JUNE 30, 2011**

<u>Year</u>	<u>Uncollected Sewer Use Charges July 1, 2010</u>	<u>Current Year Charges</u>	<u>Adjustments</u>	<u>Adjusted Amount Collectible</u>	<u>Collections</u>	<u>Uncollected Sewer Use Charges June 30, 2011</u>
2009	\$ 1,576	\$	\$ (227)	\$ 1,349	\$ 1,009	\$ 340
2010	12,946			12,946	1,333	11,613
2011		257,890		257,890	243,695	14,195
Total	\$ 14,522	\$ 257,890	\$ (227)	\$ 272,185	\$ 246,037	\$ 26,148

**SCHEDULE OF SEWER USE CHARGES
DISTRICT III
FOR THE YEAR ENDED JUNE 30, 2011**

<u>Year</u>	<u>Uncollected Sewer Use Charges July 1, 2010</u>	<u>Current Year Charges</u>	<u>Adjustments</u>	<u>Adjusted Amount Collectible</u>	<u>Collections</u>	<u>Uncollected Sewer Use Charges June 30, 2011</u>
2010	\$ 320	\$	\$	\$ 320	\$ 320	\$ -
2011		22,720	5	22,725	22,405	320
Total	\$ 320	\$ 22,720	\$ 5	\$ 23,045	\$ 22,725	\$ 320

Internal Service Funds

Internal service funds are used to account for claims involving risk financing activities under GASB Statement No. 10.

Property and Casualty - is used to account for property and casualty insurance claims.

Heart and Hypertension - is used to account for claims involving heart and hypertension compensation under Connecticut General Statutes.

TOWN OF RIDGEFIELD, CONNECTICUT

COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS

JUNE 30, 2011

	Governmental Activities - Internal Service Funds		
	Property and Casualty	Heart and Hypertension	Total
Assets:			
Cash	\$ 97,738	\$	\$ 97,738
Liabilities:			
Accounts payable	3,092	543	3,635
Due to other funds		33,241	33,241
Total liabilities	3,092	33,784	36,876
Net Assets:			
Restricted	1,195		1,195
Unrestricted	93,451	(33,784)	59,667
Total Net Assets	\$ 94,646	\$ (33,784)	\$ 60,862

TOWN OF RIDGEFIELD, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS**

FOR THE YEAR ENDED JUNE 30, 2011

	Governmental Activities - Internal Service Funds		
	Property and Casualty	Heart and Hypertension	Total
Operating Revenues:			
Insurance proceeds	\$ 76,369	\$	\$ 76,369
Operating Expenses:			
Claims incurred	75,345	33,921	109,266
Operating Income (Loss)	1,024	(33,921)	(32,897)
Transfers in		27,000	27,000
Change in Net Assets	1,024	(6,921)	(5,897)
Net Assets - Beginning of Year, as Restated	93,622	(26,863)	66,759
Net Assets - End of Year	\$ 94,646	\$ (33,784)	\$ 60,862

TOWN OF RIDGEFIELD, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED JUNE 30, 2011

	Governmental Activities - Internal Service Funds		
	Property and Casualty	Heart and Hypertension	Total
Cash Flows from Operating Activities:			
Cash received as insurance proceeds	\$ 76,369	\$	\$ 76,369
Cash paid for benefits, claims and administration	(252,278)	(27,000)	(279,278)
Net cash used in operating activities	(175,909)	(27,000)	(202,909)
Cash Flows Provided by Noncapital Financing Activities:			
Transfers in		27,000	27,000
Net Decrease in Cash	(175,909)	-	(175,909)
Cash - Beginning of Year	273,647	-	273,647
Cash - End of Year	\$ 97,738	\$ -	\$ 97,738
Reconciliation of Operating Income (Loss) to Net Cash Used in Operating Activities:			
Operating income (loss)	\$ 1,024	\$ (33,921)	\$ (32,897)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:			
Increase (decrease) in accounts payable	(176,933)	127	(176,806)
Increase in due to other funds		6,794	6,794
Net Cash Used in Operating Activities	\$ (175,909)	\$ (27,000)	\$ (202,909)

Fiduciary Funds

Fiduciary funds are used to account for assets held by the Town in a trustee capacity for individuals, private organizations or other governments.

Pension Trust Fund - The Pension Trust Fund is used to account for the accumulation of resources for pension benefit payments to qualified public employees.

OPEB Trust Fund - The OPEB Trust Fund is used to account for the accumulation of resources for other post-employment benefit payments to qualified public employees.

Agency Fund

Agency funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

Student Activities - is used to account for the public school students' extracurricular activities.

Performance Bonds - is used to account for the full performance of contractual obligation bonds.

Contractor's Driveway Bonds - is used to account for the full performance of contractual obligations for approved driveway plan bonds.

Ridgebury Cemetery - is used to account for the Ridgebury Cemetery organizational funds.

Open Space Conservation Commission - is used to account for the Ridgefield Conservation Commission organizational funds.

Holiday Trust - is used to account for contributions to support annual holiday events.

Welcome to Ridgefield Fund - is used to account for contributions to support the beautification of Main Street landscape.

Senior Center - is used to account for the senior citizen center's extracurricular activities.

McKeon Farm Preservation Trust - is used to account for contributions to support the effort to preserve McKeon Farm as open space.

Flexible Spending Account - is used to account for that portion of employees' earnings that are deducted and used to pay for qualified medical costs on a pre-tax basis.

Tiger Hollow Scholarship Fund - is used to account for funds related to college scholarships granted by Tiger Hollow.

Ridgebury Congregational Church - is used to account for the Ridgefield First Congregational Church organizational funds.

Miscellaneous - is used to account for various Town organizations with minor activities and account balances.

TOWN OF RIDGEFIELD, CONNECTICUT

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS				
Cash and cash equivalents:				
Student Activities	\$ 418,643	\$ 1,420,358	\$ 1,392,009	\$ 446,992
Performance Bonds	582,665	15,374	12,550	585,489
Contractor's Driveway Bonds	109,250	53,000	66,500	95,750
Ridgebury Cemetery	11,961	9,619	1,575	20,005
Open Space Conservation Commission	705,531	46,171	1,640	750,062
Holiday Trust Fund	23,674	16,654	26,404	13,924
Welcome to Ridgefield Fund	149	33,098	26,537	6,710
Senior Center	319		319	-
McKeon Farm Preservation Trust	14,151		786	13,365
Flexible Spending Account	3,140	31,615	33,827	928
Tiger Hollow Scholarship Fund	16,609	74	1,667	15,016
Miscellaneous	266,790	188,219	180,493	274,516
Total cash and cash equivalents	<u>2,152,882</u>	<u>1,814,182</u>	<u>1,744,307</u>	<u>2,222,757</u>
Investments:				
Ridgebury Cemetery	209,110	8,196	13,966	203,340
Ridgebury Congregational Church	5,016			5,016
Total investments	<u>214,126</u>	<u>8,196</u>	<u>13,966</u>	<u>208,356</u>
Accounts receivable:				
Miscellaneous	<u>3,741</u>			<u>3,741</u>
Total Assets	<u>\$ 2,370,749</u>	<u>\$ 1,822,378</u>	<u>\$ 1,758,273</u>	<u>\$ 2,434,854</u>
LIABILITIES				
Due to others:				
Student Activities	\$ 418,643	\$ 1,420,358	\$ 1,392,009	\$ 446,992
Performance Bonds	582,665	15,374	12,550	585,489
Contractor's Driveway Bonds	109,250	53,000	66,500	95,750
Ridgebury Cemetery	221,071	17,815	15,541	223,345
Open Space Conservation Commission	705,531	46,171	1,640	750,062
Holiday Trust Fund	23,674	16,654	26,404	13,924
Welcome to Ridgefield Fund	149	33,098	26,537	6,710
Senior Center	319		319	-
Ridgebury Congregational Church	5,016			5,016
McKeon Farm Preservation Trust	14,151		786	13,365
Flexible Spending Account	3,140	31,615	33,827	928
Tiger Hollow Scholarship Fund	16,609	74	1,667	15,016
Miscellaneous	270,531	188,219	180,493	278,257
Total Liabilities	<u>\$ 2,370,749</u>	<u>\$ 1,822,378</u>	<u>\$ 1,758,273</u>	<u>\$ 2,434,854</u>

Statistical Section

The objectives of statistical section information are to provide financial statement users with additional historical perspective, context and detail to assist in using the information in the financial statements, notes to financial statements and required supplementary information to understand and assess economic condition.

Statistical section information is presented in the following categories:

- *Financial trends information* is intended to assist users in understanding and assessing how financial position has changed over time.
- *Revenue capacity information* is intended to assist users in understanding and assessing the factors affecting the ability to generate *own-source revenues* (property taxes, charges for services, etc.).
- *Debt capacity information* is intended to assist users in understanding and assessing debt burden and the ability to issue additional debt.
- *Demographic and economic information* is intended 1) to assist users in understanding the socioeconomic environment and 2) to provide information that facilitates comparisons of financial statement information over time and among governments.
- *Operating information* is intended to provide contextual information about operations and resources to assist readers in using financial statement information to understand and assess economic condition.

The accompanying tables are presented in the above order. Refer to the Table of Contents for applicable page number locations.

Sources: Unless otherwise noted, the information in the tables is derived from the comprehensive annual financial reports for the relevant year.

TABLE 1

TOWN OF RIDGEFIELD, 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	\$ 22,609,527	\$ 56,415,672	\$ 47,573,213	\$ 50,382,144	\$ 60,639,192	\$ 62,909,126	\$ 68,136,764	\$ 75,686,053	\$ 79,350,980	
Restricted for:										
Permanent fund:										
Expendable	25,000	25,000	25,000	49,793	53,776	48,444	42,869	41,674	57,753	
Unrestricted	<u>33,547,802</u>	<u>3,567,197</u>	<u>12,083,815</u>	<u>15,982,058</u>	<u>14,747,928</u>	<u>18,460,647</u>	<u>17,914,847</u>	<u>15,694,003</u>	<u>16,601,772</u>	
Total Governmental Activities Net Assets	<u>\$ 56,182,329</u>	<u>\$ 60,007,869</u>	<u>\$ 59,682,028</u>	<u>\$ 66,413,995</u>	<u>\$ 75,440,896</u>	<u>\$ 81,418,217</u>	<u>\$ 86,094,480</u>	<u>\$ 91,421,730</u>	<u>\$ 96,010,505</u>	
Primary Government:										
Invested in capital assets, net of related debt	\$ 22,609,527	\$ 56,415,672	\$ 47,573,213	\$ 50,382,144	\$ 60,639,192	\$ 62,909,126	\$ 68,136,764	\$ 75,686,053	\$ 79,350,980	
Restricted	25,000	25,000	25,000	49,793	53,776	48,444	42,869	41,674	57,753	
Unrestricted	<u>33,547,802</u>	<u>3,567,197</u>	<u>12,083,815</u>	<u>15,982,058</u>	<u>14,747,928</u>	<u>18,460,647</u>	<u>17,914,847</u>	<u>15,694,003</u>	<u>16,601,772</u>	
Total Primary Government Net Assets	<u>\$ 56,182,329</u>	<u>\$ 60,007,869</u>	<u>\$ 59,682,028</u>	<u>\$ 66,413,995</u>	<u>\$ 75,440,896</u>	<u>\$ 81,418,217</u>	<u>\$ 86,094,480</u>	<u>\$ 91,421,730</u>	<u>\$ 96,010,505</u>	

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

TOWN OF RIDGEFIELD, 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	\$ 8,987,526	\$ 8,408,774	\$ 4,541,033	\$ 5,226,056	\$ 5,578,405	\$ 4,980,763	\$ 7,001,880	\$ 7,558,307	\$ 4,485,127
Health and welfare	1,057,566	777,621	836,882	964,674	994,587	1,076,389	946,811	814,918	813,904
Recreation	5,496,998	5,457,571	6,069,623	6,456,843	6,928,229	6,973,383	6,742,497	6,299,705	6,904,437
Public safety	8,671,668	8,312,310	9,294,400	9,747,366	10,380,405	11,351,722	10,781,037	10,891,047	12,266,773
Public works	7,652,337	8,229,816	8,649,358	8,306,575	8,626,653	8,926,118	8,824,842	7,346,310	9,522,503
Education	56,982,838	63,390,436	70,525,966	74,257,956	78,943,085	104,833,414	87,303,629	91,142,573	91,081,269
Library	1,300,000	1,365,000	1,549,143	1,478,580	1,545,200	1,610,000	1,642,400	1,642,400	1,682,300
Interest expense	6,145,506	5,467,690	6,118,255	4,928,113	5,797,800	5,361,558	4,810,322	3,914,351	4,014,647
Total Primary Government Expenses	96,294,439	101,409,218	107,584,660	111,366,163	118,794,364	145,113,347	128,053,418	129,609,611	130,770,960
Program Revenues:									
Governmental activities:									
Charges for services:									
General government	1,834,360	2,502,690	2,102,472	2,689,269	2,356,361	1,839,287	1,235,053	1,346,634	1,405,011
Health and welfare	185,928	61,608	23,123	23,852	119,123	129,035	151,158	158,125	76,415
Recreation	3,466,307	3,558,972	3,735,524	3,747,677	3,885,215	4,205,128	3,968,287	3,826,202	3,981,291
Public safety	1,099,874	683,347	835,520	1,068,908	929,183	1,153,373	1,272,191	1,213,883	1,101,760
Public works	3,458,041	2,972,512	2,811,698	2,730,784	2,815,363	3,299,671	2,769,637	2,912,354	2,610,381
Education	1,521,398	1,944,022	2,083,900	2,108,515	2,386,642	2,207,114	2,348,860	2,161,821	2,595,245
Operating grants and contributions	4,531,579	4,772,053	4,684,942	7,803,555	9,316,257	31,536,057	11,075,194	12,724,035	13,100,693
Capital grants and contributions	9,145,586	5,491,797	255,143	141,008	308,068	365,589	445,243	121,219	690,743
Total Primary Government Program Revenues	25,243,073	21,987,001	16,532,322	20,313,568	22,116,212	44,735,254	23,265,623	24,464,273	25,561,539
Net Expenses:									
Governmental activities	(71,051,366)	(79,422,217)	(91,052,338)	(91,052,595)	(96,678,152)	(100,378,093)	(104,787,795)	(105,145,338)	(105,209,421)
General Revenues and Other									
Changes in Net Assets:									
Governmental activities:									
Property taxes	74,978,010	82,487,533	88,777,534	95,793,280	100,455,882	104,397,451	107,950,909	109,369,264	112,078,692
Grants and contributions not restricted to specific programs	1,018,635	542,314	756,132	106,291	153,097	845,721	690,850	744,776	731,357
Gain on sale of capital assets					19,037		42,734		25,549
Investment income	987,047	438,412	450,439	848,591	1,268,395	911,853	295,397	90,470	79,161
Donations of capital assets			29,140	414,820	858,840				
Miscellaneous	164,525	365,306	756,558	621,580	1,186,234	178,566	65,864	313,640	148,443
Total governmental activities	77,148,217	83,833,565	90,769,803	97,784,562	103,941,485	106,333,591	109,045,754	110,518,150	113,063,202
Change in Net Assets	\$ 6,096,851	\$ 4,411,348	\$ (282,535)	\$ 6,731,967	\$ 7,263,333	\$ 5,955,498	\$ 4,257,959	\$ 5,372,812	\$ 7,853,781

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

TABLE 3

TOWN OF RIDGEFIELD, 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:										
Reserved	\$ 359,510	\$ 180,355	\$ 126,433	\$ 593,872	\$ 440,412	\$ 841,150	\$ 799,156	\$ 762,120	\$ 419,421	\$
Designated for subsequent year's budget		600,000	930,000			1,000,000	1,200,000	1,000,000	450,000	
Unreserved and undesignated	7,200,249	6,583,207	7,164,646	5,386,239	7,696,456	7,641,661	7,904,484	7,826,306	8,417,747	
Assigned										1,226,175
Unassigned										9,048,490
Total General Fund	\$ <u>7,559,759</u>	\$ <u>7,363,562</u>	\$ <u>8,221,079</u>	\$ <u>5,980,111</u>	\$ <u>8,136,868</u>	\$ <u>9,482,811</u>	\$ <u>9,903,640</u>	\$ <u>9,588,426</u>	\$ <u>9,287,168</u>	\$ <u>10,274,665</u>
All other governmental funds:										
Reserved	\$ 61,674,162	\$ 24,863,457	\$ 1,999,326	\$ 649,487	\$ 732,169	\$ 947,418	\$ 1,147,242	\$ 1,620,451	\$ 1,916,393	\$
Unreserved, reported in:										
Special revenue funds	1,973,736	2,700,648	2,396,112	2,690,267	3,104,549	2,347,284	1,870,865	1,586,791	1,376,629	
Capital projects funds	(36,930,005)	(3,721,904)	(699,336)	(1,819,533)	480,076	(7,652,327)	(719,392)	(3,544,178)	(5,967,946)	
Permanent funds	20,830	21,714	22,271	23,210	24,793	28,776	23,444	15,368	15,938	
Restricted										1,128,427
Committed										2,316,294
Unassigned										(599,191)
Total All Other Governmental Funds	\$ <u>26,738,723</u>	\$ <u>23,863,915</u>	\$ <u>3,718,373</u>	\$ <u>1,543,431</u>	\$ <u>4,341,587</u>	\$ <u>(4,328,849)</u>	\$ <u>2,322,159</u>	\$ <u>(321,568)</u>	\$ <u>(2,658,986)</u>	\$ <u>2,845,530</u>

TOWN OF RIDGEFIELD, 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	\$ 68,434,552	\$ 74,533,875	\$ 83,182,130	\$ 88,583,323	\$ 95,539,518	\$ 100,065,605	\$ 104,080,550	\$ 107,419,676	\$ 109,378,457	\$ 111,206,601
Intergovernmental	10,158,639	14,523,085	10,139,958	5,370,261	7,473,719	9,244,867	31,610,291	11,735,668	13,148,682	14,079,840
Charges for services	8,474,917	10,871,304	11,590,479	11,645,239	12,491,793	12,533,981	12,437,141	11,984,238	11,747,758	11,889,261
Contributions	1,895,977	253,055	430,808	362,930	509,151	415,675	1,158,152	496,696	459,573	447,800
Interest and investment income	1,318,661	984,098	433,861	445,222	824,370	1,231,797	869,627	288,985	89,702	79,160
Other	511,853	164,525	365,306	785,047	650,643	1,174,035	216,475	169,490	257,383	303,127
Total revenues	<u>90,794,599</u>	<u>101,329,942</u>	<u>106,142,542</u>	<u>107,192,022</u>	<u>117,489,194</u>	<u>124,665,960</u>	<u>150,372,236</u>	<u>132,094,753</u>	<u>135,081,555</u>	<u>138,005,789</u>
Expenditures:										
Current:										
General government	6,604,353	8,954,752	7,919,638	8,310,995	8,508,620	9,059,947	9,582,204	9,533,790	10,042,185	10,399,600
Health and welfare	486,804	679,172	624,182	697,515	838,121	810,197	927,711	830,407	703,107	642,513
Community grants	214,090	223,038	228,788	239,467	243,604	232,545	224,162	293,100	178,775	204,075
Recreation	5,071,906	4,076,741	4,278,411	4,435,728	4,667,123	4,947,335	5,145,899	5,252,263	4,771,092	5,054,088
Public safety	5,510,723	5,763,000	6,029,891	6,691,279	7,128,342	7,249,288	8,098,038	8,339,019	8,207,636	8,365,740
Public works	6,331,605	5,547,933	6,007,704	5,635,669	5,984,995	5,459,233	6,037,325	6,208,517	5,807,367	5,876,015
Education	51,770,652	55,762,119	60,968,581	64,049,766	70,721,623	75,526,940	102,647,607	84,980,715	87,995,339	88,812,606
Library	1,222,780	1,365,000	1,365,000	1,419,600	1,478,580	1,545,200	1,610,000	1,642,400	1,642,400	1,682,300
Debt service:										
Principal	2,949,637	6,842,859	8,366,396	8,998,906	8,495,792	8,357,918	8,479,970	9,437,910	11,042,788	10,815,982
Interest	2,509,873	3,889,767	5,544,132	9,924,878	6,366,549	6,143,087	5,502,546	5,450,183	3,495,998	3,902,122
Bennett's pond settlement				2,300,000						
Capital outlay	46,965,114	56,516,262	28,501,680	9,300,823	6,152,567	5,815,293	5,018,365	3,837,148	4,312,674	4,309,975
Total expenditures	<u>129,637,537</u>	<u>149,620,643</u>	<u>129,834,403</u>	<u>122,004,626</u>	<u>120,585,916</u>	<u>125,146,983</u>	<u>153,273,827</u>	<u>135,805,452</u>	<u>138,199,361</u>	<u>140,065,016</u>
Deficiency of Revenues over Expenditures	<u>(38,842,938)</u>	<u>(48,290,701)</u>	<u>(23,691,861)</u>	<u>(14,812,604)</u>	<u>(3,096,722)</u>	<u>(481,023)</u>	<u>(2,901,591)</u>	<u>(3,710,699)</u>	<u>(3,117,806)</u>	<u>(2,059,227)</u>
Other Financing Sources (Uses):										
Payment to refunded bond escrow agent		(2,736,471)		(34,612,628)				(31,378,050)		(35,639,464)
Premium on refunding bonds		982,892		3,132,628				2,981,845		3,631,170
Refunding bonds		2,705,000		31,480,000				28,635,000		32,225,000
Issuance of bonds	58,210,000	38,600,000	4,450,000	10,440,000	7,180,000		9,640,000			6,385,000
Premium on issuance of bonds										514,299
Issuance of drinking water loans										529,288
Issuance of capital lease					871,635	559,254	713,700	512,963	479,130	496,084
Proceeds from sale of assets		4,250,000	100,398			41,850				
Fund balance restatements	1,439,105									
Transfers in	1,124,075	1,217,495	1,788,889	1,209,479	1,470,702	3,964,852	2,648,233	1,421,842	1,450,976	1,637,736
Transfers out	(1,124,075)	(1,217,495)	(2,321,628)	(1,209,479)	(1,470,702)	(4,229,426)	(2,648,233)	(1,421,842)	(1,450,976)	(1,664,736)
Total other financing sources	<u>59,649,105</u>	<u>43,801,421</u>	<u>4,017,659</u>	<u>10,440,000</u>	<u>8,051,635</u>	<u>336,530</u>	<u>10,353,700</u>	<u>751,758</u>	<u>479,130</u>	<u>8,114,377</u>
Net Change in Fund Balances	20,806,167	(4,489,280)	(19,674,202)	(4,372,604)	4,954,913	(144,493)	7,452,109	(2,958,941)	(2,638,676)	6,055,150
Fund Balance at Beginning of Year, or as Restated	<u>14,910,590</u>	<u>35,716,757</u>	<u>31,613,654</u>	<u>11,896,146</u>	<u>7,523,542</u>	<u>5,298,455</u>	<u>4,773,690</u>	<u>12,225,799</u>	<u>9,266,858</u>	<u>7,065,045</u>
Fund Balance at End of Year	<u>\$ 35,716,757</u>	<u>\$ 31,227,477</u>	<u>\$ 11,939,452</u>	<u>\$ 7,523,542</u>	<u>\$ 12,478,455</u>	<u>\$ 5,153,962</u>	<u>\$ 12,225,799</u>	<u>\$ 9,266,858</u>	<u>\$ 6,628,182</u>	<u>\$ 13,120,195</u>
Debit Service as a Percentage to Noncapital Expenditures	6.60%	11.53%	13.73%	16.79%	12.99%	12.15%	9.28%	11.09%	10.72%	10.69%

TOWN OF RIDGEFIELD, CONNECTICUT

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year	Assessed Property Values			Total Taxable Assessed Value	Mill Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Real	Personal	Tax Exempt				
2002	\$ 2,407,472	\$ 351,829	\$ 43,401	\$ 2,715,900	25.49	\$ 5,852,551	46.41%
2003	3,669,721	363,120	22,037	4,010,804	27.58	6,167,261	65.03%
2004	3,739,353	340,669	27,648	4,052,374	20.77	6,959,445	58.23%
2005	3,773,194	359,589	28,511	4,104,272	22.02	7,401,087	55.45%
2006	3,818,831	362,902	27,332	4,154,401	23.42	8,711,940	47.69%
2007	3,873,447	373,305	34,076	4,212,676	24.23	8,030,910	52.46%
2008	5,098,296	373,702	33,258	5,438,740	24.87	8,031,355	67.72%
2009	5,167,975	363,214	38,220	5,492,969	19.91	7,409,510	74.13%
2010	5,516,832	371,707	72,982	5,815,557	20.00	7,601,307	76.51%
2011	5,552,991	382,940	78,709	5,857,222	20.40	7,509,258	78.00%

Source: Town Assessor's office

Note: By state law property is assessed at 70% of actual value with periodic revaluation of real property.

The estimated actual amount is the equalized grand list which is estimated by the State of Connecticut, Office of Policy and Management.

TABLE 6

TOWN OF RIDGEFIELD, CONNECTICUT

DIRECT PROPERTY TAX RATES

LAST TEN YEARS

(Rates per \$1,000 of Assessed Value)

Fiscal Year	Direct Rates			Overlapping Rates	
	Basic Rate	General Obligation Debt Service	Total Direct	State	County
2002	23.63	1.86	25.49	N/A	N/A
2003	24.30	3.28	27.58	N/A	N/A
2004	17.71	3.06	20.77	N/A	N/A
2005	18.96	3.06	22.02	N/A	N/A
2006	20.26	3.16	23.42	N/A	N/A
2007	21.05	3.18	24.23	N/A	N/A
2008	21.83	3.04	24.87	N/A	N/A
2009	17.53	2.38	19.91	N/A	N/A
2010	17.69	2.31	20.00	N/A	N/A
2011	18.09	2.31	20.40	N/A	N/A

TOWN OF RIDGEFIELD, CONNECTICUT

PRINCIPAL TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

(Unaudited)

	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List
Boehringer Ingelheim Pharmaceuticals, Inc.	\$ 292,493,562	1	5.30%	\$ 154,465,235	1	5.69%
Equity One (Copps Hill)	25,589,820	2	0.46%			
Connecticut Light & Power	18,304,760	3	0.33%	11,947,171	4	0.44%
Ridgefield Professional Building	14,632,689	4	0.27%			
Harrison Hunter	12,760,746	5	0.23%			
Flat Rock Corp	12,074,460	6	0.22%			
Ridgefield Bank	11,547,120	7	0.21%	6,599,669	9	0.24%
Eureka V, LLC	11,291,780	8	0.20%			
Irief II (formally CCC of Ridgefield, CT)	10,506,190	9	0.19%			
Schlumberger Technical Corporation	10,391,400	10	0.19%	26,138,660	3	0.96%
S.V.G. Lithography Systems, Inc.				36,749,823	2	1.35%
Ridgefield Properties, LLC				8,957,280	5	0.33%
Bridgeport Hydraulic Co.				8,771,065	6	0.32%
Stephen J. Zemo				8,444,220	7	0.31%
Bank of America				7,266,320	8	0.27%
Athena Holdings, LLC				5,711,620	10	0.21%
	<u>\$ 419,592,527</u>		<u>7.60%</u>	<u>\$ 275,051,063</u>		<u>10.12%</u>

Source: Town Assessor's office

TABLE 8

TOWN OF RIDGEFIELD, CONNECTICUT

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

(Unaudited)

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	\$	67,173,727	\$ 66,446,493	98.92%	\$ 613,552	\$ 67,060,045	99.83%
2003		74,493,968	73,366,527	98.49%	1,012,474	74,379,001	99.85%
2004		81,936,586	81,210,896	99.11%	590,879	81,801,775	99.84%
2005		88,483,571	87,517,161	98.91%	792,169	88,309,330	99.80%
2006		95,159,220	94,428,055	99.23%	495,409	94,923,464	99.75%
2007		99,974,730	99,045,063	99.07%	622,295	99,667,358	99.69%
2008		104,203,399	103,123,944	98.96%	709,962	103,833,906	99.65%
2009		107,467,697	106,190,473	98.81%	693,915	106,884,388	99.46%
2010		108,814,209	107,420,320	98.72%	527,168	107,947,488	99.20%
2011		111,397,853	109,814,265	98.58%	-	109,814,265	98.58%

Source: Tax Collector's office and Finance office

TOWN OF RIDGEFIELD, CONNECTICUT

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

LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year	General Long-Term Debt (3)(4)	Assessed Value (1)(4)	Ratio of Long-Term Debt to Assessed Value	Population (2)	Per Capita Income (2)	Percentage of Personal Income (2)	Long-Term Debt Per Capita
2002	\$ 113,260	\$ 2,715,900	4.17%	23,920	\$ 56,616	8.36%	\$ 4,735
2003	148,705	4,010,804	3.71%	24,080	59,503	10.38%	6,175
2004	140,339	4,052,374	3.46%	24,154	62,776	9.26%	5,810
2005	144,780	4,104,272	3.53%	24,588	66,480	8.86%	5,888
2006	134,500	4,154,401	3.24%	24,612	70,136	7.79%	5,465
2007	126,546	4,212,276	3.00%	24,710	72,941	7.02%	5,121
2008	127,411	5,438,740	2.34%	24,720	75,155	6.86%	5,154
2009	120,469	5,492,969	2.19%	24,595	70,366	6.96%	4,898
2010	109,831	5,815,557	1.89%	24,228	70,366	6.44%	4,533
2011	106,019	5,857,222	1.81%	24,652	67,076	6.41%	4,301

(1) See Table 5 for taxable property value data

(2) See Table 12 for income and population data. These ratios are calculated using personal income and population for the calendar year.

(3) Bonds, notes payable, premiums and capital leases.

(4) Amounts expressed in thousands.

**TOWN OF RIDGEFIELD, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)
FOR THE YEAR ENDED JUNE 30, 2011**

Tax Base:	
Total tax collections	\$ 111,112,537
Reimbursement of Revenue Loss on:	
Elderly tax freeze and homeowners' grants	<u>69,469</u>
Total Base	<u>\$ 111,182,006</u>

	<u>Public Improvement</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt Limitation:					
2 1/4 Times Base	\$ 250,159,514	\$	\$	\$	\$
4 1/2 Times Base		500,319,027			
3 3/4 Times Base			416,932,523		
3 1/4 Times Base				361,341,520	
3 Times Base					<u>333,546,018</u>
Total limitations	<u>250,159,514</u>	<u>500,319,027</u>	<u>416,932,523</u>	<u>361,341,520</u>	<u>333,546,018</u>
Indebtedness:					
Bonds outstanding	38,821,000	58,057,700	1,621,300		
Bonds authorized but unissued	7,213,286				
Sewer notes payable			1,406,016		
Less school building grants		(10,140)			
Less sewer assessments			<u>(614,575)</u>		
Total indebtedness (1)	<u>46,034,286</u>	<u>58,047,560</u>	<u>2,412,741</u>		
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 204,125,228</u>	<u>\$ 442,271,467</u>	<u>\$ 414,519,782</u>	<u>\$ 361,341,520</u>	<u>\$ 333,546,018</u>

Notes: (1) The total of the above indebtedness amounts to: \$ 105,088,571

In no event shall total indebtedness exceed seven times the base for debt limitation computation: \$ 778,274,042

(2) There is no overlapping debt for the Town of Ridgefield.

TABLE 11

TOWN OF RIDGEFIELD, CONNECTICUT

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 477,010,324	\$ 519,879,123	\$ 580,786,885	\$ 618,650,410	\$ 668,830,162	\$ 699,930,735	\$ 727,968,528	\$ 751,329,068	\$ 766,281,747	\$ 778,274,042
Total net debt applicable to limit	<u>118,253,299</u>	<u>150,442,486</u>	<u>137,360,933</u>	<u>135,106,335</u>	<u>122,216,405</u>	<u>118,675,388</u>	<u>120,421,909</u>	<u>114,044,065</u>	<u>106,508,712</u>	<u>105,088,571</u>
Legal Debt Margin	<u>\$ 358,757,025</u>	<u>\$ 369,436,637</u>	<u>\$ 443,425,952</u>	<u>\$ 483,544,075</u>	<u>\$ 546,613,757</u>	<u>\$ 581,255,347</u>	<u>\$ 607,546,619</u>	<u>\$ 637,285,003</u>	<u>\$ 659,773,035</u>	<u>\$ 673,185,471</u>
Total net debt applicable to the limit as a percentage of debt limit	24.79%	28.94%	23.65%	21.84%	18.27%	16.96%	16.54%	15.18%	13.90%	13.50%

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.

TOWN OF RIDGEFIELD, CONNECTICUT

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year	Population	Per Capita Income	Personal Income (1)	Median Age	School Enrollment (2)	Unemployment Rate (3)
2002	23,920	\$ 56,616	\$ 1,354,254,720	39	5,138	2.50%
2003	24,080	59,503	1,432,832,240	39	5,429	2.50%
2004	24,154	62,776	1,516,291,504	39	5,522	3.20%
2005	24,588	66,480	1,634,610,240	39	5,597	3.70%
2006	24,612	70,136	1,726,187,232	38	5,641	2.50%
2007	24,710	72,941	1,802,372,110	38	5,498	3.10%
2008	24,720	75,155	1,857,831,600	39	5,591	2.80%
2009	24,595	70,366	1,730,651,770	41	5,480	6.10%
2010	24,228	70,366	1,704,827,448	41	5,400	5.80%
2011	24,652	67,076	1,653,557,552	42	5,377	6.40%

Sources: Population, per capita income, personal income and median age, U.S. Bureau of the Census and Connecticut Department of Health.

(1) U.S. Bureau of the Census.

(2) Town of Ridgefield, Board of Education.

(3) State of Connecticut, Department of Labor.

TOWN OF RIDGEFIELD, CONNECTICUT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND TEN YEARS AGO

(Unaudited)

	2011			2000 (1)		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Boehringer-Ingelheim, Inc.	3,000	1	25.81%	1,200	1	10.08%
Laurel Ridge Health Care Center	190	2	1.63%			
Adam Broderick Salon & Spa	155	3	1.33%			
Stop & Shop	155	4	1.33%			
Fairfield County Bankcorp	143	5	1.23%	95	6	0.80%
Ridgefield Crossings	125	6	1.08%	50	10	0.42%
Kohl's Department Store	100	7	0.86%			
Ridgefield BMW Mazda	60	8	0.52%			
Pamby Motors, Inc.	47	9	0.40%	61	9	0.51%
Ullman Devices, Corp	46	10	0.40%	76	8	0.64%
Schlumberger Technical Corporator				140	3	1.18%
S.V.G. Lithography Systems, Inc.				500	2	4.20%
Norco Company				128	4	1.08%
Village Bank				100	5	0.84%
Duty Free International				80	7	0.67%
	<u>4,021</u>		<u>34.59%</u>	<u>2,430</u>		<u>20.42%</u>

Source: Telephone survey and Department of Labor, State of Connecticut.

(1) Information not available for 2001.

TOWN OF RIDGEFIELD, CONNECTICUT
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<u>General government</u>										
Management services	28.4	28.4	27.4	28.9	30.5	26.5	26.5	26.5	24.5	24.0
Finance	5.0	5.0	6.0	6.5	7.0	7.0	7.0	6.7	6.7	6.7
Planning	3.5	3.5	3.5	4.5	4.5	4.5	4.0	4.0	5.0	5.0
Building	3.0	3.0	3.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
<u>Public Health</u>										
Health	3.0	3.0	3.0	3.0	4.0	4.0	4.0	4.0	4.0	4.0
Social Services	2.5	2.5	2.6	2.7	2.4	2.4	2.4	2.4	2.3	2.3
<u>Public safety</u>										
Police	46.9	46.9	46.9	48.5	48.5	48.5	48.5	48.5	43.6	43.6
Fire	42.5	42.5	42.5	38.0	37.8	35.2	35.2	35.2	33.0	33.0
Parking	0.8	0.8	0.8	0.7	0.7	0.5	0.5	1.3	1.3	1.3
Canine	1.0	1.0	1.0	1.8	1.8	1.8	1.8	1.5	1.5	1.5
<u>Public works</u>	26.0	26.0	26.0	29.0	29.0	30.0	29.0	28.0	31.8	30.8
<u>Public Recreation</u>										
Recreation	37.1	37.1	37.3	50.0	50.0	50.0	50.0	50.0	49.0	48.2
Golf Course	13.4	13.4	13.4	14.0	14.0	14.0	14.0	16.0	17.3	17.3
Tree Warden	0.5	0.5	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.6
<u>Public Education</u>										
Certified	460.8	460.2	462.2	469.8	459.7	445.9	435.3	435.0	424.2	405.4
Non-certified	231.4	248.8	242.7	227.4	217.1	214.5	210.6	206.3	197.8	181.0
Total	<u>905.8</u>	<u>922.6</u>	<u>918.8</u>	<u>929.3</u>	<u>911.5</u>	<u>889.4</u>	<u>873.5</u>	<u>870.0</u>	<u>846.6</u>	<u>808.7</u>

Source: Town of Ridgefield, Human Resources Department and Board of Education, Personnel Department.

Notes: Full-time employees are scheduled to work 1,820 or 2,080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 1,820 or 2,080 based on the employment classification.

TOWN OF RIDGEFIELD, CONNECTICUT
OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR										
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	
<u>General Government</u>											
<u>Legal Counsel:</u>											
Professional fees	\$ 181,081	\$ 184,766	\$ 201,721	\$ 303,069	\$ 265,603	\$ 232,828	\$ 162,001	\$ 206,736	\$ 337,898	\$ 224,450	
<u>Town Clerk's Office:</u>											
Licenses issued	3,054	3,073	3,111	2,958	2,949	3,046	2,982	3,116	3,228	3,137	
Record vital statistics	509	448	427	230	427	460	509	523	580	571	
Document recordings	6,427	6,189	6,357	6,392	7,134	7,872	8,322	9,438	12,415	10,654	
<u>Registrar of Voters:</u>											
Registered voters	16,225	16,352	16,131	15,019	14,961	15,194	15,853	15,382	15,495	15,519	
Elections and referenda	4	3	3	4	2	3	5	4	3	5	
<u>Planning and Development</u>											
Building permits issued	1,734	1,666	1,719	2,146	2,067	2,264	2,198	2,554	2,415	2,860	
Value of building permits	\$ 44,575,354	\$ 36,179,734	\$ 50,918,011	\$ 88,204,342	\$ 117,022,051	\$ 83,580,683	\$ 65,921,952	\$ 75,710,078	\$ 101,733,974	\$ 78,567,392	
Zoning permits issued	249	258	260	306	350	337	341	358	424	394	
<u>Public Safety</u>											
<u>Police Department:</u>											
Motor vehicle citations	4,988	4,926	4,679	5,806	3,231	4,718	4,131	5,031	4,600	4,573	
General citations	2,637	2,468	1,532	1,496	844	599	501	496	706	697	
<u>Fire Department:</u>											
Fire related calls	1,229	1,103	1,327	1,217	1,215	1,022	940	1,058	960	898	
Medical related calls	2,141	2,046	1,952	1,952	1,889	1,905	1,986	1,827	1,792	1,714	
<u>Parking Authority:</u>											
Parking violations	2,455	1,641	1,796	2,585	1,359	1,235	2,594	2,610	2,560	1,966	
<u>Public Works</u>											
Miles of street resurfacing	5.1	5.4	4.3	4.3	9.0	12.8	13.0	12.4	13.0	12.5	
Work Orders completed	571	606	419	401	465	572	748	625	680	910	
<u>Public Recreation</u>											
Rounds of golf	33,349	37,138	37,001	38,078	38,247	36,196	36,796	32,722	35,125	39,683	
Recreation center members	5,882	6,008	6,373	6,669	6,858	7,002	7,098	7,161	6,170	4,140	
Summer camp participants	1,198	1,252	1,116	1,141	1,400	1,300	1,232	1,202	1,175	1,050	
Martin park beach passes	583	548	531	563	538	452	474	604	714	604	
<u>Public Education</u>											
Student enrollment	5,377	5,400	5,480	5,591	5,498	5,641	5,597	5,522	5,429	5,138	

Source(s): Various Town Departments

TABLE 16

TOWN OF RIDGEFIELD, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<u>General Government</u>										
Vehicles	8	8	8	8	8	8	8	8	8	9
<u>Public Safety</u>										
Police stations	1	1	1	1	1	1	1	1	1	1
Fire stations	2	2	2	2	2	2	2	2	2	2
Police vehicles	17	18	18	20	20	19	19	19	18	18
Fire vehicles	16	17	17	16	16	16	17	17	17	18
<u>Public Works</u>										
Town roads (miles)	193.2	193.2	193.2	193.2	193.2	193.2	193.2	189.5	189.5	180.9
Town sidewalks (miles)	14.0	14.0	14.0	14.0	13.6	13.1	13.1	11.6	11.6	11.6
Sanitary sewers (miles)	20.3	20.3	20.3	20.3	20.3	20.3	20.3	20.3	20.3	14.6
Storm sewers (miles)	88.0	88.0	88.0	88.0	87.6	85.7	85.7	85.0	84.0	84.0
Treatment plants	2	2	2	2	2	2	2	2	2	2
Highway vehicles	38	38	38	37	37	37	37	36	35	35
<u>Public Recreation</u>										
Acreage	2,156	2,156	2,156	2,156	2,156	2,156	2,114	2,114	2,114	2,114
<u>Athletic facilities:</u>										
Baseball diamonds	21	21	21	21	21	19	19	19	19	19
Basketball courts - Outside	2	2	2	2	2	2	3	3	3	3
Soccer fields	15	15	15	15	15	15	15	15	16	15
Football fields	3	3	3	3	3	3	3	3	3	3
Playgrounds	10	10	10	10	10	9	9	9	9	9
Tennis courts	9	9	9	9	9	9	9	9	9	7
Skate board park	1	1	1	1	1	1	1	1	1	1
Nature areas	39	39	39	39	39	39	39	39	39	38
Picnic areas	3	3	3	3	3	3	2	2	2	2
Swimming pools	2	2	2	2	2	2	2	2	2	1
Vehicles	17	16	18	18	17	17	17	17	16	16
<u>Public Education</u>										
Elementary schools	6	6	6	6	6	6	6	5	5	5
Middle schools	2	2	2	2	2	2	2	2	2	1
High schools	1	1	1	1	1	1	1	1	1	1