

Town of Newington Connecticut



Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2009

Comprehensive Annual Financial Report

of the

Town of Newington Connecticut

Fiscal Year Ended June 30, 2009

Prepared by:
Finance Department
Ann J. Harter
Director of Finance

TOWN OF NEWINGTON, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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Introductory Section

TOWN OF NEWINGTON, CONNECTICUT

PRINCIPAL OFFICIALS

Town Council

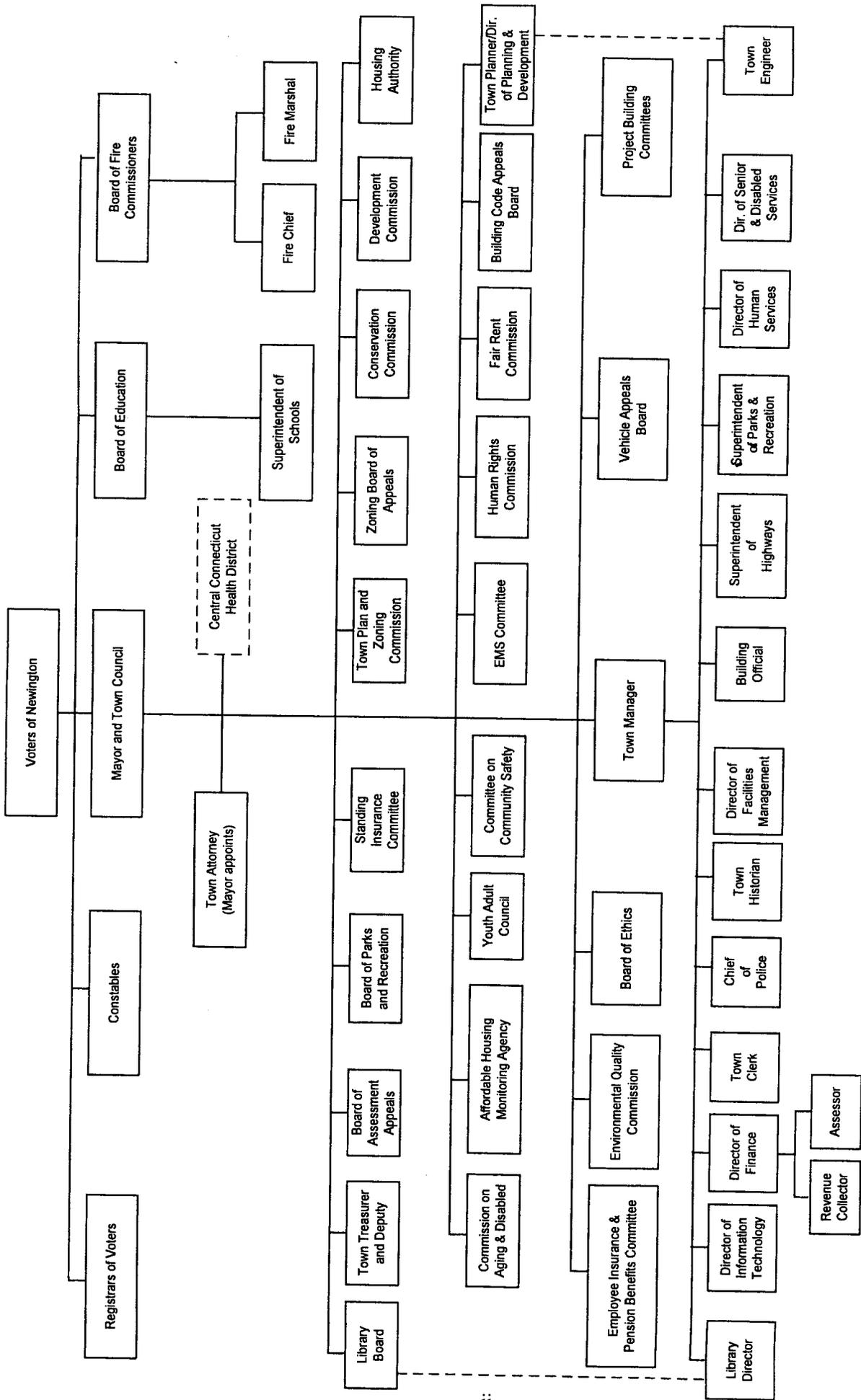
Jeffrey A. Wright, Mayor
Christopher M. Banach
Tony Boni
Jay Bottalico
Thomas J. Bowen
Myra Cohen
Mike A. Lenares
David Nagel
Kristine K. Nasinnyk

Board of Education

Daniel W. Carson, Sr. Chairperson
Sharon Braverman
Meg Casasanta
Beth A. Delbuono
Marc B. Finkelstein
Mary Puba Niro
Nancy Petronio
Pamela Raynock
Stephen R. Woods

Appointed Officials

John L. Salomone, Town Manager
Ernest Perlini, Superintendent of Schools
Ann J. Harter, Director of Finance





John Salomone
Town Manager

TOWN OF NEWINGTON

131 Cedar Street Newington, Connecticut 06111

Finance Department

Ann J. Harter
Director of Finance

December 9, 2009

John L. Salomone, Town Manager
Town of Newington
Newington, Connecticut

Dear Mr. Salomone:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of Newington (the "Town") for the fiscal year ended June 30, 2009. The CAFR is presented in three sections: introductory, financial, and statistical. This report follows the format for annual financial reports that the Governmental Accounting Standards Board suggests and the Government Finance Officers Association promotes through its Certificate of Achievement for Excellence in Financial Reporting program. The introductory section includes this transmittal letter, the Town's organizational chart and a list of principal officials. The financial section includes the management's discussion and analysis (MD&A), basic financial statements, required supplementary information, and the combining and individual fund statements and schedules, as well as the auditors' report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town. To the best of our knowledge and belief, the enclosed data are accurate in all material respects, and are reported in a manner to present fairly the financial position and results of operations of the Town. To provide a reasonable basis for making these representations, management of the Town of Newington 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 Newington's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Town of Newington'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.

The Town is required to undergo an annual single audit in conformity with the provisions of the Federal Single Audit Act and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, as well as the Connecticut Single Audit Act. Information related to these single audits, including the schedules of expenditures of federal awards and state financial assistance, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulations, are issued under separate cover and are not included in this report. Copies of the reports are on file in the Town Clerk's office.

Generally accepted accounting principles 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's MD&A can be found immediately following the independent auditors' report.

Profile of the Town

The Town of Newington covers approximately 13.2 square miles and is located six miles southwest of Hartford. Newington is surrounded by West Hartford, Farmington, New Britain, Berlin, Rocky Hill, Wethersfield and Hartford. Newington is primarily a residential community; however, there is substantial industry scattered throughout the Town. The Berlin Turnpike (State Routes 5 and 15) is commercialized along its total length in Newington of 4.5 miles. The Town's population as of the 2000 Census was 29,306. The Town, originally part of the Town of Wethersfield, was settled in 1678 and incorporated in 1871. The Town functions under the Council-Manager form of government, adopted in 1966. The Town Charter was last revised in January 1992.

The Town Council is the budget-making authority and the legislative body of the Town. The Town Council consists of eight councilors and a mayor who is the presiding officer of the Council. The councilors and the mayor each are elected at-large for two year terms. The Town Council appoints the Town Manager who is the chief administrative officer of the Town. The Town Manager is responsible to the Council for the supervision and administration of Town departments and boards and commissions of the Town, except those elected by the people, or appointed by the Council, Mayor or a regional or state authority. The Council appoints the Town Treasurer and the Deputy Treasurer for a two year term and the Town's Auditor annually. The Board of Education consists of nine members who each are elected at-large for two year terms.

The financial administrator of the Town is the Director of Finance whom the Town Manager appoints. The Director of Finance oversees the Accounting division, the Assessor's office, and the Revenue Collector's office. The Administration and Accounting office administers and accounts for all Town funds. The Assessor's office discovers, lists and prices real estate, personal property, and motor vehicles for the purposes of taxation. The Revenue Collector's office bills, collects, processes, and deposits taxes, interest and fees on all taxable property in the Town. The Town Treasurer oversees the Town's bank deposits and trust funds and countersigns all checks for payment with Town funds.

The Town provides the following municipal services as authorized in its charter: public safety (police, fire and emergency medical services); library and parks and recreation; sanitation; street construction and maintenance; health and social services; community development; education; public improvements; and general administrative services.

Economic Condition and Outlook

Newington's October 1, 2007 grand list increased by 1.6% over the prior year. This increase was primarily attributed to growth in real estate property which increased 1.5%. This category's increase was due in large part to the development located along the Berlin Turnpike and new townhouses at Newington Ridge and Woodlands. The categories of personal property and motor vehicle increased 1.8% and 2.7%, respectively. The Town continues to maintain a balanced mix of retail, manufacturing and light industry and its top ten taxpayers represented only about 7% of the total assessed value on the October 1, 2007 grand list. The Town's tax collection rate as of June 30, 2009 was 98.9%, a slight decrease of .1% from the historical high rate of 2008.

A review of key economic indicators shows that per capita income of Newington's residents is \$26,881, slightly below the statewide average of \$28,766; its median household income of \$67,085 exceeds the statewide average by \$1,564. Approximately 2.0% of the Town's families fall below poverty levels. According to the State Department of Labor, the Town's 2009 average unemployment rate of 6.9% compared favorably to the Hartford Labor Market of 8.1% and the statewide average of 8%.

For fiscal year-end 2009, building permit activity generated \$43.3 million in construction value, down from the prior year. The strategic location of the Berlin Turnpike continues to be developed with such businesses as AT&T, L.A. Fitness, Dunkin Donuts and Dollar Tree Store. New residential housing construction continues at the 154 unit Woodland Estates and the 71 unit Newington Ridge at the old Hartford Drive-in site.

Economic Development Initiatives

During the year, the Town benefited from some economic development initiatives that, over the long term, will enhance the Town's economic program:

- A ten year Conservation and Development Plan was completed and released for future public hearings.
- Through a State of Connecticut Urban Action Grant, a Municipal Parking Lot Improvement project was initiated by the Town Council, the Development Commission and the Downtown Business Association to revitalize the downtown business area.

Major Accomplishments

Below are some of the major achievements that the Town accomplished during fiscal year 2008-09:

- UBS was appointed as pension investment advisor for the Town's three pension trust funds and the Other Post Employment Benefit (OPEB) trust.
- Major roofing repairs were completed at the Senior & Disabled Center and the Town Hall heating system was replaced.
- Three additional police officers were added to the Newington Police Department allowing the Town to be a safer place, reduce overtime costs and provide a concentration on the youth population.
- A Pay-Per-Call Plan was implemented to assist in recruitment and retention of volunteer firefighters.
- Along with a town-wide drainage analysis, several drainage issues were resolved with the design and reconstruction of Reservoir Road and the installation of a detention system at Badger Field to eliminate flooding problems at Timber Lane.
- Several infrastructure projects were completed such as improvements to over twenty roads and reconstructing the Garfield Street Bridge.
- The Highway Department converted from a sand/salt based material to a treated salt application to the roads during snow and ice storms.
- The Town was awarded \$500,000 in financial assistance from the State Department of Environmental Protection for an artificial turf, multi-use athletic field at the Clem Lemire Recreation Complex.
- Construction commenced for the long awaited expansion of the West Meadow Cemetery.
- Capital improvements to public schools included renovations to the Newington High School Athletic Field House, the installation of an emergency generator/air conditioning system at Newington High School, improvements to the Anna Reynolds School entrance and parking lot expansion and reconstructing Martin Kellogg Middle School parking lot.

Budgetary Control

At least 105 days before the end of the fiscal year, the Town Manager submits to the Town Council a proposed budget for the ensuing fiscal year beginning July 1. The proposed budget includes proposed expenditures and estimated revenues. Two public hearings are held on the budget: the first one within 15 days of the Town Manager's budget submission, and the second one within 30 days of the first hearing. The Town Council adopts the budget by a majority vote of all its members. The Town Council is legally required to adopt a budget for the General Fund. If the Council fails to adopt the budget within ten days after the second public hearing, the Town Manager's proposed budget becomes the Town's budget.

The Town Manager may transfer appropriations from one classification to another within the same department, except within the Board of Education, when the Manager deems it necessary for the proper administration of the Town. During the last six months of the fiscal year, the Town Council may transfer any unencumbered appropriation, except within the Board of Education, provided that the resolution making the transfer includes the certification of the Director of Finance that the balance of the appropriation is free of encumbrances. The Town Council may make a special appropriation provided that the resolution is \$125,000 or less and that the Director of Finance certifies that the amount to be appropriated is unencumbered and unappropriated in the Town's treasury. Special appropriations between \$125,000 and \$325,000 require a Town ordinance. Special appropriations of more than \$325,000 require approval of the voters.

The Town's budgeting system for the General Fund requires accounting for certain transactions to be on a basis other than GAAP. The major difference between a budget and a GAAP basis is that on a budget basis encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order is issued and, accordingly, encumbrances outstanding at year-end are recorded in budgetary reports as expenditures in that year; whereas, on a GAAP basis, encumbrances at year-end are recorded as reservations of fund balance. Additionally, State of Connecticut payments on-behalf of Town of Newington teachers for the State teacher retirement system are reported for GAAP purposes only.

Budgetary control is maintained by an encumbrance system. All purchases, except certain services as outlined in the Town's Purchasing Manual, require a purchase requisition and a purchase order. In addition, purchases over \$5,000 require evidence that written quotations were received and that the lowest quote, consistent with quality, was selected. Town Charter requires formal competitive bids for expenditures over \$10,000. Funds are recorded as encumbered when the purchase order is issued and expenditures are recorded when the Town issues a check or incurs a liability.

All unencumbered appropriations lapse at year-end except in the Capital Projects Funds where appropriations are continued until completion of the projects. Budgetary control in the Capital Projects Funds is achieved by the constraints imposed by the project's authorization or grant awards related to these funds.

Debt Administration

At the beginning of the year, the Town had general obligation bonds outstanding in the amount of \$18,605,000. The Town made principal payments during the year totaling \$1,750,000 leaving a balance of bonds outstanding at June 30, 2009 totaling \$16,855,000. There were no bond or note sales during the year and no bond anticipation notes outstanding. The Town had no bonds authorized but unissued at June 30, 2009.

The Town's credit rating is Aa3 with Moody's Investor Services and AA with Standard and Poor's. The Town's credit ratings were last reviewed as part of its bond sale in June 2005.

Debt statistics for the Town of Newington are:

	<u>Amount</u>	<u>Debt per Capita</u>
Total direct debt outstanding - bonds	\$16,855,000	\$575
Plus: net overlapping debt - Metropolitan District	<u>11,742,311</u>	<u>401</u>
TOTAL NET DEBT	<u>\$28,597,311</u>	<u>\$976</u>

The Town, however, is well within its statutory debt limitation of \$510 million.

The Town's general obligation bonds are as follows:

<u>Date of Issue</u>	<u>Amount Issued</u>	<u>Range of Maturities</u>	<u>Final Maturity</u>	<u>Range of Interest Rates</u>
5/15/99	\$6,000,000	1-15 years	2014	3.2- 4.7%
4/01/00	\$6,000,000	1-15 years	2015	4.8- 6.7%
6/18/03	\$4,950,000	1-15 years	2018	2.0 - 5.0%
5/12/04	\$8,700,000	1-20 years	2024	3.25 - 4.7%
6/16/05	\$3,700,000	1-20 years	2025	4.25-5.0%

Cash Management

Cash temporarily idle during the fiscal year was invested principally in Municipal Bond Investors Assurance Corporation (MBIAs) Cooperative Liquid Assets Security System (CLASS) accounts, Sovereign Bank, TD Banknorth, the State of Connecticut Treasurer's Short-term Investment Fund (STIF) and State Street Bank's Financial Investors Trust. Short term interest rates decreased as a result of several actions by the Federal Reserve throughout the year. By way of example, STIF, where the largest portion of the Town's idle cash is invested, yielded 2.3% in July 2008 and by year-end 2009 had decreased to .54%.

Connecticut law restricts investments of municipal funds to direct and indirect securities of the U.S. Government and deposits at qualified banks. Any uninsured and uncollateralized deposits were in institutions considered to be "qualified public depositories" covered under Connecticut General Statutes. State law requires that each financial institution accepting public deposits be responsible for pledging collateral for its own public deposits, based on each bank's risk-based capital ratio. In addition, by Connecticut Statute, a public depository may not accept deposits from any one municipality which would exceed 75 percent of the capital of the depository.

Risk Management

The Town has a self-insurance, Administered Services Only account with the employee health insurance carrier, Anthem Blue Cross/Blue Shield, which is accounted for in the Health Benefits Fund. The Town and Board of Education contribute funds to cover costs associated with providing medical benefits to current full-time employees and eligible former employees. The Town covers claims up to \$150,000 per participant per year with an individual stop loss policy covering amounts exceeding that limit. In addition, there is an aggregate stop loss policy that would cover claims exceeding 120% of total estimated claims for the year. The Town seeks to maintain a reserve of at least 25% of expected claims in the Health Benefits Fund plus a reserve for claims incurred but not reported. This reserve is intended to cover the Town's claims exposure; that is, the difference between the expected or estimated claims for the plan year, which the Town budgets annually, and the 120% aggregate stop loss level. The Employee Insurance and Pension Benefits Committee reviews the Town's various benefit programs with the assistance of its Agent of Record.

The Town has insurance coverage for workers compensation, general liability, automobile liability, physical damage, and professional liability. The Town has a Standing Insurance Committee that determines the Town's insurance needs, reviews insurance proposals, reviews loss data and other information, and makes recommendations to the Town Manager and the Town Council. Further, the Town Council appointed Insurance Agent of Record works with the committee and the Town Manager to review and monitor the Town's insurance program and experience.

Other Information

Independent Audit

Connecticut State Statutes require that all municipalities have their accounts audited annually by an independent public accountant (C.G.S. Section 7-392). The Town Council appointed Blum, Shapiro & Company, P.C., Certified Public Accountants to conduct the Town's audit. The independent auditors' report is included in this report.

Certificate of Achievement

This report has been prepared following the guidelines of the Government Finance Officers Association (GFOA) of the United States and Canada and the Governmental Accounting Standards Board. The GFOA awards a Certificate of Achievement for Excellence in Financial Reporting to governmental units that publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The Certificate of Achievement, which is valid for one year only, is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment for a government unit and its management. The Town was awarded the Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended June 30, 2008 for the nineteenth consecutive year. The Town intends to submit this report to GFOA for review under this program.

Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. My appreciation extends to all members of the Department who assisted and contributed to its preparation, in particular to Deputy Finance Director Lisa Rydecki. I would like to recognize Dr. Ernest Perlini, who retired as Superintendent of Schools, for forty years of dedicated service to the Newington Public School system. This department looks to continue to provide the support and advice you will need in carrying out the policies of the Newington Town Council and addressing the many challenging issues confronting the Town in the years ahead.

Respectfully submitted,

A handwritten signature in cursive script that reads "Ann J. Harter".

Ann J. Harter
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Newington
Connecticut

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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.



A stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke.

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

Financial Section

BlumShapiro

Accounting | Tax | Business Consulting

Independent Auditors' Report

Members of the Town Council
Town of Newington, Connecticut

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Newington, Connecticut, as of and for the year ended June 30, 2009, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of 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 financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Newington, Connecticut, as of June 30, 2009 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 December 9, 2009 on our consideration of the Town's internal control over financial reporting and on 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

Blum, Shapiro & Company, P.C.

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to provide an opinion on the 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 budgetary comparison information on pages 48 through 53 are not a required part 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's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Blum, Shapiro & Company, P.C.

December 9, 2009

TOWN OF NEWINGTON, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009

This discussion and analysis of the Town of Newington, Connecticut's (Town) financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2009. Please read this MD&A in conjunction with the transmittal letter and the Town's financial statements, Exhibits I to IX.

FINANCIAL HIGHLIGHTS

- Net assets of our governmental activities increased by \$1.45 million, or 1.8 percent.
- Total cost of all of the Town's programs was \$101.6 million with no new programs added this year.
- The resources available for appropriation were \$1.1 million more than budgeted for the General Fund. Expenditures were \$1.6 million less than appropriations.
- The General Fund reported a fund balance this year of \$16.7 million. On a budgetary basis \$14.7 million represents the Town's unreserved fund balance, of this \$2 million is designated for 2009-10 budget.
- During the year, the Town had expenses that were \$377 thousand less than the \$92.4 million generated in tax and other revenues for governmental programs.
- The tax collection rate was 98.9%, a slight decrease of .2% from 2008, one of the highest rates in over thirty years.
- The Town of Newington's outstanding bonded debt at June 30, 2009 was \$16.9 million, a decrease of \$1.8 million or 9%, from the prior year. No bonds were sold or authorized at referendum during the year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The statement of net assets and the statement of activities (Exhibits I and II, respectively) provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements are presented in Exhibits III to IX. For governmental activities, these statements tell how these services were financed in the short term, as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The analysis of the Town as a whole begins on Exhibits I and II. The statement of net assets and the statement of activities report information about the Town as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town's net assets and changes in them. The Town's net assets, the difference between assets and liabilities, are one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net assets are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other non-financial factors, however, such as changes in the Town's property tax base and the condition of the Town's capital assets, to assess the overall health of the Town.

In the statement of net assets and the statement of activities, the Town reports its activities:

- *Governmental activities* - The Town's basic services are reported here, including education, public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administration. Property taxes, charges for services, and state and federal grants finance most of these activities.

Fund Financial Statements

The fund financial statements begin with Exhibit III and provide detailed information about the most significant funds - not the Town as a whole. Some funds are required to be established by Charter. However, the Town Council establishes many other funds to help control and manage financial activities for particular purposes (like the Recreation Programs, Health Benefits Fund and the Employee Leave Liability Fund) or to show that it is meeting legal responsibilities for using grants, and other money (like grants received for education from the State and Federal governments and accounted for in the Special Revenue Fund). The Town's funds are divided into three categories; governmental, proprietary and fiduciary.

- *Governmental funds (Exhibits III and IV)* - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. The relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds is described in a reconciliation at the bottom of the fund financial statements.
- *Proprietary funds (Exhibits V, VI and VII)* - When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net assets and the statement of activities. Internal service funds (the component of proprietary funds) are used to report activities that provide supplies and services for the Town's other programs and activities - such as the Town's Health Benefits Fund and Insurance Reserve Fund.
- *Fiduciary funds (Exhibits VIII and IX)* - The Town is the trustee, or fiduciary, for its employees' pension plans. All of the Town's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Town's combined net assets increased from \$80.4 million to \$81.8 million. The analysis below focuses on the net assets (Table 1).

TABLE 1
NET ASSETS
(In Thousands)

	Governmental Activities	
	2009	2008
Current and other assets	\$ 42,828	\$ 39,560
Capital assets	73,554	71,271
Total assets	<u>116,382</u>	<u>110,831</u>
Long-term debt outstanding	21,809	22,779
Other liabilities	12,751	7,681
Total liabilities	<u>34,560</u>	<u>30,460</u>
Net Assets:		
Invested in capital assets, net of debt	56,392	52,163
Restricted	612	582
Unrestricted	<u>24,848</u>	<u>27,626</u>
Total Net Assets	<u>\$ 81,822</u>	<u>\$ 80,371</u>

Net assets of the Town's governmental activities increased by \$1.45 million or 1.8% (\$81.8 million compared to \$80.4 million). Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - changed from \$27.6 million at June 30, 2008 to \$24.8 million at the end of this year. The largest portion of the Town's net assets \$56.4 million or 69% reflects its investment in capital assets less any related debt used to acquire those assets that is still outstanding.

Governmental Activities

Change in net assets (Table 2) of the Town’s governmental activities increased by \$1.39 million. Approximately 70% of the revenues were derived from property taxes, followed by 20% from operating grants, 3% from both charges for services and other grants that were not restricted for specific purposes. The remaining 7% of revenues was derived from investment earnings, and capital grants and contributions and other revenue. Key elements of the increase are as follows:

- Property taxes increased by \$1.8 million or 2.6% during the year. Most of the increase is to support the program expenses of the Town.
- Education expenses and operating grants decreased significantly due to a decrease of \$15 million (\$4.2 million compared to \$19.2 million) of the on-behalf payments made by the State of Connecticut for Newington teachers.
- The total cost of all programs and services was \$102 million.

**TABLE 2
CHANGE IN NET ASSETS
(In Thousands)**

	Governmental Activities	
	2009	2008
Revenues:		
Program revenues:		
Charges for services	\$ 3,308	\$ 3,677
Operating grants and contributions	20,574	34,588
Capital grants and contributions	2,210	1,105
General revenues:		
Property taxes	72,453	70,617
Grants and contributions not restricted to specific purposes	3,411	2,904
Unrestricted investment earnings	642	1,773
Other general revenues	439	1,536
Total revenues	<u>103,037</u>	<u>116,200</u>
Program expenses:		
General government	7,931	5,857
Public safety	11,323	9,859
Public works	9,109	8,747
Community planning and development	697	806
Health and community services	1,416	1,535
Library	2,016	2,244
Parks and recreation	2,716	3,138
Education	65,598	76,236
Interest on long-term debt	780	855
Total program expenses	<u>101,586</u>	<u>109,277</u>
Increase in Net Assets	\$ <u>1,451</u>	\$ <u>6,923</u>

The following analysis separately considers the operations of governmental activities. Table 3 presents the cost of each of the Town’s five largest programs - police, fire, public works, education, and parks and recreation - as well as each program’s net cost (total cost less revenues generated by the activities). The net cost which shows the financial burden that was placed on the Town’s taxpayers by each of these functions increased by \$5.6 million (\$75.5 million compared to \$69.9 million). The reason for the increase is as follows:

- The consolidation of all utility, heating and building maintenance costs into the newly created Facilities Management department created a shift of net costs from other programs to General Government.
- The Public Safety area experienced an increase due to the addition of three patrol officers. This initial investment of staffing will adequately maintain each shift and thus reduce the overtime over a number of projected years.
- The net cost of Education increased due to salary increases for existing personnel (the largest portion) and the high expense of daily operations such as utilities, maintenance, healthcare, insurance and transportation. While the largest portion of state aid is for education, it does not keep pace with the rising costs.

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
General government	\$ 7,931	\$ 5,857	\$ 7,192	\$ 4,938
Public safety	11,323	9,859	11,040	9,620
Public works	9,109	8,747	8,615	8,206
Education	65,598	76,236	43,035	40,841
Parks, recreation and facilities	2,716	3,138	1,503	2,301
All others	4,909	5,440	4,109	4,001
Totals	<u>\$ 101,586</u>	<u>\$ 109,277</u>	<u>\$ 75,494</u>	<u>\$ 69,907</u>

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

As the Town completed the year, its governmental funds (as presented in the balance sheet - Exhibit III) reported a combined fund balance of \$24.4 million, which is an increase from last year's total of \$24 million. This increase is primarily due to an increase in the General Fund from \$15.6 million to \$16.7 million or an increase of \$1.1 million. Approximately 90 percent of the fund balance amount or \$14.7 million constitutes unreserved fund balance which is available for unforeseen contingencies and to offset future budgets over the long term. The balance of \$2 million is primarily reserved because it has been committed to liquidate purchase orders. The Town had positive fund balances in all categories of net assets both for the governmental as a whole, as well as for its separate governmental activities.

Included in this year's total change in fund balance is an increase of \$1.1 million in the Town's General Fund due to an excess of revenue as highlighted in Exhibit IV. In addition, other changes in fund balance should be noted: 1) a decrease of \$206 thousand in Capital Projects funds from excess expenditures over revenues and 2) in the nonmajor governmental funds a decrease of \$491 thousand is primarily due to an increase in capital outlay for the cemetery expansion and infrastructure, which was financed by additional grants. Expenditures totaled \$6.1 million against revenue and other financing sources of \$5.6 million.

Proprietary Funds

The Town accounts for two funds in its proprietary funds. The Town's Health Benefits Fund and its Insurance Reserve Fund, both of which are self-funded programs and the Town's only business-type activities. Unrestricted net assets of both funds totaled \$3.4 million, a decrease of \$1.3 million from the prior year. This decrease is due exclusively to the performance of the Health Benefits Fund which had an increase in benefit payments (expenses) of \$1.3 million over revenue. The increase in expenses is attributable to an unprecedented large amount of high claim cases. The Insurance Reserve Fund is to pay for losses incurred through insurance deductibles and uninsured property and casualty losses. The balance at June 30 of \$225 thousand is in accordance with the ordinance establishing the fund and the maximum fund balance.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Town's 2008-09 original budget of \$93.3 million was not increased during the year. Appropriations were successfully controlled resulting in actual final expenditure (including encumbrances) of \$91.7 million leaving unexpended departmental appropriations totaling \$1.6 million at June 30, 2009. This year end balance was primarily due to several unfilled vacancies in the departments such as Parks & Recreation, Highway and Facilities Management. There were additional personnel savings in the Police, Information Systems & Technology, Finance and Library departments and Grounds Maintenance division. Energy and fuel costs did not rise as anticipated. Additionally, a savings was realized in solid waste services for a reduction in the tip fee assessed by the Town's trash authority. Education, which is the largest category of spending for the Town comprising approximately 60 percent of the total, had \$35 thousand remaining at year-end.

On the revenue side, final actual revenues exceeded the original budget by \$1.1 million. This year end balance was primarily due to a higher collection rate than anticipated on the current levy of property taxes. The Town also benefitted from taxes on supplementary real estate and effective enforcement on prior year taxes and delinquent interest.

The Town's General Fund balance of \$16.7 million reported on Exhibit III differs from the General Fund's budgetary fund balance of \$14.7 million reported in the budgetary comparison in the required supplementary information. This is principally because the budgetary fund balance includes \$1.9 million of outstanding encumbrances at year end of which are primarily attributable to the Board of Education. Encumbrances are reported as expenditures for budgetary purposes.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2009, the Town had 73.6 million invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and storm water lines - Table 4. This amount represents a net increase (including additions and deductions) of \$2.283 million or 3.0%, over last year.

**TABLE 4
CAPITAL ASSETS (Net of Depreciation)
(In Thousands)**

	Governmental Activities	
	2009	2008
Land	\$ 2,679	\$ 2,411
Buildings and improvements	39,424	10,272
Equipment	8,620	7,141
Infrastructure	22,075	22,012
Construction in progress	756	29,435
Totals	<u>\$ 73,554</u>	<u>\$ 71,271</u>

This year's major additions included (thousands):

Land - Additions of \$268 were due to the purchase of a privately owned parcel for improvements to the Municipal Parking Lot.

Infrastructure - Additions in the amount \$702 were due to resurfacing of three miles of various roads, reconstruction of Hall Court, Marlborough Street (Tremont Street to Howard Street) and Webster Street. Additionally, drainage improvements included the reconstruction of Garfield Bridge, Reservoir Road and Timber Lane.

Buildings - Additions in the amount \$30,641 were due to Salt Shed for Highway Department, Roof Renovations at Senior & Disabled Center, Renovations at Parks Garage and Historic Properties, Carpeting at Town Manager's Office and transfer from Construction In Progress of the completed additions to the Police Department, Fire Company 2, Ruth Chaffee School and Elizabeth Green School.

Land Improvements - increased by \$396 due to paving at Fire Company 3, Clem Lemire Sports Complex, Anna Reynolds School and Martin Kellogg Middle School, drilling of an irrigation well at Young Farm and additional improvements to the Town Center.

Furniture, Fixtures and Equipment - was added in the amount of \$2,875. General Government increased by \$162 for the purchase of a vehicle, network and web software and computer equipment. Public Safety increased by \$1,318 for the purchase of eight vehicles, four Thermal Imaging Cameras, computer software/card I.D. system, Dispatch Console and transfer from Construction In Progress of the Furniture and Communications equipment for the completed Police Department Addition. Public works increased by \$6 due to the purchase of a paint machine for Traffic Department. Community Services increased by \$145 for the purchase of two Dial-A-Ride Buses and chairs for the Senior and Disabled Center cafeteria. Parks and Recreation increased by \$109 for the purchase of two vehicles, grounds maintenance equipment, pool equipment and playground equipment. Board of Education increased by \$1,136 for school busses, standby generator, two pianos and computer equipment, as well as the transfer from Construction in Progress of furniture, computer equipment and kitchen equipment for the completed additions to Ruth Chaffee and Anna Reynolds schools.

Construction in Progress - Additions in the amount of \$756 were due to major renovations at Town Hall and improvements to the Municipal Parking Lot. After additions of \$549 to finalize the projects, transfers of \$29,976 were made to the appropriate asset class for completed projects of Police Department addition, Fire Company 2 expansion, Ruth Chaffee and Anna Reynolds schools additions.

Total Net Additions \$ 6,212

The Town's fiscal-year 2009-10 budget calls for it to spend \$4.2 million for capital projects, of which \$400 thousand is financed from the State and the balance from local funds. It is primarily to finance Newington High School code compliance, major equipment replacement, road reconstruction and road resurfacing, Town Hall Renovations, Newington High School gym floor replacement and Park & Playfield Improvements.

More detailed information about the Town's capital assets is presented in Note 1 and Note 5 to the financial statements.

Long-Term Debt

At June 30, 2009 the Town had \$16.9 million in bonds outstanding versus \$18.6 million last year - a decrease of 9% - as shown in Table 5.

**TABLE 5
OUTSTANDING DEBT
(In Thousands)**

	Governmental Activities	
	2009	2008
General obligation bonds (backed by the Town)	\$ <u>16,855</u>	\$ <u>18,605</u>

- The decrease in the Town's indebtedness is due to no bond sales during the year. The Town paid off \$1.75 million in principal and \$774 thousand in interest. The Town's general obligation bond rating continues to carry the Aa3 Moody's rating and AA rating from Standard & Poor's. Both of these credit ratings were re-affirmed in 2005 as part of the Town's bond sale.
- The State limits the amount of general obligation debt that towns can issue based on a formula determined under State Statutes based on type of debt and tax base. When the Town's outstanding general obligation debt is calculated in accordance with this formula it is significantly below this \$510 million state-imposed limit.

Other obligations include accrued vacation pay and sick leave. More detailed information about the Town's long-term liabilities is presented in Note 8 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

From a financial perspective as detailed in this annual financial report, Newington successfully managed the 2008-09 budget through prudent, conservative fiscal management. This is evidenced from the final actual expenditures are \$1.6 million under the original budget while the revenue side generated an additional \$1.1 million beyond the original estimates.

The significant challenges in the development of the 2009-10 Town budget were: 1) the economic conditions in the region and nationally; 2) fixed costs to meet the high level of service Town residents are accustomed; and 3) the ability of citizens to absorb any increases in taxes or other fees creating a clear directive by the electorate to limit a tax increase to three percent (3%). The Town's adopted fiscal year 2009-2010 General Fund appropriations totaled \$94.7 million, an increase of 1.5% over the final 2009 budget of \$93.3 million. The most significant factors driving the overall budget increase include education, and IBPO contractual obligations. These increases were offset by a wage freeze for all administrative and AFSCME personnel, attrition and a decrease in the Metropolitan District Commission sewer assessments.

On the revenue side, the 10/1/2008 taxable list increased slightly by .4% from the 2007 Grand List. While the personal property and motor vehicle components experienced decreases of 5.4% and 3.8%, respectively, the real estate component increased by 1.2%. This increase was due in large part to the development of Woodlands and Newington Ridge, two separate townhouse communities. Estimated State Aid to the Town, which comprises approximately 18% of total revenues, increased only \$222 thousand. The economy affected other revenue sources such as building permits, real estate conveyance fees and interest income which were expected to decrease by \$500 thousand.

With regard to the unreserved, undesignated General Fund balance, after the designation of \$2 million to assist in financing the 2009-10 budget, on a budgetary basis, the unreserved, undesignated balance at June 30, 2009 is increased by \$700 thousand to a level of \$12.7 million or 13% of the fiscal year 2009-10 budget. This increase is due to additional revenue in 2009 from the property tax and savings on the expenditures side. The Town has consistently maintained a ratio of unreserved, undesignated fund balance at a level of 10% or higher of subsequent year's appropriation which is consistent with the parameters as set forth by the credit industry.

The result was a tax increase of 2.6% without compromising the delivery of services to the community. Similar to other communities, Newington has had to address the difficult budgetary and economic times through strong management, well-managed fund balances and an active economic development program.

At this point in time, a review of key economic indicators shows that Newington has seen the effects of the national and state economic downturn. Per capita income of Newington's residents is \$27 thousand, below the statewide average of \$29 thousand but its median family income of \$67 thousand exceeds the statewide average by \$1,564. Of note, is the Town's large senior population with 23.8% of its residents 60 years of age or more. The consumer price index for the United States City Average at September 2009 was at a level of 216. The Northeast Region of the United States was at a level of 231 at the same time. As of September 2009, the unemployment rate for Newington was 7.3%, up from 4.9% in the prior year and compares favorably to the State's unemployment rate of 8.4% during the same period. Housing values decreased by 1% from September 2008 to September 2009. Building permit activity has declined with the value of permits in September of 2009 equal to \$5.5 million compared to \$23.6 million a year ago.

While the national economy slowly recovers and State of Connecticut budget continues to be in a deficit situation, the Town of Newington is well positioned to deal with the present economic situation. With an overwhelming reliance on property taxes, Newington's income stream is rather stable, even during a period of fiscal stress. The Town's diverse tax base lends stability to the Town's revenue. The Town's Berlin Turnpike, central location in the State and proximity to Hartford continue to attract and retain housing and commercial development. This increased development will lend itself to expand the tax base. Newington will continue to take steps to exercise fiscal discipline and manage revenue shortfalls through diligent cost control and enhanced operating efficiencies.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, Town of Newington, Connecticut, 131 Cedar Street, Newington, Connecticut 06111.

Basic Financial Statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF NET ASSETS

JUNE 30, 2009

(In Thousands)

	<u>Governmental Activities</u>
Assets:	
Cash and cash equivalents	\$ 38,892
Investments	500
Receivables, net	3,204
Prepaid asset	3
Inventory	35
Net pension asset	194
Capital assets not being depreciated	3,435
Capital assets being depreciated, net	70,119
Total assets	<u>116,382</u>
Liabilities:	
Accounts and other payables	6,470
Accrued interest payable	85
Due to State and Federal governments	3
Unearned revenue	6,193
Noncurrent liabilities:	
Due within one year	2,698
Due in more than one year	19,111
Total liabilities	<u>34,560</u>
Net Assets:	
Invested in capital assets, net of related debt	56,392
Restricted for:	
Trust purposes:	
Expendable	575
Nonexpendable	37
Unrestricted	<u>24,818</u>
Total Net Assets	<u>\$ 81,822</u>

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
General government	\$ 7,931	\$ 719	\$ 8	\$ 12	\$ (7,192)
Public safety	11,323	106	177		(11,040)
Public works	9,109	48		446	(8,615)
Community planning and development	697	415	8	147	(127)
Health and community services	1,416	72	82		(1,262)
Library	2,016	30	46		(1,940)
Parks and recreation	2,716	801	27	385	(1,503)
Education	65,598	1,117	20,226	1,220	(43,035)
Interest on long-term debt	780				(780)
Total	<u>\$ 101,586</u>	<u>\$ 3,308</u>	<u>\$ 20,574</u>	<u>\$ 2,210</u>	<u>(75,494)</u>
General revenues:					
Property taxes					72,453
Grants and contributions not restricted to specific programs					3,411
Unrestricted investment earnings					642
Miscellaneous					439
Total general revenues					<u>76,945</u>
Change in net assets					1,451
Net Assets at Beginning of Year					<u>80,371</u>
Net Assets at End of Year					<u>\$ 81,822</u>

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2009

(In Thousands)

	<u>General</u>	<u>Capital Projects</u>	<u>Small Cities</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 26,391	\$ 3,787	\$ 39	\$ 4,416	\$ 34,633
Investments				500	500
Receivables, net	1,258	396	906	227	2,787
Due from other funds	11				11
Prepays				3	3
Inventories				35	35
Total Assets	<u>\$ 27,660</u>	<u>\$ 4,183</u>	<u>\$ 945</u>	<u>\$ 5,181</u>	<u>\$ 37,969</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts and other payables	\$ 4,292	\$ 752	\$ 2	\$ 533	\$ 5,579
Due to State and Federal governments				3	3
Due to other funds				11	11
Deferred revenue	6,677		906	410	7,993
Total liabilities	<u>10,969</u>	<u>752</u>	<u>908</u>	<u>957</u>	<u>13,586</u>
Fund balances:					
Reserved:					
Encumbrances	1,947	331		174	2,452
Inventory				35	35
Endowments				37	37
Unreserved, reported in:					
General Fund	14,744				14,744
Special Revenue Funds			37	3,978	4,015
Capital Project Funds		3,100			3,100
Total fund balances	<u>16,691</u>	<u>3,431</u>	<u>37</u>	<u>4,224</u>	<u>24,383</u>
Total Liabilities and Fund Balances	<u>\$ 27,660</u>	<u>\$ 4,183</u>	<u>\$ 945</u>	<u>\$ 5,181</u>	<u>\$ 37,969</u>

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)

JUNE 30, 2009

Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Assets:

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

Fund balances - total governmental funds	\$ 24,383
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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	\$ 130,069	
Less accumulated depreciation	<u>(56,515)</u>	
Net capital assets		73,554

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

Net pension asset	194
Housing loan receivables	906
Property tax receivables greater than 60 days	895
Interest receivable on property taxes	415

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.

3,369

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

Bonds payable	(16,855)
Interest payable on bonds	(85)
Net OPEB obligation	(1,081)
Compensated absences	(3,566)
Capital lease	<u>(307)</u>

Net Assets of Governmental Activities (Exhibit I)	<u>\$ 81,822</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDSFOR THE YEAR ENDED JUNE 30, 2009
(In Thousands)

	<u>General</u>	<u>Capital Projects</u>	<u>Small Cities</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
Property taxes	\$ 73,276	\$	\$	\$	\$ 73,276
Payment in lieu of taxes	2,936				2,936
Licenses, fees and permits	409			16	425
Intergovernmental	18,967	958		3,240	23,165
Contributions				91	91
Rental	139	75			214
Income on investments	509	8		74	591
Fines	96				96
Charges for services	597	86		1,884	2,567
Other	97	71	36	226	430
Total revenues	<u>97,026</u>	<u>1,198</u>	<u>36</u>	<u>5,531</u>	<u>103,791</u>
Expenditures:					
Current:					
General government	3,957		9	410	4,376
Public safety	6,850			192	7,042
Public works	4,722			44	4,766
Community planning and development	513				513
Health and human services	1,108				1,108
Library	1,634			22	1,656
Parks and recreation	1,447			811	2,258
Education	60,397			3,270	63,667
Miscellaneous	8,741				8,741
Capital outlay		4,897		1,346	6,243
Debt service	2,524	212			2,736
Total expenditures	<u>91,893</u>	<u>5,109</u>	<u>9</u>	<u>6,095</u>	<u>103,106</u>
Excess (Deficiency) of Revenues over Expenditures	<u>5,133</u>	<u>(3,911)</u>	<u>27</u>	<u>(564)</u>	<u>685</u>
Other Financing Sources (Uses):					
Transfers in	284	3,889		173	4,346
Transfers out	(4,370)	(184)		(100)	(4,654)
Total other financing sources (uses)	<u>(4,086)</u>	<u>3,705</u>	<u>-</u>	<u>73</u>	<u>(308)</u>
Net Change in Fund Balances	1,047	(206)	27	(491)	377
Fund Balances at Beginning of Year	<u>15,644</u>	<u>3,637</u>	<u>10</u>	<u>4,715</u>	<u>24,006</u>
Fund Balances at End of Year	<u>\$ 16,691</u>	<u>\$ 3,431</u>	<u>\$ 37</u>	<u>\$ 4,224</u>	<u>\$ 24,383</u>

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TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2009

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund
Balances of Governmental Funds to the Statement of Activities:

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ 377
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Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay	6,203
Depreciation expense	(3,823)

In the statement of activities, only the gain 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 assets sold. (97)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, and revenues recognized in the funds are not reported in the statement of activities:

Property tax interest and lien revenue - accrual basis change	(590)
Property tax receivable - accrual basis change	(241)
Housing loan receivable - accrual basis change	(36)

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

Bond principal payments	1,750
Capital lease payments	196

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 the governmental funds.

Compensated absences	106
Accrued interest	5
Net OPEB expense	(1,081)

Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities. (1,318)

Change in Net Assets of Governmental Activities (Exhibit II)	<u>\$ 1,451</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT
STATEMENT OF NET ASSETS - PROPRIETARY FUNDS

JUNE 30, 2009
(In Thousands)

	Governmental Activities <hr/> Internal Service Funds <hr/>
Assets:	
Cash and cash equivalents	\$ 4,259
Accounts receivable	2
	4,261
Total assets	4,261
Liabilities:	
Accounts and other payables	892
	892
Net Assets:	
Unrestricted	\$ 3,369
	3,369

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET ASSETS - PROPRIETARY FUNDSFOR THE YEAR ENDED JUNE 30, 2009
(In Thousands)

	Governmental Activities
	Internal Service Funds
Operating Revenues:	
Charges for services	\$ 8,958
Miscellaneous	65
Total operating revenues	<u>9,023</u>
Operating Expenses:	
Benefit payments	9,404
Administration	504
Insurance	420
Casualty loss	373
Total operating expenses	<u>10,701</u>
Operating Loss	(1,678)
Nonoperating Revenue:	
Interest on investments	<u>52</u>
Loss before Transfers	(1,626)
Transfers In	<u>308</u>
Change in Net Assets	(1,318)
Net Assets at Beginning of Year	<u>4,687</u>
Net Assets at End of Year	<u>\$ 3,369</u>

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	<u>Governmental Activities Internal Service Funds</u>
Cash Flows from Operating Activities:	
Cash received from charges for services and other	\$ 9,021
Cash paid to vendors	<u>(10,556)</u>
Net cash used in operating activities	(1,535)
Cash Flows from Noncapital Financial Activities:	
Transfers in	308
Cash Flows from Investing Activities:	
Interest on investments	<u>52</u>
Net Decrease in Cash and Cash Equivalents	(1,175)
Cash and Cash Equivalents at Beginning of Year	<u>5,434</u>
Cash and Cash Equivalents at End of Year	<u><u>\$ 4,259</u></u>
Reconciliation of Operating Loss to Net	
Cash Used in Operating Activities:	
Operating loss	\$ (1,678)
Adjustments to reconcile operating loss to net cash used in operating activities:	
(Increase) in accounts and other receivables	(2)
Increase in accounts and other payables	<u>145</u>
Net Cash Used in Operating Activities	<u><u>\$ (1,535)</u></u>

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS

JUNE 30, 2009
(In Thousands)

	Pension Trust Funds	Agency Funds
	<u> </u>	<u> </u>
Assets:		
Cash and cash equivalents	\$ 1,063	\$ 464
Investments - mutual funds	<u>41,495</u>	<u> </u>
Total Assets	42,558	<u><u>\$ 464</u></u>
Liabilities:		
Accounts payable	<u>179</u>	<u><u>\$ 464</u></u>
Net Assets:		
Held in Trust for Pension Benefits	<u><u>\$ 42,379</u></u>	

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF CHANGES IN PLAN NET ASSETS - FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	<u>Pension Trust Funds</u>
Additions:	
Contributions:	
Employer	\$ 2,474
Plan members	822
Total contributions	<u>3,296</u>
Investment income (loss):	
Net depreciation in fair value of investments	(7,485)
Interest and dividends	(133)
Total investment loss	<u>(7,618)</u>
Less investment expense	280
Net investment loss	<u>(7,898)</u>
Total reductions	<u>(4,602)</u>
Deductions:	
Benefits	5,470
Administration	41
Total deductions	<u>5,511</u>
Net Decrease	(10,113)
Net Assets Held in Trust for Pension Benefits at Beginning of Year	<u>52,492</u>
Net Assets Held in Trust for Pension Benefits at End of Year	<u>\$ 42,379</u>

The accompanying notes are an integral part of the financial statements

TOWN OF NEWINGTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

(In Thousands)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Newington (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 policies of the Town are described below.

A. Reporting Entity

The Town was incorporated on July 10, 1871. The Town operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported.

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

The various funds included in the financial statements are described below:

Governmental Funds

Governmental Funds are those through which most governmental functions typically are financed.

General Fund is the primary operating fund of the Town. This fund is used to account for all financial transactions and resources except those required to be accounted for in another fund. Revenues are derived primarily from property taxes, state and federal grants, licenses, permits, charges for service and interest income.

Special Revenue Funds account for revenue derived from specific sources (other than major capital projects) that are restricted by legal and regulatory provisions to finance specific activities.

Capital Project Funds account for all financial resources used for the acquisition or construction of major capital facilities.

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the Town's programs.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those often found in the private sector. These funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. The following is the Town's proprietary fund:

Internal Service Funds account for the financing of goods or services provided by one department to other departments or agencies of the Town on a cost-reimbursement basis. The Health Benefits Fund and the Insurance Reserve Fund comprise the Town's internal service fund.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations and other governments. Fiduciary funds are not included in the government-wide statements. The fiduciary funds are as follows:

Pension Trust Funds accounts for the Town's various retirement plans.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. The Youth Activities and Student Activities Fund comprise the Town's agency funds.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, charges for services, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

The Town reports the following major governmental funds:

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

The Capital Projects Fund accounts for the construction and acquisition of major capital assets.

The Small Cities Fund accounts for Federal grants for community development and a housing loan program.

Additionally, the Town reports the following fund types:

The Internal Service Fund accounts for the Town's health benefits program.

The Pension Trust Funds account for the activities of the Town retirement system, which accumulates resources for pension benefit payments to qualified Town employees.

The Agency Funds account for monies held by the Town as a custodian for outside student and municipal groups.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between certain Town functions because the 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 general revenues rather than as program revenues. Likewise, general revenues include property 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 fund are charges to customers for services. Operating expenses for the internal service fund include the cost of health benefits 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.

D. Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the Town to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and certain other investments as described in Note 3.

Investments for the Town are reported 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) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.” All trade and property tax receivables are shown net of an allowance for collectibles. The property tax receivable allowance of \$94 is equal to 7.7% of outstanding property taxes at June 30, 2009.

The Town’s property tax is levied each May on the assessed value listed on the prior October 1 Grand List for all taxable property located in the Town. Although taxes are levied in May, the legal right to attach property does not exist until July 1 and, as such, taxes are due and payable in two installments on July 1 and January 1 following the date of the Grand List. Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31 and are payable in one installment due January 1. It is the policy of the Town to record deferred revenue for property taxes receivable at June 30. Property taxes collected prior to June 30 that are applicable to the subsequent year’s assessment are reported as deferred revenue. Taxes become overdue one month after the installment due date. Interest at the rate of 1.5% per month accrues on all overdue taxes. The Town files liens against property if taxes that are due July 1 remain unpaid on the following June 30.

F. Inventories and Prepaid Items

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

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

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 applicable governmental or business-type activities columns 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 (amount not rounded) and an estimated useful life in excess of 5 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 is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20
Public domain infrastructure	40
System infrastructure	60
Vehicles	8
Office equipment	5
Computer equipment	5

H. Compensated Absences

Employees are paid by a prescribed formula for absence due to vacation or sickness. For eligible Town employees and Board of Education noncertified employees, sick time may be accumulated and paid upon death, retirement or termination, up to certain limits. The Town does not recognize sick pay liability for Board of Education certified staff. The Town does not accrue vacation pay liability because employees are generally not allowed to carry vacation time over to the following year.

A special revenue fund, the Employee Leave Liability Fund, has been established to offset the Town's future liability for unused, accrued sick pay earned by Town employees in accordance with official personnel policies. The fund is used to pay employees who are entitled to cash payments for unused sick leave. The General Fund generally provides for the payment of compensated absences for active employees.

I. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type 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 any significant applicable bond premium or discount. Significant 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:

Reserved Fund Balance - A portion of fund balance that is not available for appropriation or is legally restricted by outside parties for use for a specific purpose.

Designated Fund Balance - Represents tentative management plans that are subject to change.

Unreserved Fund Balance - Serves as a measure of current available financial resources.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The Town adheres to the following procedures in establishing the budgetary data reported in the financial statements for the General Fund. Prior to March 16, the Town Manager submits to the Town Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

Two public hearings are held by the Town Council, at which taxpayer comments are obtained, and then the Town Council legally adopts the budget by a majority vote of all its members. If the Town Council fails to adopt a budget within ten days after holding its second public hearing, the Town Manager’s budget becomes the Town budget.

- The Town Manager is authorized to transfer budgeted amounts within departments within any fund, except within the Board of Education. The Town Council, during the last six months of the year, may transfer any unencumbered appropriations between departments, except for the Board of Education. The Board of Education is responsible for establishing its own system of budgetary control and certification of the sufficiency of unexpended and unencumbered balance of appropriation. The Town Council may authorize additional appropriations from unappropriated and unencumbered General Fund balance up to \$125,000 (amount not rounded). Special appropriations between \$125,000 and \$325,000 (amount not rounded) require a Town ordinance. Special appropriations over \$325,000 (amount not rounded) require voter approval.
- Formal budgetary integration is employed as a management control device during the year for the General Fund legally adopted budget.
- 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 legally exceed appropriations) is at the department level for the General Fund.
- Budgeted amounts shown are as amended. There were no additional appropriations from fund balance during 2008-09.

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.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

3. 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.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$5,219 of the Town’s bank balance of \$6,244 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$	4,638
Uninsured and collateral held by the pledging bank’s trust department, not in the Town’s name		<u>581</u>
Total Amount Subject to Custodial Credit Risk	\$	<u><u>5,219</u></u>

Cash Equivalents

At June 30, 2009 the Town's cash equivalents amounted to \$36,262. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations. The pools all have maturities of less than one year.

	<u>Standard and Poor's</u>	<u>Fitch Ratings</u>
State Tax Exempt Proceeds Fund*		
State Short-Term Investment Fund (STIF)	AAAm	
MBIA, Inc. - Cooperative Liquid Assets Securities System (CLASS)		AAA
Financial Investors Trust	AAAm	

*Not rated

Investments

As of June 30, 2009, the Town had the following investments:

<u>Investment Type</u>	<u>Credit Rating</u>	<u>Fair Value</u>	<u>Investment Maturities (Years)</u>		
			<u>Less Than 1</u>	<u>1 - 10</u>	<u>More Than 10</u>
Interest-bearing investments:					
Certificates of deposit	*	\$ 500	\$	\$ 500	\$
Total		500	\$ -	\$ 500	\$ -
Other investments:					
Pooled open-end mutual funds		41,495			
Total Investments		\$ 41,995			

*Subject to coverage by Federal Depository Insurance and collateralization.

Interest Rate Risk - The Town limits their maximum final stated maturities to fifteen years, unless specific authority is given to exceed. To the extent possible, the Town will attempt to match its investments with anticipated cash flow requirements.

Credit Risk - Investments - As indicated above, State Statutes limit the investment options of cities and towns. The Town has an investment policy that allows the same type of investments as State Statutes.

Concentration of Credit Risk - The Town's investments are maintained in open-end mutual funds and are therefore not subject to concentration of credit risk market conditions.

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, 2009, 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.

4. RECEIVABLES

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

	<u>General</u>	<u>Capital Projects</u>	<u>Small Cities</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:					
Taxes	\$ 1,229	\$	\$	\$	\$ 1,229
Accounts	123			21	144
Housing loans			906		906
Intergovernmental		396		208	604
Gross receivables	<u>1,352</u>	<u>396</u>	<u>906</u>	<u>229</u>	<u>2,883</u>
Less allowance for uncollectibles	<u>94</u>				<u>94</u>
Net Total Receivables	<u>\$ 1,258</u>	<u>\$ 396</u>	<u>\$ 906</u>	<u>\$ 229</u>	<u>\$ 2,789</u>

Note: Does not include accrued interest on property taxes of \$415.

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>
Delinquent property taxes receivable	\$ 894	\$
Taxes collected in advance		5,783
Grant drawdowns prior to meeting all eligibility requirements		38
Housing loans	906	
Program fees collected in advance		<u>372</u>
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 1,800</u>	<u>\$ 6,193</u>

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,411	\$ 268	\$	\$ 2,679
Construction in progress	29,435	1,306	(29,985)	756
Total capital assets not being depreciated	<u>31,846</u>	<u>1,574</u>	<u>(29,985)</u>	<u>3,435</u>
Capital assets being depreciated:				
Buildings	28,282	30,641		58,923
Improvements other than buildings	3,432	396		3,828
Furniture, fixtures and equipment	15,949	2,875	(288)	18,536
Infrastructure	44,645	702		45,347
Total capital assets being depreciated	<u>92,308</u>	<u>34,614</u>	<u>(288)</u>	<u>126,634</u>
Less accumulated depreciation for:				
Buildings	(20,078)	(1,714)		(21,792)
Improvements other than buildings	(1,364)	(171)		(1,535)
Furniture, fixtures and equipment	(8,808)	(1,299)	191	(9,916)
Infrastructure	(22,633)	(639)		(23,272)
Total accumulated depreciation	<u>(52,883)</u>	<u>(3,823)</u>	<u>191</u>	<u>(56,515)</u>
Total capital assets being depreciated, net	<u>39,425</u>	<u>30,791</u>	<u>(97)</u>	<u>70,119</u>
Governmental Activities Capital Assets, Net	<u>\$ 71,271</u>	<u>\$ 32,365</u>	<u>\$ (30,082)</u>	<u>\$ 73,554</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 182
Public safety	1,063
Public works	841
Community planning and development	123
Library	55
Parks and recreation	147
Education	<u>1,412</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,823</u>

Construction Commitments

The Town has 44 active construction projects as of June 30, 2009. The projects include major school project authorizations of \$21 million and various other Town improvement projects. At year end the Town's commitments with contractors are as follows:

	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Public building projects	\$ 25,537	\$ 763
School capital improvements	864	235
Capital and nonrecurring	7,255	1,346
DECD municipal parking lot	391	609
Cemetery	<u>478</u>	<u>47</u>
 Total	 <u>\$ 34,525</u>	 <u>\$ 3,000</u>

Major commitments are being financed primarily by bond authorizations and State grants for school construction.

6. INTERFUND ACCOUNTS

During the course of operations, transactions are processed through the General Fund on behalf of other funds. A summary of General Fund interfund balances as of June 30, 2009 is presented below:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	LOCIP Reserve Fund	\$ 11

All interfund receivables and payables represent routine recurring transactions that are temporary in nature.

Interfund transfers:

	<u>Transfers In</u>			
	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Transfers out:				
General Fund	\$	\$ 184	\$ 100	\$ 284
Capital Projects	3,889			3,889
Nonmajor Governmental	173			173
Internal Service Funds	<u>308</u>			<u>308</u>
 Total Transfers Out	 <u>\$ 4,370</u>	 <u>\$ 184</u>	 <u>\$ 100</u>	 <u>\$ 4,654</u>

Transfers are for regularly recurring operational transfers.

7. LEASES

Capital Leases

The Town entered into a lease agreement for financing the acquisition of fire apparatus. The following is a schedule of the future minimum lease payments under the capital lease, and the present value of the net minimum lease payments at June 30, 2009:

<u>Fiscal Year Ending June 30,</u>	
2010	\$ 211
2011	<u>106</u>
Total future minimum lease payments	317
Interest on future lease payments	<u>10</u>
Principal Balance of Future Minimum Payments	<u>\$ 307</u>

The initial value of apparatus acquired amounted to \$975. The net book value of the assets approximate the principal balance of the lease at June 30, 2009.

8. LONG-TERM DEBT

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2009, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 18,605	\$	\$ 1,750	\$ 16,855	\$ 1,750
Compensated absences	3,672	1,163	1,269	3,566	745
Net OPEB Obligation		1,081		1,081	
Capital leases	<u>503</u>		<u>196</u>	<u>307</u>	<u>203</u>
Total Governmental Activity					
Long-Term Liabilities	<u>\$ 22,780</u>	<u>\$ 2,244</u>	<u>\$ 3,215</u>	<u>\$ 21,809</u>	<u>\$ 2,698</u>

A schedule of bonds and serial notes outstanding at June 30, 2009 is presented below:

Description	Date of Issue	Amount of Interest Rate (%)	Balance Original Issue	Outstanding June 30, 2009
General purpose bonds:				
Police station	06/05	4.25-5.0	3,700	\$ 2,960
Police station	05/04	3.2-4.6	3,750	2,813
School:				
School improvements	05/04	3.2-4.6	4,950	3,713
School improvements	06/03	2.0-5.0	4,950	2,969
School improvements	04/00	4.8-6.7	6,000	2,400
School improvements	05/99	3.2-4.7	6,000	<u>2,000</u>
Total				<u>\$ 16,855</u>

The following is a schedule of bond maturities as of June 30, 2009:

Fiscal Year Ending June 30,	Principal	Interest	Total
2010	\$ 1,750	\$ 704	\$ 2,454
2011	1,750	634	2,384
2012	1,750	563	2,313
2013	1,750	489	2,239
2014	1,750	415	2,165
2015-2019	4,820	1,251	6,071
2020-2024	3,100	453	3,553
2025	<u>185</u>	<u>8</u>	<u>193</u>
Total	<u>\$ 16,855</u>	<u>\$ 4,517</u>	<u>\$ 21,372</u>

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

Category	Debt Limit	Net Indebtedness	Balance
General purpose	\$ 163,917	\$ 5,772	\$ 158,145
Schools	327,834	11,083	316,751
Sewers	273,195	11,742	261,453
Urban renewal	236,769		236,769
Pension deficit	218,556		218,556

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation or \$510 million. All long-term debt obligations are retired through General Fund appropriations.

Indebtedness, in accordance with State Statutes, includes long-term debt outstanding in addition to the amount of bonds authorized and unissued against which bonds have been issued to partially finance the project or bond anticipation notes are issued and outstanding. Sewer indebtedness includes overlapping debt of the Metropolitan District. As a member of the Metropolitan District (a quasi-municipal corporation that provides water supply and sewerage collection and disposal facilities for members), the Town is contingently liable for \$11.74 million or 8.49% of the debt of the District.

9. RISK MANAGEMENT

The Town is exposed to various risks of loss including torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town generally obtains commercial insurance for these risks, but has chosen to retain the risks for employee health and medical claims. The Health Insurance Internal Service Fund is utilized to report the self-insurance activity. Anthem Blue Cross/Blue Shield administers the plan, for which the Town pays a fee. The General Fund (Town and Board of Education) and Cafeteria Fund (Special Revenue Fund) contribute based on Anthem Blue Cross/Blue Shield estimates made using the Town’s historical data. The Town covers all claims up to \$150,000 (amount not rounded) per participant per year with an individual stop-loss policy covering amounts exceeding the limit. In addition, the Town has an aggregate stop-loss policy that would cover claims exceeding 120% of the total estimated claims for the plan year. Settled claims, for all types of commercial coverage, have not exceeded coverage in any of the past three years.

The claims liability of \$855 reported in the Health Benefits Internal Service Fund at June 30, 2009 is based on Governmental Accounting Standards Board Statement No. 10, which requires that a liability for estimated claims incurred but not reported be recorded. Changes in the claims liability were:

	<u>Liability July 1,</u>		<u>Current Year Claims and Changes in Estimates</u>		<u>Claim Payments</u>		<u>Liability June 30,</u>
2007-2008	\$ 745	\$	7,574	\$	7,593	\$	726
2008-2009	726		9,533		9,404		855

10. OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

The Town provides post-employment benefits for Police Department, Teachers and certain other retirees. This benefit is provided per various bargaining agreements. The Town pays for 100% of retiree and spouse costs for Police and 75% of retiree costs for Town and Board of Education administrators. The Town is required to provide medical, dental and life insurance to certain retired police officers. The Town is also required to provide medical and dental insurance to certain other retirees until the retirees reach the age of 65 or unless covered elsewhere. The Town does not issue a separate stand alone financial statement for this program.

For the fiscal year 2009 the General Fund appropriation payments totaled \$515 as follows:

	<u>Retirees</u>		<u>Amount</u>
Police	21	\$	330
Board of Education	123		137
Other	42		48
	<u>186</u>	<u>\$</u>	<u>515</u>

B. Funding Policy

The Town funding and payment of postemployment benefits are accounted for in the General Fund on a pay-as-you go basis. The Town has not established a trust fund to irrevocably segregate assets to fund the liability associated with postemployment benefits in accordance with GASB guidelines. The Town is

currently in the process of establishing a trust, which will be in place by the end of fiscal year 2010. The trust will be established with initial allocations of 60% common stocks and 40% bonds. The annual required contribution (ARC) payment will be transferred into this account annually from the General Fund and budgeted as part of the budgeting process, which is approved by the Town Council.

The Town’s funding strategy for postemployment obligations are based upon characteristics of benefits on three distinct groups of employees established within their respective collective bargaining units and/or contracts and include the following:

- AFSCME Board of Education and Town employees as well as Police officers are eligible for retiree health care coverage until age 65 upon attainment of normal or early retirement. Normal retirement is the earlier of age 63 or completion of 25 years of service. Early retirement is age 55, and 5 years of continuous service or 15 years of aggregate service. Coverage is pre-65 only. Post-65 non-Medicare eligible retirees can continue coverage at their own expense.
- Teachers and School Administrators are eligible for retiree health care coverage for lifetime at the earlier of age 55 with 20 years of service or 25 years of service.
- Surviving spouses of retired teachers and nonteachers at the school are allowed to remain on the plan.
- Surviving spouses of retirees and actives eligible to retire are allowed to remain on the plan.

C. Annual OPEB Cost and Net OPEB Obligations

The Town of Newington’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:

	Post- Employment Medical Program
Annual required contribution (ARC)	\$ 2,455
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
Annual OPEB cost	<u>2,455</u>
Contributions made	<u>1,374</u>
Increase in net OPEB obligation	1,081
Net OPEB obligation, beginning of year	<u>-</u>
Net OPEB Obligation, End of Year	<u><u>\$ 1,081</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 year ended June 30, 2009 is presented below. Data is only presented for the fiscal year ended June 30, 2009, due to this being the year of transition.

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost (AOC)</u>	<u>Actual Contribution</u>	<u>Percentage of AOC Contributed</u>	<u>Net OPEB Obligation</u>
6/30/09	\$ 2,455	\$ 1,374	55.97%	\$ 1,081

As of June 30, 2009, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was approximately \$29,546, and the actuarial value of assets was \$-0-, resulting in an unfunded actuarial accrued liability (UAAL) of approximately \$29,546. The covered payroll (annual payroll of active employees covered by the plan) was \$14,880.

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. 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 June 30, 2009 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 4.0% 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 actuarial value of assets was determined using an open group. The UAAL is being amortized on a level percentage of pay over 30 years.

11. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

Defined Benefit Plans

A. Plan Description and Provisions

The Town maintains four single employer, contributory (except for Volunteer Firefighters' Plan), defined benefit pension plans. The Plans cover substantially all full time employees except certified personnel at the Board of Education. The four Pension Plans are part of the Town's financial reporting entity and are accounted for in the Pension Trust Funds: Municipal Employees', Police Officers', Administrative Employees' and Volunteer Firefighters' Plans. Each Plan provides retirement, disability, death benefits and cost of living adjustments to plan members and beneficiaries. The Charter provides the authority to establish and amend benefit provisions to the Town Council. Stand alone financial statements are not issued.

Municipal Employees' Plan

All bargaining unit employees are eligible to participate in the Plan except elected officials, police officers and certified professional employees of the Newington Board of Education. Effective January 1, 2007, the Plan was closed to all new hires. Benefits vest after 5 years of continuous service or 15 years of aggregate service. The normal retirement is the earlier of age 63 or completion of 25 years of service.

Pension benefits for normal retirement under the Municipal Employees' Plan are based on the average rate of earnings during the 3 years for which the participants' earnings were at their highest level (final earnings). The participants' yearly pension amount will be equal to 1.7% of the final earnings multiplied by the number of years of aggregate service through July 1, 1990 plus 2% of final earnings times years of aggregate service since July 1, 1990. The Plan permits early retirement for participants at age 55 with 5 years of continuous service or 15 years of aggregate service.

Police Officers' Plan

All Police Officers, Canine Control officers and Public Safety Dispatchers of the Newington Police Department are eligible to participate in the Plan. Benefits vest after 10 years of full time service. Normal retirement is the earlier of age 50 or 20 years of service.

Pension benefits for normal retirement under the Police Officers' Plan are based on the average rate of earnings during the 3 years of which the participants' earnings were at their highest level (final earnings). The participants' yearly pension benefit will be equal to 2.5% of the final earnings multiplied by the years of service. The Plan permits early retirement for participants at age 45 with 10 years of service with benefits reduced by the appropriate early retirement adjustment.

Administrative Employees Plan

All administrative or technical employees not covered under the Municipal Employees' Plan or Police Officers' Plan are eligible under the Administrative Employees' Plan. Effective January 1, 1997, the Plan was closed to all new hires. Benefits vest after 5 years of continuous service or 15 years of aggregate service. Normal retirement is the earlier of age 65 or 30 years of service.

Pension benefits for normal retirement under the Administrative Employees' Plan are based on the rate of earnings for the highest average earnings received in any 3 consecutive years. The participants' yearly pension amount will be equal to 1.75% of final earnings up to \$10,000 plus 2% of final earnings in excess of \$10,000 multiplied by the number of years of aggregate service. The Plan permits early retirement for participants at age 55 who have 10 years of continuous service or 15 years of aggregate service. Benefits for early retirement are computed based on the normal retirement benefit and adjusted by the appropriate early retirement adjustment factor.

Volunteer Firefighters' Plan

Effective July 1, 1994, accrued benefits for eligible members of the Newington Volunteer Fire Department are frozen for all but 17 participants. Ongoing benefits are provided through a new Volunteer Firefighters' Defined Contribution Plan. Benefits vest after 10 years of service. Normal retirement age is 60.

The seventeen continuing participants receive benefit enhancements which will be phased in over a five-year period. Monthly pension benefit amount for normal retirement for those who continue in this Volunteer Firefighters' Plan is equal to \$120 based on the completion of ten years of credited service plus \$7.50 for each additional year of service effective July 1, 1999 (increasing \$.50 each July 1, - maximum to \$12.00). There are also percentage increases in the benefits if the participant is an officer of the Volunteer Fire Department for at least five years.

At July 1, 2008 (July 1, 2007 for Firefighters plan) the Plan membership of defined benefit plans consisted of the following:

	<u>Municipal</u>	<u>Police</u>	<u>Administrative</u>	<u>Firefighters</u>
Retirees and beneficiaries	167	59	28	28
Terminated participants	11		7	46
Active participants	<u>167</u>	<u>56</u>	<u>15</u>	<u>36</u>
Total	<u><u>345</u></u>	<u><u>115</u></u>	<u><u>50</u></u>	<u><u>110</u></u>

B. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: The four Pension Trust Funds are accounted for using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Investments are reported at fair value. Investment income is recognized when earned and gains and losses on sales or exchanges of investments are recognized on the transaction date. Unrealized gains and losses due to appreciation and depreciation of Plan assets are also recognized at fiscal year end.

C. Funding Policy

The contribution requirements of plan members, with the exception of Firefighters' Plan which is noncontributory, are established and may be amended by the Town Council, subject to union contract negotiation. If an employee leaves covered employment or participation or dies before meeting the vesting requirements, accumulated employee contributions and interest thereon are refunded. The Town is required, by Charter, to contribute the amount necessary to finance the benefits for its employees, net of employee contributions, as determined by its actuaries. Investment services and actuarial valuations are paid by the individual plans. Other costs of administering the plans are paid by the Town. The employees' required contribution rates and the Town's current rate of annual covered payroll is presented in the following table:

	<u>Municipal</u>	<u>Police</u>	<u>Administrative</u>
Employee required contribution	4.5	7.0	4.5
Town current rate	11.0	31.85	17.3

D. Annual Pension Cost and Net Pension Obligations (Assets)

The Town's annual pension cost and net pension obligation (asset) to the Town's Retirement System for the current year were as follows:

	<u>Municipal</u>	<u>Police</u>	<u>Administrative</u>	<u>Firefighters</u>
Annual required contribution	\$ 853	\$ 1,336	\$ 173	\$ 72
Interest in net pension obligation	(1)	(14)		
Adjustment to annual required contribution	<u>1</u>	<u>14</u>		
Annual pension cost	853	1,336	173	72
Contributions made	<u>853</u>	<u>1,336</u>	<u>173</u>	<u>72</u>
Increase in net pension obligation	-	-	-	-
Net pension obligation (asset), July 1, 2008	<u>(8)</u>	<u>(181)</u>	<u>(5)</u>	<u>-</u>
Net Pension Obligation (Asset), June 30, 2009	<u>\$ (8)</u>	<u>\$ (181)</u>	<u>\$ (5)</u>	<u>\$ -</u>

The following is a summary of certain significant actuarial assumptions and Plan information:

	<u>Municipal</u>	<u>Police</u>	<u>Administrative</u>	<u>Firefighters</u>
Actuarial valuation date	7-1-08	7-1-08	7-1-08	7-1-07
Actuarial cost method	Projected Unit Cost	Projected Unit Cost	Projected Unit Cost	Frozen Entry Age Cost
Amortization method	Level Dollar Open	Level Dollar Open	Level Dollar Open	Level Dollar Open
Remaining amortization period	27 years	17 years	27 years	20 years
Asset valuation method	5-year smoothing	5-year smoothing	5-year smoothing	5-year smoothing
Actuarial assumptions:				
Investment rate of return	7.75%	7.75%	7.75%	6.4%
Projected salary increases	4.0%	4.0%	4.0%	N/A
Cost of living adjustments	None	2.0%	None	None
Inflation rate	3.0%	3.0%	3.0%	2.5%

E. Trend Information

	Fiscal Year Ended		Annual Pension Cost (APC)	Percentage of APC Contributed		Net Pension Obligation (Asset)
<u>Municipal</u>						
	6/30/07	\$	622	100	\$	(8)
	6/30/08		837	100		(8)
	6/30/09		853	100		(8)
<u>Police</u>						
	6/30/07		1,353	100		(181)
	6/30/08		1,277	100		(181)
	6/30/09		1,336	100		(181)
<u>Administrative</u>						
	6/30/07		204	100		(5)
	6/30/08		180	100		(5)
	6/30/09		173	100		(5)
<u>Firefighters</u>						
	6/30/07		82	100		-
	6/30/08		82	100		-
	6/30/09		72	100		-

F. Pension Plan Required Supplementary Information

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
<u>Municipal</u>						
7/1/03	\$ 18,349	\$ 21,727	\$ 3,378	84.5	\$ 7,868	42.9
7/1/04	18,188	23,270	5,082	78.2	8,210	61.9
7/1/05	18,197	24,488	6,291	74.3	8,529	73.8
7/1/06	18,703	26,270	7,567	71.2	8,828	85.7
7/1/07	20,254	27,691	7,437	72.4	8,665	88.1
7/1/08	21,122	29,653	8,531	71.2	8,823	96.7
<u>Police</u>						
7/1/03	23,514	30,939	7,426	76.0	3,866	192.1
7/1/04	23,436	32,807	9,371	71.4	4,045	231.7
7/1/05	23,773	35,085	11,312	67.8	4,205	269.0
7/1/06	24,743	36,042	11,299	68.7	4,375	258.3
7/1/07	26,546	38,205	11,659	69.5	4,500	259.1
7/1/08	28,005	41,215	13,210	68.0	4,789	275.9
<u>Administrative</u>						
7/1/03	6,312	7,337	1,026	86.0	1,525	67.3
7/1/04	6,374	7,872	1,498	81.0	1,297	115.6
7/1/05	6,470	8,380	1,910	77.2	1,253	152.5
7/1/06	6,718	8,513	1,794	78.9	1,133	158.4
7/1/07	7,065	8,655	1,590	81.6	1,112	142.9
7/1/08	7,368	9,393	2,025	78.4	1,131	179.0
<u>Firefighters</u>						
7/1/03	654	1,383	729	47.3	N/A	N/A
7/1/05	690	1,384	694	49.9	N/A	N/A
7/1/07	747	1,361	614	54.9	N/A	N/A

Schedule of Employer Contributions

(thousands)				
Fiscal Year Ended	Municipal		Police	
	Required Contribution	Annual Percentage Contributed	Required Contribution	Annual Percentage Contribution
6/30/04	\$ 337	100	\$ 747	100%
6/30/05	442	100	806	100
6/30/06	539	100	1,166	100
6/30/07	622	100	1,354	100
6/30/08	837	100	1,277	100
6/30/09	853	100	1,336	100

Schedule of Employer Contributions

(thousands)				
Fiscal Year Ended	Administrative		Firefighters	
	Required Contribution	Annual Percentage Contributed	Required Contribution	Annual Percentage Contribution
6/30/04	\$ 143	101	\$ 80	100%
6/30/05	160	100	88	100
6/30/06	189	100	88	100
6/30/07	204	100	82	100
6/30/08	180	100	82	100
6/30/09	173	100	72	100

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 in Section D above.

Teachers' Retirement

All Town of Newington teachers participate in the State of Connecticut Teachers' Retirement System under Section 10.183 of the General Statutes of the State of Connecticut. A teacher is eligible to receive a normal retirement benefit if he or she has: (1) attained age 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or (2) 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 \$27.0 million or 76% of the total Board of Education payroll of \$35.7 million.

The retirement system for teachers is funded by the State based upon the recommendation of the Teachers' Retirement Board. Such contribution includes amortization of the actuarially computed unfunded liability. These obligations are established under the authority of the Connecticut General Statutes. For the year ended June 30, 2009 the Town has recorded, in the General Fund, intergovernmental revenue and education expenditures in the amount of \$4,175 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.

Volunteer Firefighters' - Defined Contribution Plan

In addition to the defined benefit plan described above, the Town provides a defined contribution plan to certain volunteer firefighters. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Most current active and all new and future members of volunteer firefighters can only participate in this plan. Members are 100% vested after 10 years of service. Contributions range from \$385 per year for members with less than 5 years of service to \$805.25 per year for members with more than 35 years of service. The firefighters do not contribute to the Plan. Plan provisions and contribution requirements are established and may be amended by the Town Council.

The Town's contribution for 2008-2009, computed in accordance with plan requirements, amounted to \$40,374 (not rounded). At June 30, 2009, there were 150 members of the plan.

Pension Trust Funds

The Town maintains various pension trust funds to account for its fiduciary responsibility. The following schedules present the net assets held in trust for pension benefits at June 30, 2009 and the changes in net assets for the year then ended.

	Schedule of Plan Net Assets					
	Police Officers' Plan	Municipal Employees' Plan	Administrative Employees' Plan	Volunteer Firefighters' Plans		Total
				Defined Benefit	Defined Contribution	
Assets:						
Cash and cash equivalents	\$	\$	\$	\$ 608	\$ 455	\$ 1,063
Investments	20,445	15,467	5,296	287	287	41,495
Total assets	20,445	15,467	5,296	608	742	42,558
Liabilities:						
Accounts payable	(8)	(126)	(45)			(179)
Net Assets Held in Trust for Pension Benefits and Other Purposes						
	\$ 20,437	\$ 15,341	\$ 5,251	\$ 608	\$ 742	\$ 42,379

Schedule of Plan Net Assets

	Police Officers' Plan	Municipal Employees' Plan	Administrative Employees' Plan	Volunteer Firefighters' Plans Defined Benefit	Defined Contribution	Total Pension Trust Funds
Additions:						
Contributions:						
Employer	\$ 1,336	\$ 853	\$ 173	\$ 72	\$ 40	\$ 2,474
Plan members	365	403	42		12	822
Total contributions	<u>1,701</u>	<u>1,256</u>	<u>215</u>	<u>72</u>	<u>52</u>	<u>3,296</u>
Investment income (loss):						
Net appreciation (depreciation) in fair value of investments	(3,589)	(2,883)	(1,013)			(7,485)
Interest and dividends	7			9	(149)	(133)
Total investment income (loss)	<u>(3,582)</u>	<u>(2,883)</u>	<u>(1,013)</u>	<u>9</u>	<u>(149)</u>	<u>(7,618)</u>
Less investment expenses	<u>136</u>	<u>107</u>	<u>37</u>			<u>280</u>
Net investment income (loss)	<u>(3,718)</u>	<u>(2,990)</u>	<u>(1,050)</u>	<u>9</u>	<u>(149)</u>	<u>(7,898)</u>
Total additions (reductions)	<u>(2,017)</u>	<u>(1,734)</u>	<u>(835)</u>	<u>81</u>	<u>(97)</u>	<u>(4,602)</u>
Deductions:						
Benefits	2,654	2,026	696	94		5,470
Administration	13	12	3	5	8	41
Total deductions	<u>2,667</u>	<u>2,038</u>	<u>699</u>	<u>99</u>	<u>8</u>	<u>5,511</u>
Net increase (decrease)	(4,684)	(3,772)	(1,534)	(18)	(105)	(10,113)
Net Assets Held in Trust for Pension						
Benefits, Beginning of Year	<u>25,121</u>	<u>19,113</u>	<u>6,785</u>	<u>626</u>	<u>847</u>	<u>52,492</u>
Net Assets Held in Trust for Pension						
Benefits, End of Year	<u>\$ 20,437</u>	<u>\$ 15,341</u>	<u>\$ 5,251</u>	<u>\$ 608</u>	<u>\$ 742</u>	<u>\$ 42,379</u>

12. FUND DEFICITS

The State and Federal Grants Fund, a nonmajor special revenue fund, has a deficit fund balance of \$110. This deficit will be funded by additional state revenues in subsequent years.

**Required Supplementary
Information**

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Property taxes:				
Current levy	\$ 70,898	\$ 70,898	\$ 71,913	\$ 1,015
Prorated motor vehicles	610	610	609	(1)
Prorated real estate	50	50	90	40
Prior year tax levies	375	375	434	59
Interest and liens	250	250	294	44
Total	<u>72,183</u>	<u>72,183</u>	<u>73,340</u>	<u>1,157</u>
Payments in lieu of taxes:				
State-Owned PILOT	802	802	803	1
New Manufacturers Inventory	700	700	860	160
Elderly Freeze Exemption	20	20	16	(4)
Disabled exemption	4	4	4	-
Elderly Circuit Breaker	280	280	272	(8)
Additional Veteran's Exemption	28	28	30	2
Tax Exempt Colleges and Hospital	947	947	946	(1)
Boats	5	5	5	-
Total	<u>2,786</u>	<u>2,786</u>	<u>2,936</u>	<u>150</u>
Licenses and permits:				
Building permits	375	375	394	19
Vendor's permits	1	1	1	-
Gun permits	2	2	5	3
Raffle and Bingo permits	1	1	1	-
Work Within Rights of Way	6	6	7	1
Refuse handling licenses	2	2	1	(1)
Total	<u>387</u>	<u>387</u>	<u>409</u>	<u>22</u>
Rentals:				
Town Hall rental	4	4	4	-
Indian Hill Country Club	83	83	88	5
Other town property	50	50	47	(3)
Total	<u>137</u>	<u>137</u>	<u>139</u>	<u>2</u>
Investment income	<u>900</u>	<u>900</u>	<u>509</u>	<u>(391)</u>
Fines:				
Parking tickets	25	25	21	(4)
False alarms	22	22	19	(3)
Ambulance Response Overages			56	56
Total	<u>47</u>	<u>47</u>	<u>96</u>	<u>49</u>

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Charges for services:				
Conservation Commission	\$ 4	\$ 4	\$ 4	\$ -
Zoning Board of Appeals	2	2		(2)
Town Planning and Zoning	8	8	8	-
Town Clerk Fees	400	400	486	86
Police	8	8	7	(1)
Human Services - counseling fee	25	25	25	-
Library - overdue fines	33	33	30	(3)
Dial-A-Ride Tickets	5	5	5	-
Scrap Metal Curbside	15	15	29	14
Senior Center ID Cards	3	3		(3)
Senior and Disabled Center fees	4	4	1	(3)
Engineering fees	1	1	2	1
Total	<u>508</u>	<u>508</u>	<u>597</u>	<u>89</u>
State of Connecticut:				
Public Library	3	3	3	-
Mashantucket Pequot Fund	336	336	330	(6)
Youth Services Bureau	23	23	23	-
Alcohol and Drug Abuse	4	4	4	-
Telecommunications Tax	150	150	144	(6)
Emergency Management Grant	4	4	1	(3)
Transportation - Non-public	12	12	26	14
Transportation - Public	345	345	410	65
Adult Education	23	23	26	3
Special Education Excess Cost			25	25
School Building Grants	400	400	195	(205)
Health Services	17	17	17	-
Services for the Blind	9	9	3	(6)
Help America Vote			8	8
Town Aid Road	70	70	70	-
Education Cost Sharing Grant	12,633	12,633	12,629	(4)
Total	<u>14,029</u>	<u>14,029</u>	<u>13,914</u>	<u>(115)</u>

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

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

**FOR THE YEAR ENDED JUNE 30, 2009
(In Thousands)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Federal government:				
Senior Citizen Trans Aid	\$ 4	\$ 4	\$ 10	\$ 6
Universal Hiring Grant	<u>20</u>	<u>20</u>	<u>20</u>	<u>-</u>
Total	<u>24</u>	<u>24</u>	<u>30</u>	<u>6</u>
Miscellaneous:				
Other - miscellaneous	23	23	91	68
Cancelled PY encumbrances	10	10	97	87
United Way (Human Services)	4	4	6	2
Operation Fuel	3	3		(3)
Drug Free Schools donations	<u>1</u>	<u>1</u>		<u>(1)</u>
Total	<u>41</u>	<u>41</u>	<u>194</u>	<u>153</u>
Total revenues	91,042	91,042	92,100	1,058
Other financing sources:				
Transfers in	<u>284</u>	<u>284</u>	<u>284</u>	<u>-</u>
Total	\$ <u>91,326</u>	\$ <u>91,326</u>	92,384	\$ <u>1,058</u>

Budgetary revenues are different than GAAP revenues because:

State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted	4,175
Cancellation of prior year encumbrances are recognized as budgetary revenue	(97)
The Board of Education does not budget for certain intergovernmental grants which are credited against education expenditures for budgetary reporting; these amounts are recorded as revenues and expenditures for financial reporting purposes	<u>848</u>

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

\$ 97,310

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)FOR THE YEAR ENDED JUNE 30, 2009
(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government:				
Town Council	\$ 25	\$ 25	\$ 23	\$ 2
Town Manager	377	377	369	8
Courts	37	37	35	2
Elections	117	117	102	15
Finance	1,103	1,103	1,082	21
Town Attorney	135	135	135	-
Town Clerk	172	172	170	2
Personnel	61	81	53	28
General services	762	762	734	28
Facilities management	1,534	1,523	1,279	244
Total general government	<u>4,323</u>	<u>4,332</u>	<u>3,982</u>	<u>350</u>
Public Safety:				
Police Department	5,960	5,960	5,750	210
Fire Department	620	624	592	32
Street lighting	371	371	323	48
Hydrants	64	64	62	2
Volunteer Incentive Program	125	121	100	21
Total public safety	<u>7,140</u>	<u>7,140</u>	<u>6,827</u>	<u>313</u>
Public Works:				
Engineering	267	267	260	7
Highway Department	2,541	2,541	2,398	143
Solid Waste Services	2,248	2,248	2,066	182
Total public works	<u>5,056</u>	<u>5,056</u>	<u>4,724</u>	<u>332</u>
Community Planning and Development:				
Town Planner	239	239	236	3
Town Planning and Zoning	26	26	16	10
Zoning Board of Appeals	6	6	1	5
Building Department	262	262	254	8
Conservation Commission	5	5	4	1
Economic Development	5	5	2	3
Total community planning and development	<u>543</u>	<u>543</u>	<u>513</u>	<u>30</u>

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Health and Community Services:				
Public Health:				
Health Services	\$ 122	\$ 122	\$ 121	\$ 1
Community Services:				
Human Services	453	453	451	2
Senior and Disabled Center	554	554	529	25
Boards and Commissions	11	11	10	1
Total health and community services	<u>1,140</u>	<u>1,140</u>	<u>1,111</u>	<u>29</u>
Library:				
Library operations	<u>1,672</u>	<u>1,672</u>	<u>1,634</u>	<u>38</u>
Parks and Recreation:				
Parks and Recreation Administration	454	444	345	99
Grounds Maintenance	<u>1,163</u>	<u>1,163</u>	<u>1,103</u>	<u>60</u>
Total parks and recreation	<u>1,617</u>	<u>1,607</u>	<u>1,448</u>	<u>159</u>
Board of Education:				
Art	604	657	657	-
Career/Vocational	1,159	1,252	1,252	-
Computers	1,238	1,980	1,980	-
Language Arts	3,462	3,416	3,416	-
Foreign Language	1,128	1,140	1,140	-
Health/Safety	141	129	129	-
Math	3,291	3,273	3,273	-
Music	1,009	1,231	1,231	-
Physical Education	992	1,050	1,050	-
Reading	3,393	3,214	3,214	-
Science	3,272	3,131	3,131	-
Social Studies	3,208	3,070	3,070	-
Other Salaries	1,020	565	565	-
Special Education	5,524	5,422	5,422	-
Homebound	20	67	67	-
Adult Education	80	83	83	-
Guidance	1,090	1,146	1,146	-
Health/Nurses	612	557	557	-
Psychological Services	729	623	623	-
Speech and Hearing	486	446	446	-
Curriculum Development	66	189	189	-
Media	950	1,021	1,021	-
Board of Education	129	145	145	-
Central Direction	1,131	1,171	1,171	-
Building Direction	2,760	3,089	3,089	-
Supplies	206	236	236	-

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Board of Education (continued):				
Maintenance	\$ 1,582	\$ 2,839	\$ 2,839	\$ -
Plant operation	4,622	4,030	4,030	-
Transportation	2,211	2,257	2,257	-
Evaluation, planning and development	54	119	119	-
Insurance	858	570	535	35
Employee benefits	8,156	6,984	6,984	-
Non Athletics	121	131	131	-
Athletics	456	561	561	-
Community service	112	78	78	-
Total Board of Education	<u>55,872</u>	<u>55,872</u>	<u>55,837</u>	<u>35</u>
Miscellaneous:				
Metropolitan District Assessment	2,819	2,819	2,814	5
Municipal insurance	797	714	622	92
Greater Hartford Transit District	3	3	3	-
Employee benefits	5,250	5,250	5,214	36
Donations and contributions	25	25	25	-
Contingency	254	254	63	191
Total miscellaneous	<u>9,148</u>	<u>9,065</u>	<u>8,741</u>	<u>324</u>
Debt service:				
Principal payments	1,750	1,750	1,750	-
Interest expense	774	774	774	-
Total debt service	<u>2,524</u>	<u>2,524</u>	<u>2,524</u>	<u>-</u>
Total expenditures	89,035	88,951	87,341	1,610
Other financing uses:				
Transfers out	<u>4,286</u>	<u>4,370</u>	<u>4,370</u>	<u>-</u>
Total	\$ <u>93,321</u>	\$ <u>93,321</u>	91,711	\$ <u>1,610</u>

Budgetary expenditures are different than GAAP expenditures because:

State of Connecticut on-behalf payments to the Connecticut State Teachers'

Retirement System for Town teachers are not budgeted

4,175

The Board of Education does not budget for certain intergovernmental grants which are credited against education expenditures for budgetary reporting; these amounts are recorded as revenues and expenditures for financial reporting purposes

848

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 financial reporting purposes

(471)

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

\$ 96,263

**Combining and Individual
Fund Statements and Schedules**

General Fund

GENERAL FUND

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

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

COMPARATIVE BALANCE SHEET

JUNE 30, 2009 AND 2008
(In Thousands)

	<u>2009</u>	<u>2008</u>
ASSETS		
Cash and cash equivalents	\$ 26,391	\$ 20,344
Receivables:		
Property taxes	1,135	1,144
Intergovernmental		2
Other receivable	123	195
Due from other funds	<u>11</u>	
Total Assets	<u>\$ 27,660</u>	<u>\$ 21,685</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable and other liabilities	\$ 4,292	\$ 3,264
Deferred revenues	<u>6,677</u>	<u>2,777</u>
Total liabilities	<u>10,969</u>	<u>6,041</u>
Fund balance:		
Reserved for encumbrances	1,947	1,572
Unreserved:		
Designated for subsequent year's budget	2,000	2,000
Undesignated	<u>12,744</u>	<u>12,072</u>
Total fund balance	<u>16,691</u>	<u>15,644</u>
Total Liabilities and Fund Balance	<u>\$ 27,660</u>	<u>\$ 21,685</u>

TOWN OF NEWINGTON, CONNECTICUT

GENERAL FUND

REPORT OF TAX COLLECTOR

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

Grand List	Mill Rate	Uncollected Taxes July 1, 2008	Lawful Corrections		Suspense	Adjusted Taxes Collectible	Taxes	Interest	Liens	Total	Uncollected Taxes June 30, 2009
			Additions	Deductions							
2007	27.68	\$ 73,043	\$ 120	\$ 223		\$ 72,940	\$ 72,143	\$ 179	\$ 3	\$ 72,325	\$ 797
2006	26.91	636	7	27	81	535	352	71	3	426	183
2005	25.76	93	1	4		90	39	12	1	52	51
2004	36.43	61				61	9	4		13	52
2003	34.24	45				45	3	2		5	42
2002	32.29	43				43	3	3		6	40
2001	30.44	42		29		13	3	3		6	10
2000	28.58	37		27		10	1	2		3	9
1999	27.75	41		32		9				-	9
1998	27.17	40		31		9				-	9
1997	27.17	39		31		8				-	8
1996	25.25	36		29		7				-	7
1995	25.25	35		29		6				-	6
1994	24.54	34		28		6				-	6
1993	24.54	35		28	7	-				-	-
		<u>\$ 74,260</u>	<u>\$ 128</u>	<u>\$ 518</u>	<u>\$ 88</u>	<u>\$ 73,782</u>	<u>\$ 72,553</u>	<u>\$ 276</u>	<u>\$ 7</u>	<u>\$ 72,836</u>	<u>\$ 1,229</u>

**Nonmajor
Governmental Funds**

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of special revenues sources (except major capital projects) that are legally restricted to expenditure for specific purposes. The Special Revenue Funds are as follows:

Fund	Funding Source	Function
Cafeteria	Sale of food, State and Federal grants	Food service operations
Road Aid Maintenance	State funds	Improvement of the Town's roads
State and Federal Grants	Federal or State grants	Education programs
Cemetery	Charges for services	Maintaining the Town's cemeteries
Dog Licenses	License fees	Canine control program
LOCIP Reserve	State funds	Infrastructure improvements
Recreation Programs	User fees	Recreation
Employee Leave Liability	Local	Pay employees for accumulated sick leave upon termination
Balf	The Balf Company	The use of these funds is to be determined in the future by the Town's governing body
Miscellaneous Grants	State and federal grants	Special programs administered by Town departments
Volunteer Ambulance	Local	Money purchase plan established
Volunteer Firefighters'	Local	Volunteer firefighters, who are vested but no longer active, which provides a one-time payment based on length of service
Scholarship Trust	Donations	Scholarship endowments/gifts
DECD	Department of Economic and Community Development grants	Improvement of downtown

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Cemetery Trust Fund - consists of individual endowments, the interest of which is used to offset maintenance costs of individual graves.

Library Book Fund - records interest earned on endowment (Hubbard) which is used to purchase library books.

Tri-Centennial Fund - records contributions from local banks to be held in trust until the country's tri-centennial.

TOWN OF NEWINGTON, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2009

(In Thousands)

56

Special Revenue Funds

	<u>Cafeteria</u>	<u>Road Aid Maintenance</u>	<u>State and Federal Grants</u>	<u>Cemetery</u>	<u>Dog Licenses</u>	<u>LOCIP Reserve</u>	<u>Recreation Programs</u>	<u>Employee Leave Liability</u>	<u>Balf</u>	<u>Miscellaneous Grants</u>
ASSETS										
Cash and cash equivalents	\$ 486	\$ 13	\$	\$ 1,169	\$ 14	\$	\$ 401	\$ 1,007	\$ 29	\$ 629
Investments								500		
Receivables:										
Accounts and other	8				2			9		
State and Federal governments	66					97				45
Prepays							3			
Inventory	35									
Total Assets	<u>\$ 595</u>	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ 1,169</u>	<u>\$ 16</u>	<u>\$ 97</u>	<u>\$ 404</u>	<u>\$ 1,516</u>	<u>\$ 29</u>	<u>\$ 674</u>
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts and other payables	\$ 67	\$	\$ 86	\$ 222	\$ 10	\$ 1	\$ 56	\$ 41	\$	\$ 33
Due to other funds						11				
Due to State and Federal governments			3							
Deferred revenue	24		21				348			17
Total liabilities	<u>91</u>	<u>-</u>	<u>110</u>	<u>222</u>	<u>10</u>	<u>12</u>	<u>404</u>	<u>41</u>	<u>-</u>	<u>50</u>
Fund Balance:										
Reserved:										
Encumbrances				115,000		2,000				12,000
Inventory	35									
Endowments										
Unreserved:										
Undesignated	469	13	(110)	832	6	83		1,475	29	612
Total fund balance	<u>504</u>	<u>13</u>	<u>(110)</u>	<u>947</u>	<u>6</u>	<u>85</u>	<u>-</u>	<u>1,475</u>	<u>29</u>	<u>624</u>
Total Liabilities and Fund Balance	<u>\$ 595</u>	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ 1,169</u>	<u>\$ 16</u>	<u>\$ 97</u>	<u>\$ 404</u>	<u>\$ 1,516</u>	<u>\$ 29</u>	<u>\$ 674</u>

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2009
(In Thousands)

57

	Special Revenue Funds					Permanent Funds				Total Nonmajor Governmental Funds
	Volunteer Ambulance	Volunteer Firefighters'	Scholarship Trust	DECD	Total	Cemetery Trust	Hubbard Book	Tri-Centennial	Total	
ASSETS										
Cash and cash equivalents	\$ 226	\$ 150	\$ 199	\$ 56	\$ 4,379	\$ 25	\$ 11	\$ 1	\$ 37	\$ 4,416
Investments					500					500
Receivables:										
Accounts and other					19					19
State and Federal governments					208					208
Prepays					3					3
Inventory					35					35
Total Assets	<u>\$ 226</u>	<u>\$ 150</u>	<u>\$ 199</u>	<u>\$ 56</u>	<u>\$ 5,144</u>	<u>\$ 25</u>	<u>\$ 11</u>	<u>\$ 1</u>	<u>\$ 37</u>	<u>\$ 5,181</u>
LIABILITIES AND FUND BALANCE										
Liabilities:										
Accounts and other payables	\$	\$	\$	\$ 17	\$ 533	\$	\$	\$	\$	\$ 533
Due to other funds					11					11
Due to State and Federal governments					3					3
Deferred revenue					410					410
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>957</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>957</u>
Fund Balance:										
Reserved:										
Encumbrances				45,000	174					174
Inventory					35					35
Endowments						25	11	1	37	37
Unreserved:										
Undesignated	226	150	199	(6)	3,978					3,978
Total fund balance	<u>226</u>	<u>150</u>	<u>199</u>	<u>39</u>	<u>4,187</u>	<u>25</u>	<u>11</u>	<u>1</u>	<u>37</u>	<u>4,224</u>
Total Liabilities and Fund Balance	<u>\$ 226</u>	<u>\$ 150</u>	<u>\$ 199</u>	<u>\$ 56</u>	<u>\$ 5,144</u>	<u>\$ 25</u>	<u>\$ 11</u>	<u>\$ 1</u>	<u>\$ 37</u>	<u>\$ 5,181</u>

TOWN OF NEWINGTON, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

Special Revenue Funds

	<u>Cafeteria</u>	<u>Road Aid Maintenance</u>	<u>State and Federal Grants</u>	<u>Cemetery</u>	<u>Dog Licenses</u>	<u>LOCIP Reserve</u>	<u>Recreation Programs</u>	<u>Employee Leave Liability</u>	<u>Balf</u>	<u>Miscellaneous Grants</u>
Revenues:										
Licenses, fees and permits	\$	\$	\$	\$	\$ 16	\$	\$	\$	\$	\$
Intergovernmental	462	137	1,669			239				348
Contributions										91
Charges for services	955			168		17	710			34
Investment income	1			18			4	41		1
Miscellaneous	61			1			6			127
Total revenues	<u>1,479</u>	<u>137</u>	<u>1,669</u>	<u>187</u>	<u>16</u>	<u>256</u>	<u>720</u>	<u>41</u>	<u>-</u>	<u>601</u>
Expenditures:										
Current:										
General government				4				202		204
Public safety					15					177
Public works										44
Library										22
Parks and recreation							795			16
Education	1,380		1,779					87		
Capital outlay		292		357		240				111
Total expenditures	<u>1,380</u>	<u>292</u>	<u>1,779</u>	<u>361</u>	<u>15</u>	<u>240</u>	<u>795</u>	<u>289</u>	<u>-</u>	<u>574</u>
Other financing sources (uses):										
Transfers in							75	84		
Transfers out				(100)						
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100)</u>	<u>-</u>	<u>-</u>	<u>75</u>	<u>84</u>	<u>-</u>	<u>-</u>
Net change in fund balances	99	(155)	(110)	(274)	1	16	-	(164)	-	27
Fund balance at beginning of year	405	168	-	1,221	5	69	-	1,639	29	597
Fund Balance at End of Year	<u>\$ 504</u>	<u>\$ 13</u>	<u>\$ (110)</u>	<u>\$ 947</u>	<u>\$ 6</u>	<u>\$ 85</u>	<u>\$ -</u>	<u>\$ 1,475</u>	<u>\$ 29</u>	<u>\$ 624</u>

(Continued on next page)

TOWN OF NEWINGTON, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	Special Revenue Funds					Permanent Funds				Total Nonmajor Governmental Funds
	Volunteer Ambulance	Volunteer Firefighters'	Scholarship Trust	DECD	Total	Cemetery Trust	Hubbard Book	Tri-Centennial	Total	
Revenues:										
Licenses, fees and permits	\$	\$	\$	\$	\$ 16	\$	\$	\$	\$	\$ 16
Intergovernmental				385	3,240					3,240
Contributions					91					91
Charges for services					1,884					1,884
Investment income	3	2	3		73	1			1	74
Miscellaneous			31		226					226
Total revenues	<u>3</u>	<u>2</u>	<u>34</u>	<u>385</u>	<u>5,530</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>5,531</u>
Expenditures:										
Current:										
General government					410					410
Public safety					192					192
Public works					44					44
Library					22					22
Parks and recreation					811					811
Education			24		3,270					3,270
Capital outlay				346	1,346					1,346
Total expenditures	<u>-</u>	<u>-</u>	<u>24</u>	<u>346</u>	<u>6,095</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,095</u>
Other financing sources (uses):										
Transfers in	14				173					173
Transfers out					(100)					(100)
Total other financing sources (uses)	<u>14</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73</u>
Net change in fund balances	17	2	10	39	(492)	1	-	-	1	(491)
Fund balance at beginning of year	<u>209</u>	<u>148</u>	<u>189</u>		<u>4,679</u>	<u>24</u>	<u>11</u>	<u>1</u>	<u>36</u>	<u>4,715</u>
Fund Balance at End of Year	<u>\$ 226</u>	<u>\$ 150</u>	<u>\$ 199</u>	<u>\$ 39</u>	<u>\$ 4,187</u>	<u>\$ 25</u>	<u>\$ 11</u>	<u>\$ 1</u>	<u>\$ 37</u>	<u>\$ 4,224</u>

Internal Service Funds

INTERNAL SERVICE FUNDS

Internal Service funds are used for the financing of goods or services provided by one department or agency to other departments or agencies of the Town, or to other governments, on a cost reimbursement basis. The Town has two such funds.

Health Benefits Fund: This fund is used to account for funds received from various Town funds and departments for health benefits. The fund pays for cost associated with providing medical benefits to current and past employees.

Insurance Reserve Fund: This fund was established by ordinance to meet any substantial premium adjustments due to retrospective ratings. The fund's required ending net assets of \$225,000 is established by Town Ordinance.

TOWN OF NEWINGTON, CONNECTICUT

INTERNAL SERVICE FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2009

(In Thousands)

	<u>Health Benefits</u>	<u>Insurance Reserve</u>	<u>Total</u>
Assets:			
Cash and cash equivalents	\$ 3,997	\$ 262	\$ 4,259
Accounts receivable	<u>2</u>	<u> </u>	<u>2</u>
Total assets	3,999	262	4,261
Liabilities:			
Accounts and other payable	<u>855</u>	<u>37</u>	<u>892</u>
Net Assets:			
Unrestricted	<u>\$ 3,144</u>	<u>\$ 225</u>	<u>\$ 3,369</u>

TOWN OF NEWINGTON, CONNECTICUT

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	<u>Health Benefits</u>	<u>Insurance Reserve</u>	<u>Total</u>
Operating Revenues:			
Charges for services	\$ 8,958	\$	\$ 8,958
Miscellaneous		65	65
Total operating revenue	<u>8,958</u>	<u>65</u>	<u>9,023</u>
Operating Expenses:			
Benefit payments	9,404		9,404
Administration	504		504
Insurance	420		420
Casualty loss		373	373
Total operating expenses	<u>10,328</u>	<u>373</u>	<u>10,701</u>
Operating Loss	(1,370)	(308)	(1,678)
Nonoperating Revenue:			
Interest on investments	<u>52</u>		<u>52</u>
Loss before Transfers	(1,318)	(308)	(1,626)
Transfers In		<u>308</u>	<u>308</u>
Change in Net Assets	(1,318)	-	(1,318)
Total Net Assets at Beginning of Year	<u>4,462</u>	<u>225</u>	<u>4,687</u>
Total Net Assets at End of Year	<u>\$ 3,144</u>	<u>\$ 225</u>	<u>\$ 3,369</u>

TOWN OF NEWINGTON, CONNECTICUT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009
(In Thousands)

	<u>Health Benefits</u>	<u>Insurance Reserve</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Cash received from charges for services and other	\$ 8,956	\$ 65	\$ 9,021
Cash paid to vendors	<u>(10,199)</u>	<u>(357)</u>	<u>(10,556)</u>
Net cash used in operating activities	(1,243)	(292)	(1,535)
Cash Flows from Noncapital Financial Activities:			
Transfers in		308	308
Cash Flows from Investing Activities:			
Interest on investments	<u>52</u>		<u>52</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,191)	16	(1,175)
Cash and Cash Equivalents at Beginning of Year	<u>5,188</u>	<u>246</u>	<u>5,434</u>
Cash and Cash Equivalents at End of Year	<u>\$ 3,997</u>	<u>\$ 262</u>	<u>\$ 4,259</u>
Reconciliation of Operating Loss to Net Cash Used in Operating Activities:			
Operating loss	\$ (1,370)	\$ (308)	\$ (1,678)
Adjustments to reconcile operating loss to net cash used in operating activities:			
(Increase) decrease in accounts and other receivables	(2)		(2)
Increase (decrease) in accounts and other payables	<u>129</u>	<u>16</u>	<u>145</u>
Net Cash Used in Operating Activities	<u>\$ (1,243)</u>	<u>\$ (292)</u>	<u>\$ (1,535)</u>

Fiduciary Funds

FIDUCIARY FUNDS

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

- .. Youth Activities - to account for various programs benefiting the Town's youth.
- .. Student Activities - to account for the various student activities and clubs in the Town's schools.

TOWN OF NEWINGTON, CONNECTICUT

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2009

(In Thousands)

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2009</u>
Youth Activities Fund				
Assets:				
Cash and cash equivalents	\$ <u>6</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>6</u>
Liabilities:				
Deposits held for others	\$ <u>6</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>6</u>
Student Activities Fund				
Assets:				
Cash and cash equivalents	\$ <u>401</u>	\$ <u>965</u>	\$ <u>908</u>	\$ <u>458</u>
Liabilities:				
Deposits held for others	\$ <u>401</u>	\$ <u>965</u>	\$ <u>908</u>	\$ <u>458</u>
Total All Funds				
Assets:				
Cash and cash equivalents	\$ <u><u>407</u></u>	\$ <u><u>965</u></u>	\$ <u><u>908</u></u>	\$ <u><u>464</u></u>
Liabilities:				
Deposits held for others	\$ <u><u>407</u></u>	\$ <u><u>965</u></u>	\$ <u><u>908</u></u>	\$ <u><u>464</u></u>

Statistical Section

Statistical Section Information

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.

TOWN OF NEWINGTON, CONNECTICUT

NET ASSETS BY COMPONENT

LAST SEVEN FISCAL YEARS

(In Thousands)

	FISCAL YEAR						
	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:							
Invested in capital assets, net of related debt	\$ 56,392	\$ 52,163	\$ 48,689	\$ 45,677	\$ 36,835	\$ 26,722	\$ 25,455
Restricted	612	582	527	479	452	443	443
Unrestricted	<u>24,818</u>	<u>27,626</u>	<u>24,232</u>	<u>22,930</u>	<u>20,722</u>	<u>21,215</u>	<u>19,203</u>
Total Governmental Activities Net Assets	<u>\$ 81,822</u>	<u>\$ 80,371</u>	<u>\$ 73,448</u>	<u>\$ 69,086</u>	<u>\$ 58,009</u>	<u>\$ 48,380</u>	<u>\$ 45,101</u>

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NOTES:

- (1) Schedule prepared on the accrual basis of accounting.
- (2) The Town began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

TOWN OF NEWINGTON, CONNECTICUT

CHANGES IN NET ASSETS

LAST SEVEN FISCAL YEARS
(In Thousands)

	FISCAL YEAR						
	2009	2008	2007	2006	2005	2004	2003
Expenses:							
General government	\$ 7,931	\$ 5,857	\$ 4,599	\$ 4,681	\$ 2,786	\$ 3,020	\$ 3,326
Public safety	11,323	9,859	6,788	6,520	6,385	6,363	6,081
Public works	9,109	8,747	5,724	5,226	4,950	5,384	4,529
Community planning and development	697	806	590	515	540	480	509
Health and community services	1,416	1,535	1,122	1,160	1,187	1,161	1,143
Library	2,016	2,244	1,821	1,792	1,733	1,710	1,582
Parks and recreation	2,716	3,138	2,398	2,333	2,181	2,333	2,066
Education	65,598	76,236	56,881	52,058	49,902	46,400	45,268
Miscellaneous			8,647	8,199	7,792	7,155	6,521
Interest on long-term debt	780	855	946	1,137	1,000	913	686
Total governmental activities expenses	<u>101,586</u>	<u>109,277</u>	<u>89,516</u>	<u>83,621</u>	<u>78,456</u>	<u>74,919</u>	<u>71,711</u>
Program Revenues:							
Charges for services							
General government	719	907	1,741	1,464	1,582	1,729	1,307
Public safety	106	54	90	81	79	86	90
Public works	48	58	47	36	20	9	8
Community planning and development	415	735					
Health and community services	72	52	33	192	160	52	200
Library	30	33	38	36	34	35	33
Parks and recreation	801	791	702	839	390	683	595
Education	1,117	1,047	1,305	1,079	1,073	937	889
Operating grants and contributions	20,574	34,588	17,490	16,646	14,374	13,088	12,448
Capital grants and contributions	2,210	1,105	389	4,180	6,200	5,264	80
Total governmental activities program revenues	<u>26,092</u>	<u>39,370</u>	<u>21,835</u>	<u>24,553</u>	<u>23,912</u>	<u>21,883</u>	<u>15,650</u>
Net (expense) revenue:							
Governmental activities	<u>(75,494)</u>	<u>(69,907)</u>	<u>(67,681)</u>	<u>(59,068)</u>	<u>(54,544)</u>	<u>(53,036)</u>	<u>(56,061)</u>
General revenues and other changes in net assets:							
Governmental activities:							
Property taxes	72,453	70,617	66,335	65,312	60,008	56,070	53,345
Grants and contributions not restricted to specific purposes	3,411	2,904	3,232	2,981	2,810	2,840	3,251
Unrestricted investment earnings	642	1,773	2,285	1,829	988	427	543
Gain on sale of capital assets					291	16	212
Miscellaneous	439	1,536	191	23	76	59	31
Total governmental activities	<u>76,945</u>	<u>76,830</u>	<u>72,043</u>	<u>70,145</u>	<u>64,173</u>	<u>59,412</u>	<u>57,382</u>
Changes in net assets:							
Governmental activities	<u>\$ 1,451</u>	<u>\$ 6,923</u>	<u>\$ 4,362</u>	<u>\$ 11,077</u>	<u>\$ 9,629</u>	<u>\$ 6,376</u>	<u>\$ 1,321</u>

Notes:

- (1) Schedule prepared on the accrual basis of accounting.
- (2) The Town began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

TOWN OF NEWINGTON, CONNECTICUT
FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(In Thousands)

	FISCAL YEAR									
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
General Fund:										
Reserved	\$ 1,947	\$ 1,572	\$ 1,763	\$ 1,721	\$ 1,286	\$ 1,423	\$ 1,523	\$ 1,204	\$ 993	\$ 902
Unreserved	<u>14,744</u>	<u>14,072</u>	<u>12,943</u>	<u>11,687</u>	<u>10,474</u>	<u>9,140</u>	<u>9,449</u>	<u>9,128</u>	<u>9,137</u>	<u>9,154</u>
Total General Fund	<u>\$ 16,691</u>	<u>\$ 15,644</u>	<u>\$ 14,706</u>	<u>\$ 13,408</u>	<u>\$ 11,760</u>	<u>\$ 10,563</u>	<u>\$ 10,972</u>	<u>\$ 10,332</u>	<u>\$ 10,130</u>	<u>\$ 10,056</u>
All other governmental funds:										
Reserved	\$ 577	\$ 786	\$ 532	\$ 1,615	\$ 5,448	\$ 17,340	\$ 1,043	\$ 502	\$ 767	\$ 2,726
Unreserved, reported in:										
Special revenue funds	4,015	4,596	4,295	3,797	3,770	4,008	4,056	3,539	3,826	3,621
Capital projects funds	<u>3,100</u>	<u>2,980</u>	<u>2,715</u>	<u>2,247</u>	<u>(793)</u>	<u>(295)</u>	<u>7,538</u>	<u>4,235</u>	<u>3,758</u>	<u>3,051</u>
99 Total All Other Governmental Funds	<u>\$ 7,692</u>	<u>\$ 8,362</u>	<u>\$ 7,542</u>	<u>\$ 7,659</u>	<u>\$ 8,425</u>	<u>\$ 21,053</u>	<u>\$ 12,637</u>	<u>\$ 8,276</u>	<u>\$ 8,351</u>	<u>\$ 9,398</u>

Note 1: Schedule prepared on the modified accrual basis of accounting.

Note 2: Data presented for years prior to the implementation of GASB #34 (2003) has not been restated to conform with current governmental funds structure.

TOWN OF NEWINGTON, CONNECTICUT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(In Thousands)

FISCAL YEAR

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Revenues:										
Property taxes	\$ 73,276	\$ 70,359	\$ 66,863	\$ 64,813	\$ 60,047	\$ 55,901	\$ 53,202	\$ 48,956	\$ 47,028	\$ 45,033
Payment in lieu of taxes	2,936	2,481	2,339	2,526	2,256	2,151	2,284	2,595	2,494	2,317
Licenses, fees and permits	425	740	765	525	527	555	1,029	1,009	1,567	1,010
Intergovernmental	23,165	36,016	18,358	21,090	21,128	15,344	13,731	14,128	14,364	20,309
Contributions	91	99								
Rental	214	138	145	202	163	163	156	151	128	150
Investment income	591	1,608	2,120	1,715	936	410	515	843	1,951	1,869
Fines	96	41	64	51	52	59	67	57	50	53
Charges for services	2,567	2,758	2,813	2,797	2,515	2,574	1,626	1,471	1,293	1,276
Refunds and reimbursements		23	185	14	38	51	30	65	111	215
Sale of Town property				32	322	26	212	23	29	64
Other	430	1,432	664	467	320	305	264	226	369	362
Total revenues	<u>103,791</u>	<u>115,695</u>	<u>94,316</u>	<u>94,232</u>	<u>88,304</u>	<u>77,539</u>	<u>73,116</u>	<u>69,524</u>	<u>69,384</u>	<u>72,658</u>
Expenditures:										
General government	4,376	3,803	5,501	6,033	4,148	4,335	4,101	4,330	4,153	4,333
Public safety	7,042	6,965	8,949	8,677	7,960	8,000	7,657	7,086	7,019	6,806
Public works	4,766	4,669	8,117	7,595	7,179	6,861	5,928	5,663	5,760	5,530
Community planning and development	513	503	727	670	683	671	649	604	609	567
Health and community services	1,108	1,149	1,473	1,537	1,465	1,491	1,413	1,386	1,379	1,342
Library	1,656	1,785	2,177	2,114	1,992	1,934	1,817	1,646	1,689	1,620
Parks and recreation	2,258	2,416	2,786	2,690	2,514	2,502	2,353	2,216	2,183	2,110
Education	63,667	76,544	56,817	52,728	49,069	46,755	44,070	41,565	39,044	37,735
Miscellaneous	8,741	8,829								
Capital outlay	6,243	4,165	2,885	8,527	24,910	2,847	3,282	2,145	5,806	17,650
Debt service										
Principal	1,946	1,940	2,538	2,260	2,030	1,692	1,798	1,716	1,345	1,028
Interest	790	864	1,067	1,017	769	708	806	884	657	468
Total expenditures	<u>103,106</u>	<u>113,632</u>	<u>89,432</u>	<u>94,182</u>	<u>103,203</u>	<u>78,200</u>	<u>71,270</u>	<u>69,248</u>	<u>70,248</u>	<u>79,701</u>
Excess of Revenue Over (Under) Expenditures	<u>685</u>	<u>2,063</u>	<u>4,884</u>	<u>50</u>	<u>(14,899)</u>	<u>(661)</u>	<u>(559)</u>	<u>276</u>	<u>(864)</u>	<u>(7,043)</u>
Other Financing Sources (Uses):										
Bonds issued					3,700	8,700	4,950			6,000
Capitalized lease				975						
Transfers in	4,346	4,206	2,875	3,239	1,647	1,531	2,154	2,427	2,657	2,204
Transfers out	(4,654)	(4,512)	(3,215)	(3,382)	(1,879)	(1,563)	(1,972)	(2,569)	(2,749)	(2,203)
Total other financing sources (uses)	<u>(308)</u>	<u>(306)</u>	<u>(340)</u>	<u>832</u>	<u>3,468</u>	<u>8,668</u>	<u>5,132</u>	<u>(142)</u>	<u>(92)</u>	<u>6,001</u>
Net Change in Fund Balance	<u>\$ 377</u>	<u>\$ 1,757</u>	<u>\$ 4,544</u>	<u>\$ 882</u>	<u>\$ (11,431)</u>	<u>\$ 8,007</u>	<u>\$ 4,573</u>	<u>\$ 134</u>	<u>\$ (956)</u>	<u>\$ (1,042)</u>
Debt Service as a Percentage of Noncapital Expenditures	2.91%	2.63%	3.73%	4.21%	4.19%	3.71%	3.41%	3.88%	4.03%	3.23%

Note 1: Schedule prepared on the modified accrual basis of accounting.

Note 2: Data presented for years prior to the implementation of GASB #34 (2003) has not been restated to conform with current governmental funds structure.

TOWN OF NEWINGTON, CONNECTICUT

GENERAL GOVERNMENTAL REVENUES AND OTHER FINANCING SOURCES, BY SOURCE

LAST TEN FISCAL YEARS
(In Thousands)

<u>Fiscal Year Ended June 30,</u>	<u>Taxes and Special Assessments</u>	<u>Licenses and Permits</u>	<u>Intergovernmental Revenue(1)</u>	<u>Charges for Services</u>	<u>Investment Earnings</u>	<u>Miscellaneous Revenues(2)</u>	<u>Other Financing Sources(3)</u>	<u>Total</u>
2009	\$ 73,276	\$ 409	\$ 16,880	\$ 597	\$ 509	\$ 429	\$ 284	\$ 92,384
2008	70,359	724	15,596	995	1,426	1,035	94	90,229
2007	66,863	749	14,667	885	1,825	426	82	85,497
2006	64,813	509	13,980	808	1,512	228	95	81,945
2005	60,047	511	13,432	974	842	536	77	76,419
2004	55,901	540	12,957	889	366	252	75	70,980
2003	53,202	419	12,934	655	452	253	222	68,137
2002	48,956	451	13,240	479	730	269	73	64,198
2001	47,028	531	12,075	377	1,706	272	72	62,061
2000	45,033	538	11,410	365	1,642	422	64	59,474

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Includes General Fund revenues, reported on a budgetary basis.

(1) Includes federal grants, State of Connecticut grants including education grants, and state payments-in-lieu of taxes.

(2) Includes rentals, refunds & reimbursements, sale of Town property, fines, other receipts and cancellation of prior year encumbrances.

(3) Includes transfers from other funds.

TOWN OF NEWINGTON, CONNECTICUT

GENERAL GOVERNMENTAL EXPENDITURES AND OTHER FINANCING USES, BY FUNCTION

LAST TEN FISCAL YEARS

(In Thousands)

<u>Fiscal Year Ended June 30,</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works and Community Development</u>	<u>Health and Community Services</u>	<u>Parks, Recreation and Library</u>	<u>Debt Service; Metropolitan District Commission Miscellaneous(1)</u>	<u>Capital Improvements(2)</u>	<u>Board of Education(3)</u>	<u>Other Financing Uses(4)</u>	<u>Total</u>
2009	\$ 3,982	\$ 6,827	\$ 5,237	\$ 1,111	\$ 3,082	\$ 11,265	\$	\$ 55,837	\$ 4,370	\$ 91,711
2008	3,282	6,851	5,106	1,151	3,330	11,421		53,540	4,418	89,099
2007	2,516	6,483	5,405	1,112	3,191	11,781		50,620	3,133	84,241
2006	2,357	6,188	5,140	1,193	3,122	11,768		47,677	3,287	80,732
2005	2,196	5,913	4,923	1,163	3,060	10,948		45,409	1,474	75,086
2004	2,100	5,809	4,641	1,182	3,019	10,054		43,121	1,362	71,288
2003	2,269	5,810	3,885	1,156	2,878	8,791		41,294	1,740	67,823
2002	2,301	5,657	3,700	1,182	2,733	7,993		38,414	2,229	64,209
2001	2,201	5,232	3,609	1,139	2,668	8,844		35,900	2,481	62,074
2000	2,194	5,019	3,460	1,078	2,425	8,077	296	34,646	1,999	59,194

Note: Includes General Fund revenues, reported on a budgetary basis.

(1) Includes Debt Service payments, the Metropolitan District Commission sewer levy on Newington and Miscellaneous (the Town's liability insurance, employee benefits, settlements, contingency, Greater Hartford Transit District contribution and special community activities).

(2) Funding for ongoing capital projects included in Other Financing Uses (transfers to other funds).

(3) Represents appropriation for Board of Education budget. Additional funding for Board of Education purposes is included in other functions such as Debt Service, Capital Improvements and Other Financing Uses (transfers to other funds).

(4) Includes transfers to other funds.

TOWN OF NEWINGTON, CONNECTICUT
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS
(In Thousands)

Fiscal Year	Real Property			Personal Property	Motor Vehicle (2)	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value As a Percentage of Actual Taxable Value (3)
	Residential	Commercial	Industrial							
2009	\$ 1,733,094	\$ 481,617	\$ 90,397	\$ 174,869	\$ 203,608	\$ (50,268)	\$ 2,633,317	27.68	\$ 4,076,961	64.59%
2008	1,716,024	461,306	91,646	166,225	197,879	(42,831)	2,590,249	26.91	4,219,375	61.39%
2007 (1)	1,697,198	463,573	91,729	160,198	222,248	(46,376)	2,588,570	25.76	3,714,044	69.70%
2006	1,054,697	331,208	87,730	150,176	214,688	(40,733)	1,797,766	36.43	4,051,824	44.37%
2005	1,047,054	338,320	88,152	138,594	202,503	(44,453)	1,770,170	34.24	3,505,059	50.50%
2004	1,041,228	333,229	89,114	138,201	210,134	(49,398)	1,762,508	32.29	3,286,386	53.63%
2003	1,028,144	331,449	89,338	149,436	210,199	(54,040)	1,754,526	30.44	2,868,380	61.17%
2002 (4)	1,018,456	311,668	87,943	133,767	208,437	(42,069)	1,718,202	28.58	2,467,004	69.65%
2001	1,018,036	307,989	95,779	131,874	200,153	(42,210)	1,711,621	27.75	2,395,230	71.46%
2000	1,005,221	289,793	93,766	124,827	179,291	(37,570)	1,655,328	27.17	2,186,286	75.71%

Source: Town of Newington Office of Tax Assessor

Notes: Assessment rate is 70% of market value.

- (1) Real property revalued as of October 1, 2005 Grand List.
(2) Includes net supplemental motor vehicle assessments.
(3) Sales ratios from Connecticut Office of Policy and Management.
(4) Real property revalued as of October 1, 2000 Grand List.

TABLE 8

TOWN OF NEWINGTON, CONNECTICUT

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

(In Thousands)

Taxpayer	October 1, 2007			October 1, 1997		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
Connecticut Light and Power	\$ 27,195	1	1.033%	\$ 20,340	1	1.272%
Kohler Mix Specialities LLC	26,554	2	1.008%	NA		
Newington VF, LLC	20,392	3	0.774%	7,292	11	0.456%
Galileo Turnpike Plaza LLC	19,703	4	0.748%	7,972	10	0.499%
TLG Newington LLC	18,826	5	0.715%	NA		
Newington-Berlin Retail LLC	18,778	6	0.713%	9,765	7	0.611%
Hayes Kaufmann Associates	13,230	7	0.502%	4,391	16	0.275%
Volvo Aero Connecticut LLC	11,792	8	0.448%	NA		
Hartford Hospital	11,150	9	0.423%	NA		
Target Corporation	10,879	10	0.413%	NA		
Furniture Executives No 4 LP	10,729	11	0.407%	4,658	24	0.291%
Lowe's Home Centers Inc	10,236	12	0.389%	NA		
Tilcon Connecticut Inc	9,961	13	0.378%	16,269	3	1.018%
Reno Properties	7,707	14	0.293%	NA		
Newington Business Park LLC	7,638	15	0.290%	18,669	2	1.168%
TOTAL	\$ 224,770		8.536%	\$ 89,356		5.59%

Source: Town of Newington, Office of Tax Assessor

TOWN OF NEWINGTON, CONNECTICUT
PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS
(In Thousands)

Fiscal Year Ended June 30,	Tax Rate In Mills	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year of Levy		Collections In Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2009	27.68	\$ 72,939	\$ 72,143	98.91	N/A	\$ 72,143	98.91
2008	26.91	69,973	69,338	99.09	353	69,691	99.60
2007	25.76	66,004	65,487	99.20	387	65,874	99.80
2006	36.43	64,878	63,970	98.60	737	64,707	99.74
2005	34.24	59,729	59,063	98.89	506	59,569	99.73
2004	32.29	56,122	55,498	98.89	457	55,955	99.70
2003	30.44	53,045	52,420	98.82	212	52,632	99.22
2002	28.58	48,707	48,132	98.82	424	48,556	99.69
2001	27.75	46,895	46,316	98.76	399	46,715	99.62
2000	27.17	44,729	44,088	98.57	482	44,570	99.64

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Source: Tax Collector's Report; Comprehensive annual financial report

TOWN OF NEWINGTON, CONNECTICUT

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(In Thousands, Except Per Capita)**

Fiscal Year	Governmental Activities		Total Primary Government	Ratio of Debt to Taxable Assessed Value	Debt as a Percentage of Personal Income	Debt Per Capita
	General Obligation Bonds	Capital Leases				
2009	\$ 16,855	\$ 307	\$ 17,162	0.65%	2.02%	\$ 586
2008	18,605	504	19,109	0.74	2.25%	652
2007	20,355	693	21,048	0.79	2.48%	718
2006	22,560	877	23,437	1.32	2.76%	800
2005	25,000		25,000	1.43	2.94%	853
2004	23,560		23,560	1.36	2.77%	804
2003	16,770		16,770	0.97	1.97%	572
2002	13,400		13,400	0.79	1.58%	457
2001	14,980		14,980	0.89	1.76%	511
2000	16,565		16,565	1.02	2.88%	565

Notes: Details regarding the Town's outstanding debt can be found in the notes to the financial statements

TOWN OF NEWINGTON, CONNECTICUT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF JUNE 30, 2009
(In Thousands)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Shares of Direct and Overlapping Debt</u>
Debt repaid with property taxes - Metropolitan District Commission	\$ 138,308	8.49 %	\$ 11,742
Town direct debt	\$ 16,855	100.00 %	<u>16,855</u>
Total Direct and Overlapping Debt			<u><u>\$ 28,597</u></u>

Source: Metropolitan District Commission

TOWN OF NEWINGTON, CONNECTICUT

STATEMENT OF DEBT LIMITATION

JUNE 30, 2009

(In Thousands)

Total tax collections (including fire district)					\$ 72,836
Property tax relief elderly					<u>16</u>
Base					<u>\$ 72,852</u>
	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
Debt Limitation:					
2-1/4 times base	\$ 163,917	\$	\$	\$	\$
4-1/2 times base		327,834			
3-3/4 times base			273,195		
3-1/4 times base				236,769	
3 times base					218,556
Total debt limitation	<u>163,917</u>	<u>327,834</u>	<u>273,195</u>	<u>236,769</u>	<u>218,556</u>
Indebtedness:					
Bonds payable	5,772	11,083			
Town's share of Metropolitan District debt			11,742		
Total Indebtedness	<u>5,772</u>	<u>11,083</u>	<u>11,742</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Net Debt	<u>\$ 158,145</u>	<u>\$ 316,751</u>	<u>\$ 261,453</u>	<u>\$ 236,769</u>	<u>\$ 218,556</u>

Note: In no event shall total indebtedness exceed seven times annual receipts from taxation or \$510 million.

TOWN OF NEWINGTON, CONNECTICUT

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

(In Thousands)

	FISCAL YEAR									
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Debt limitation	\$ 509,964	\$ 491,141	\$ 466,886	\$ 452,970	\$ 420,035	\$ 391,048	\$ 372,715	\$ 342,972	\$ 329,567	\$ 315,168
Total net debt applicable to limit	<u>28,597</u>	<u>27,567</u>	<u>26,651</u>	<u>29,401</u>	<u>32,316</u>	<u>34,388</u>	<u>28,721</u>	<u>20,741</u>	<u>19,995</u>	<u>20,943</u>
Legal debt margin	<u>\$ 481,367</u>	<u>\$ 463,574</u>	<u>\$ 440,235</u>	<u>\$ 423,569</u>	<u>\$ 387,719</u>	<u>\$ 356,660</u>	<u>\$ 343,994</u>	<u>\$ 322,231</u>	<u>\$ 309,572</u>	<u>\$ 294,225</u>
Total net debt applicable to the limit as a percentage of debt limit	5.61%	5.61%	5.71%	6.49%	7.69%	8.79%	7.71%	6.05%	6.07%	6.65%

Source: Comprehensive annual financial report - Schedule of Debt Limitation

Note: See Table 12 for calculation of current year debt limitation

TOWN OF NEWINGTON, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

<u>Calendar Year</u>	<u>Population(1)</u>	<u>Personal Income in thousands (2)</u>	<u>Per Capita Income(1)</u>	<u>Median Age(1)</u>	<u>School Enrollment(3)</u>	<u>Unemployment Rate(4)</u>
2009	29,306	\$ 850,000	\$ 26,881	42.0	4,495	6.9%
2008	29,306	850,000	26,881	42.0	4,569	4.7%
2007	29,306	850,000	26,881	42.0	4,557	3.9%
2006	29,306	850,000	26,881	42.0	4,614	4.1%
2005	29,306	850,000	26,881	42.0	4,616	4.3%
2004	29,306	850,000	26,881	42.0	4,612	4.4%
2003	29,306	850,000	26,881	42.0	4,598	4.0%
2002	29,306	850,000	26,881	42.0	4,456	3.0%
2001	29,306	850,000	26,881	42.0	4,387	1.9%
2000	28,447	574,463	19,668	42.0	4,316	2.4%

(1) Source: Bureau of Census, 2000 Census and 1990 Census

(2) Source: Connecticut Economic Resource Center

(3) Source: Annual Town Budget

(4) Source: Connecticut Labor Department

(5) Source: Town Board of Education

TOWN OF NEWINGTON, CONNECTICUT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

Employer	Nature of Business	2009 (1)			2000 (2)		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Connecticut Department of Transportation	Government	1,000	1	6.3%	1,200	1	7.3%
Town of Newington	Government	659	2	4.2%	626	2	3.8%
Data-Mail, Inc.	Direct Mail Service	650	3	4.1%			
Stew Leonards	Grocery	350	4	2.2%			
Cedarcrest Regional Hospital	Health Services	300	5	1.9%	300	3	1.8%
Hartford Hospital-Newington Campus	Health Services	275	6	1.7%	100	12	0.6%
Wal-Mart	Retail Trade	272	7	1.7%			
Veterans Administration Hospital	Health Services	250	8	1.6%	235	6	1.4%
Newington Health Care Center	Health Services	232	9	1.5%	223	7	1.4%
Sam's Club	Wholesale Clubs	180	10	1.1%	200	8	1.2%
Tilcon, Inc.	Manufacturer	162	11	1.0%			
Keeney Manufacturing	Manufacturer	158	12	1.0%	274	4	1.7%
Price Chopper	Retail Grocers	151	13	1.0%			
Connecticut Light and Power	Public Utility	150	14	1.0%	200	9	1.2%
Target	Retail Trade	150	15	1.0%			
Best Buy	Retail Electronics	110	16	0.7%			
Caval Tool Division of MTU Aero Craft	Manufacturer	110	17	0.7%	250	5	1.5%
TOTAL		5,159		32.73%	3,608		22.06%

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(1) Source: Connecticut Labor Department

(2) Source: Town of Newington, Bond Official Statements

TOWN OF NEWINGTON, CONNECTICUT

FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	FISCAL YEAR									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General government	45	46	43	46	47	46	51	49	49	46
Police	64	61	60	57	57	56	57	57	56	56
Fire	2	2	2	2	2	2	2	2	2	2
Refuse collection	0	0	0	0	0	0	0	0	0	0
Public works	26	26	29	27	27	27	24	26	26	27
Parks and recreation	21	21	21	21	21	21	21	21	19	19
Library	14	14	14	14	14	14	14	14	14	14
Education	<u>487</u>	<u>508</u>	<u>503</u>	<u>498</u>	<u>497</u>	<u>498</u>	<u>495</u>	<u>487</u>	<u>473</u>	<u>462</u>
Total	<u>659</u>	<u>678</u>	<u>672</u>	<u>665</u>	<u>665</u>	<u>664</u>	<u>664</u>	<u>656</u>	<u>639</u>	<u>626</u>

Source: Annual Town Budgets and Bond Official Statements

TOWN OF NEWINGTON, CONNECTICUT
OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	FISCAL YEAR									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General government:										
Building permits issued	1,806	2,008	1,978	2,121	1,895	1,846	1,853	1,899	1,900	1,967
Value of permits (000's)	44,294	58,294	63,901	36,894	41,940	52,996	26,340	26,282	34,102	38,932
Health:										
Food inspections	348	508	299	233	409	429	358	433	425	452
Complaint investigations	112	324	205	93	204	140	83	116	116	171
Police:										
Larcenies	687	736	618	527	540	515	535	541	519	571
Calls for service	30,481	27,422	26,177	24,230	24,320	27,401	28,670	29,863	27,539	25,402
Traffic violations	9,211	6,613	3,277	3,151	2,906	3,690	4,302	4,551	3,451	3,351
Fire:										
Emergency responses	795	709	832	786	699	711	757	782	835	815
Residential responses	258	212	247	213	207	275	322	232	319	312
Inspections	908	766	801	994	1,195	912	1,423	1,049	913	854
Refuse collection:										
Refuse collected (annual tonnage)	10,600	10,840	9,550	10,419	10,426	10,006	9,674	9,642	9,715	9,870
Recyclables collected (annual tonnage)	2,200	2,100	2,322	2,332	2,298	2,469	2,332	2,597	2,604	2,633
Other public works:										
Street reconstruction (linear feet)	582	2,600	1,690	2,050	2,605	3,450	3,790	2,275	1,200	2,450
Street resurfacing (linear feet)	26,400	20,000	10,140	10,770	8,800	11,200	8,160	18,440	17,760	12,320
Library:										
Total volumes borrowed (000's)	412	410	428	441	442	447	446	436	444	416

Source: Town of Newington Annual Reports
Town of Newington Annual Capital Budgets

TOWN OF NEWINGTON, CONNECTICUT

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<u>Public Safety</u>										
Police stations	1	1	1	1	1	0	0	0	0	0
Fire stations	4	4	4	4	4	4	4	4	4	4
Police vehicles	38	37	33	34	35	35	37	38	32	34
Fire vehicles	20	20	20	21	20	21	20	20	20	19
<u>Public Works</u>										
Miles of town roads	100	100	100	97	95	95	95	95	95	95
Traffic signals	15	15	15	15	15	15	15	15	15	15
Public works vehicles and equipment	53	55	55	49	51	51	48	42	39	42
<u>Parks and Recreation</u>										
Acreage	370	370	370	370	370	370	370	370	370	370
Parks and greens	13	13	13	13	13	13	13	13	13	13
Athletic fields	7	7	7	7	7	7	7	7	7	7
Playgrounds	5	5	5	5	5	5	5	5	5	5
<u>Public Libraries</u>										
Libraries	1	1	1	1	1	1	1	1	1	1
<u>Senior Citizens</u>										
Community center	1	1	1	1	1	1	1	1	1	1
Senior mini-buses	5	5	5	3	5	5	5	5	4	4
<u>Education</u>										
Schools	7	7	7	7	7	7	7	7	7	7

Source(s): Various Town Departments

TOWN OF NEWINGTON

MISCELLANEOUS STATISTICS
JUNE 30, 2009

GENERAL INFORMATION		1871
Incorporated:		1678
Settled:		Council-Manager
Form of Government:		Mayor
Chief Elected Official:		Town Manager
Chief Administrative Officer:		13.2 square miles
Area of Town:		29,306
2000 Estimated Population:		
ELECTIONS		
Town Elections:	Odd years	
Board of Education (members):	9	
Town Council (members + Mayor)	9	
Board of Fire Commissioners:	3	
Registrars of Voters:	2	
Registered Voters (Active) as of 11/08:	19,180	
Republicans	3,308	
Democrats	8,411	
Unaffiliated	7,461	
TAX STRUCTURE 2008-09		
10/1/07 Net Grand List:		\$2,633,317,419
10/1/07 Net Supplemental List:		\$24,762,100
Mill Rate:		27.68
Assessment Ratio:		70%
Last Revaluation:		10/1/2005
EDUCATION		
Total Classroom Teachers		217
Public School Enrollment (10/08):		4,495
Teacher/Pupil ratio:		20.7
2008-09 Appropriation per Pupil:		\$12,430
PUBLIC SAFETY - POLICE		
# of Police Stations:	1	
# of Police Districts:	5	
# of Police Officers:		
Police Chief	1	
Dispatchers	7	
Police Officers	50	
Dog Warden	1	
# of Vehicles:	37	
PUBLIC SAFETY - FIRE PROTECTION		
# of Fire Companies:	4	
# of Volunteer Firefighters:	120	
# of Vehicles:	18	
PUBLIC SAFETY - EMERGENCY MEDICAL SERVICES		
# of Volunteers (average):	48	
# of Ambulances:	5	
FULL-TIME EMPLOYEES (2008-09)		
Town General Government:		172.3
Board of Education (Full-Time Equivalents):		
Classroom Teachers	217	
Other Professional Staff	144	
Administration	19	
Classified Personnel (clerical, custodial, transportation)	<u>107</u>	
		<u>487</u>
Total		659.3