

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

of the

**TOWN OF BLOOMFIELD,
CONNECTICUT**

FOR THE YEAR ENDED

JUNE 30, 2010

**PREPARED BY:
FINANCE DEPARTMENT**

**WILLIAM J. HOGAN
DIRECTOR OF FINANCE**

TOWN OF BLOOMFIELD, CONNECTICUT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

AS OF AND FOR THE YEAR ENDED JUNE 30, 2010

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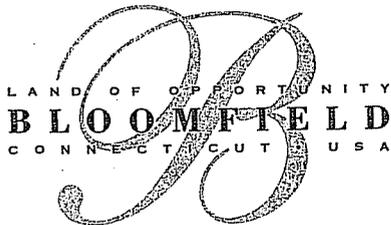
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Introductory Section



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CONNECTICUT 06002
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December 16, 2010

Louie Chapman, Town Manager
Bloomfield Town Hall
Town of Bloomfield, CT. 06002

Dear Mr. Chapman:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of Bloomfield, Connecticut (the "Town") for the fiscal year ended June 30, 2010. The CAFR is presented in three sections: introductory, financial and statistical. This report follows the format for annual financial reports that the Government Accounting Standards Board suggests and the Government Finance Officers Association promotes through the 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 discussion and analysis (MD & A), basic financial statements, required supplementary information, and the combining and individual fund statements and schedules, as well as the auditor's 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.

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

The Town is also required to undergo annual single audits in conformity with the provisions of Connecticut State Statutes, the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments and Nonprofit Organizations*. Information related to these single audits, such as the schedules of state and federal financial assistance, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in separately issued single audit reports.

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

The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Bloomfield for the fiscal year ended June 30, 2010 are free of material misstatement. The

independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unqualified opinion that the Town of Bloomfield's financial statements for the year ended June 30, 2010 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

PROFILE OF THE TOWN OF BLOOMFIELD

The Town of Bloomfield was first settled in 1642 and incorporated in 1835, and was originally part of the Town of Windsor. The Town covers approximately 27 square miles and is north and adjacent to the capitol city of Hartford. Other neighboring Towns include Avon, Simsbury, East Granby and Windsor. The Town's population was 20,727 in 2008 according to the State Department of Health.

Bloomfield is administered under the Council-Manager form of government. The Town Charter, which is the primary organizational document, was first adopted in 1959 and last revised in November of 2005. The nine-member Town Council is elected biennially for a term of two years and serves without compensation. Minority party representation of at least three council members is guaranteed. The Town Manager is appointed by the Council and serves as a full-time chief executive officer. The financial administrator of the Town is the Director of Finance whom the Town Manager appoints and oversees the Assessor's office, Tax Collector's office, Purchasing and Risk Management as well as the information technology function. The Town Treasurer countersigns all checks for payment with Town funds.

The Town provides a full range of services to its residents. These services include police protection; a PreK-12 public education system; a public library; the construction and maintenance of highways, streets, and infrastructure; recreational activities and cultural events. Fire and rescue services are provided by the Bloomfield Center and Blue Hills Fire Districts. The Bloomfield Center and Blue Hills Fire Districts have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

Budgetary Control

The annual budget is adopted through a Town Meeting/Town Council/Elector process. Not later than 90 days before the end of the fiscal year the Town Manager presents budget estimates to the Town Council. Within 15 days after the Town Manager has submitted his budget, the Town Council holds a public hearing on its proposed budget and prepares its recommended budget and then holds the Annual Town Meeting for presentation, explanation and public comment on the recommended budget. The budget shall be adopted by a majority vote of the Town Council at a subsequent meeting after both the public hearing and Annual Town Meeting, but no later than the second Monday in May. In the event that a petition is received by the Town Clerk within seven days of adoption of the budget by the Town Council, the adopted budget will be submitted to the eligible electors of the Town for a "yes" or "no" vote to approve the adopted budget. The petition to submit the adopted budget to a vote of the electors must be signed by a minimum of seven and one-half percent of the total number of registered voters in the Town as determined by the last effective list of the Registrars of Voters, as verified by the Town Clerk. In the event of a vote of electors on the adopted budget, if a majority of those voting vote "no" and such majority is equal or greater than 15% of the total number of registered voters in Town, the Town Council will then adopt another budget and schedule another Annual Town Meeting to start the same process as described above. The annual budget is prepared in the format of fund, function and department. By Town Charter, the Town Manager may make transfers within a department, but the Town Council must approve all transfers between departments but only in the last quarter of the fiscal year.

Economic Condition and Outlook

Bloomfield's October 1, 2008 grand list increased by 1.8% over the prior year. This modest growth is not uncommon given the slowdown in the greater Hartford real estate market. The Town continues to maintain a balanced mix of insurance, retail, manufacturing and light industry and its top ten taxpayers only about 16% of the total assessed value on the October 1, 2008 grand list. The Town's tax collection rate as of June 30, 2010 was 97.76 a decrease of .47%. A review of key economic indicators shows that per capita income of Bloomfield is \$28,843 slightly above the state wide average of \$28,766; its median family income is \$64,892, \$629 less than the state-wide average. Approximately 5.1% of the Town's families fall below property levels. According to the State Department of Labor, the Town's 2009-2010 average unemployment rate was 9.8% as compared to the Hartford Labor Market of 8.9% and to the statewide average of 8.8%.

In terms of large scale development projects the "CIGNA Project" and its approved CIGNA Master Plan has continued over the past few years. 246 units of apartments, an 18-hole golf course and club house, a retail component and high-end condominium units have been completed. An unanticipated result of the CIGNA Master Plan project was the decision to keep the Wilde building and the sale of the South building to MetLife. Both of these buildings have undergone substantial renovations. With CIGNA maintaining a substantial presence (and the Town's top taxpayer) along with the addition of MetLife, the project has diversified the Town's tax base and attracted additional commercial development.

During the year, industrial space continued to be built and renovated within Bloomfield. Liberty Business Park located in the Town's northern industrial area and contains two 100,000-square-foot buildings. The first building was completed in 2007 and the second building was completed in 2009-2010 and houses a branch of a Bloomfield-based company, Finlay Printing. Sponzo Enterprises had three industrial buildings under construction. These include 20,000, 56,000 and 103,000 square feet of new space. A new three-story medical office building of 28,000 square feet has been constructed on Jolley Drive. Another building is being renovated and added on to in the same area for medical office space. The Cottage Grove Road (Route 218) corridor has become a very popular medical arts destination.

Residential development within Town slowed considerably from the elevated pace of recent years. Presently, five single-family subdivision projects are under way with a total of 163 units approved. In addition, a 92-unit condominium project is under construction which is situated close to the northern industrial area. Another 60-unit condominium development has been approved which is part of the CIGNA master plan.

Major Accomplishments

Below are some of the major achievements that the Town accomplished during fiscal year 2009-10:

- A State mandated Town wide Property Revaluation was completed which resulted in an overall increase of 13.5% increase to the taxable list.
- Three department heads retired during the year: Finance Director Dan Costello, Police Chief Betsy Hard and Human Resources Director Barbara Williams. Nationwide recruitments commenced late in the fiscal year to fill these key vacancies. William Hogan was hired as Finance Director in late May along with Cindy Coville as Human Resources Director. Long time Assistant to the Town Manager, Bainie Wild also retired after 30 years of service to the Town.
- Town Council authorization regarding the Town joining the Central Connecticut Solid Waste Authority (CCSWA) as an alternative to the Connecticut Resource Recovery Authority (CRRA).
- Town Council authorization approving an ordinance regarding blighted properties.

Debt Administration

At the beginning of the year, the Town had general obligation bonds outstanding in the amount of \$29,845,000. The Town made principal payments during the year totaling \$1,900,000 leaving a balance of bonds outstanding at June 30, 2010 totaling \$27,945,000. There was a note sale in the amount of \$20.0 million for school projects on November 19, 2009 maturing on November 30, 2010. Bonded Debt outstanding at June 30th totaled \$47,945,000. At June 30, 2010, the Town had \$79.6 million of authorized but unissued bonds for school purposes. In May 2010, the Town's credit rating was adjusted upward by Moody's Investor Services from Aa3 to Aa2 as part of its recalibration of all municipal ratings. Standard and Poor's rating was maintained at AA.

Debt statistics for the Town of Bloomfield are:

| | Amount | Debt per Capita |
|--|---------------|------------------------|
| Total direct debt outstanding-bonds and notes | \$ 47,945,000 | \$2,313 |
| Plus: net overlapping debt-Metropolitan District | \$ 15,133,602 | \$ 730 |
| TOTAL NET DEBT..... | \$ 63,078,602 | \$3,043 |

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> |
|----------------------|----------------------|----------------------------|-----------------------|--------------------------------|
| 11/1/2001 | 11,656,000 | 1-20 | 2021 | 3.25-4.70% |
| 2/15/2003 | 10,442,000 | 1-20 | 2023 | 2.5-4.50% |
| 6/15/2008 | 15,000,000 | 1-20 | 2028 | 3.25-5.0% |

Cash Management

Cash temporarily idle during the fiscal year was invested principally in Simsbury Bank & Trust, TD Banknorth, the State of Connecticut Treasurer's Short-term Investment Fund (STIF) and Citizens Bank. Short-term rates continued to decrease during the year as a result of several actions by the Federal Reserve. By way of example, STIF yielded .47 % in July 2009 and by fiscal year-end 2010 had a yield of .21%.

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 the 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% of the capital of the depository.

Risk Management

The Town has a self-insurance, Administered Services Only account with the employee insurance carrier, Anthem Blue Cross/Blue Shield, which is accounted for in the Employee Health Insurance 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 up to \$200,000 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 125% of total estimated claims

for the year. The Town seeks to maintain a reserve of at least 25% of expected claims 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 and the 120% aggregate stop loss level. The Town also maintains a Retiree Health Insurance Fund to assist in providing for retiree medical insurance. Employees contribute one and one-quarter percent (1.25%) of their base pay to this fund.

The Town has insurance coverage for workers compensation, general, auto and professional liability as well as physical damage. An administrative safety meets monthly to review all claims and other information and makes recommendations.

Other Information

Independent Audit

Connecticut State Statutes require that all municipal entities publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. The Town of Bloomfield's financial statements have been audited by the firm of Kostin, Ruffkess & Company, LLC, a firm of licensed certified public accountants.

Certificate of Achievement

This report has been prepared following the guidelines of the Government Finance Officers Association (GFOA) 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 accounting principles generally accepted in the United States of America and applicable legal requirements. The Town was awarded the Certificate of Achievement for Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 2009. A Certificate of Achievement is only valid for a period of one year. We believe that this comprehensive annual financial report meets the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for the award.

Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the dedicated services of Town Accountant Bob Jobin who coordinated the many tasks required and with the independent auditor and Tax Collector Jean Kitchens who assisted in the data collection for several of the tables.

With this being my first audit as the Town's Finance Director, I also look forward to provide the support and financial advice you will need in carrying out the policies of the Bloomfield Town Council.

Respectfully submitted,



William J. Hogan
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Bloomfield Connecticut

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

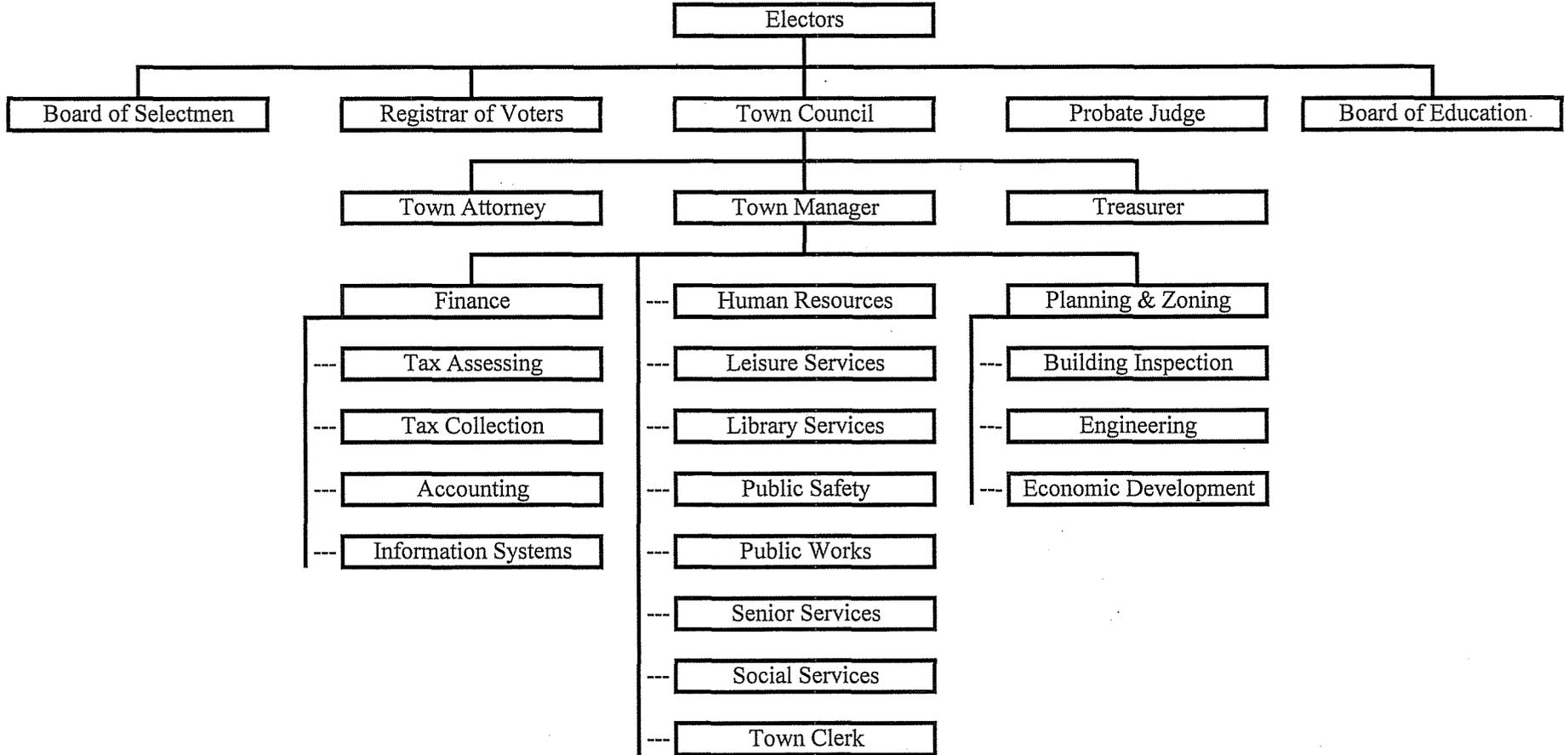
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

TOWN OF BLOOMFIELD
ORGANIZATIONAL CHART



TOWN OF BLOOMFIELD, CONNECTICUT

ELECTED AND APPOINTED OFFICIALS

AS OF JUNE 30, 2010

TOWN COUNCIL

Sydney T. Schulman, Mayor
Donald F. Harris, Deputy Mayor
Robert Berman
Jonathan Colman
Joan A. Gamble
Joseph P. Merritt
Larry Pleasant
E. Leon Rivers
Mark Jacobs

BOARD OF EDUCATION

James Michel, Chairperson
Diana Quinones, Vice Chairperson
Derrick Seldon, Secretary
Richard Dale, Jr.
Robert Ike
Anthony Kapsis
Shirley Thompson

APPOINTED OFFICIALS

Louie Chapman, Jr., Town Manager
David G. Title, Superintendent of Schools
Marc N. Needelman, Town Attorney
Byron R. Lester, Treasurer
William J. Hogan, Director of Finance

Financial Section



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Springfield, MA

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INDEPENDENT AUDITORS' REPORT

Town Council
Town of Bloomfield, Connecticut

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Bloomfield, Connecticut, as of June 30, 2010, and the respective changes in financial position and cash flows 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 20, 2010, 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 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.

The Management Discussion and Analysis, the General Fund budgetary comparison information, Schedules of Funding Progress and Employer Contributions - Bloomfield Retirement System and Other Post-Employment Plans on pages 11 through 20 and pages 63 through 70, respectively, are not a required part of the basic financial statements but are supplementary information required by Governmental Accounting Standards Board. 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.

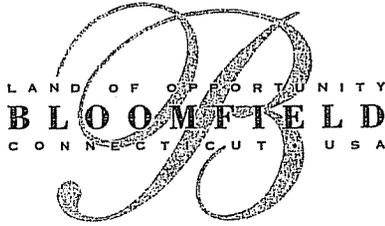


Town of Bloomfield, Connecticut
Page Two

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Bloomfield, Connecticut's basic financial statements. The accompanying financial information listed as supplemental schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The combining fund financial statements and other schedules as listed in the table of contents 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 section 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.

Kostin, Ruffkess & Company, LLC

Farmington, Connecticut
December 20, 2010



TOWN OF BLOOMFIELD
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CONNECTICUT 06002
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MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2010

As management of the Town of Bloomfield, we offer readers of the Town of Bloomfield's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal in the introductory section of this report.

Financial Highlights

- The assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$73,412,280 (*net assets*). Of this amount, \$63,204,943 was attributable to Governmental Activities and \$10,207,337 to Business-Type Activities.
- The Town's total net assets increased by \$7,046,619 from the prior year. This was due substantially to capital asset additions in excess of depreciation.
- Net assets of our governmental activities increased by \$7,162,633 while Business-Type activities decreased by \$116,014.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$17,884,908, an increase of \$4,668,941 in comparison with the prior year. The increase is from the proceeds of the bond anticipation note sale issued during the year for the school renovation projects. The General Fund and Special Revenue Funds had unreserved fund balances of \$9,307,572 and \$1,713,148 respectively, which were offset by a deficit in the capital projects funds of (\$6,569,156) for a total of \$4,451,564.
- At the end of the current fiscal year, unreserved fund balance for the general fund increased by \$1,223,309 to \$9,307,572 or 13.0% of total general fund expenditures.
- The Town of Bloomfield's outstanding bonded debt at June 30, 2010 was \$47,945,000.
- The Town's total capital assets increased by \$27,183,270 during the current fiscal year. The key factor in this increase was a large increase in construction in progress resulting from a system-wide school building addition and renovation project.

Overview of the Basic Financial Statements

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

Overview of the Basic Financial Statements (continued)

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

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

The *statement of activities* presents information showing how the Town's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Town include administration, planning and development, public safety, public works, leisure services, public libraries, human services, and education. The business-type activities of the Town include the operations of the Wintonbury Hills Golf Course.

The government-wide financial statements can be found on Exhibits A and B of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The Town maintains 16 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, and the nonrecurring capital projects fund, which are considered to be major funds. Data from the other 14 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Overview of the Basic Financial Statements (continued)

The Town adopts an annual budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget (RSI-1 and RSI-2).

The basic governmental fund financial statements can be found on Exhibits C and D.

Proprietary funds. The Town maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses an enterprise fund to account for the operations of the Wintonbury Hills Golf Course. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions.

The Town uses internal service funds to account for its employees' and retirees' self-insured medical benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statement provides information for the Wintonbury Hills Golf Course operations, which is considered to be a major fund of the Town.

The basic proprietary fund financial statements can be found on Exhibits F, G, and H.

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

The basic fiduciary fund financial statements can be found on Exhibits I and J.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found immediately following the notes to the financial statements.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a Town's financial position. In the case of the Town of Bloomfield, assets exceeded liabilities by \$73,412,280 at the close of the most recent fiscal year.

| TOWN OF BLOOMFIELD | | | | | | |
|--|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| NET ASSETS | | | | | | |
| JUNE 30, 2010 AND 2009 | | | | | | |
| | Governmental activities | | Business-type Activities | | Total | |
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| Current and other assets..... | \$ 34,668,523 | \$ 31,087,737 | \$ (179,799) | \$ (256,773) | \$ 34,488,724 | \$ 30,830,964 |
| Capital assets (net)..... | 122,700,449 | 95,369,672 | 10,718,660 | 10,866,167 | 133,419,109 | 106,235,839 |
| TOTAL ASSETS..... | 157,368,972 | 126,457,409 | 10,538,861 | 10,609,394 | 167,907,833 | 137,066,803 |
| Long-term liabilities outstanding..... | 79,810,537 | 54,572,775 | 132,698 | 40,433 | 79,943,235 | 54,613,208 |
| Other liabilities..... | 14,353,492 | 15,842,324 | 198,826 | 245,610 | 14,552,318 | 16,087,934 |
| TOTAL LIABILITIES..... | 94,164,029 | 70,415,099 | 331,524 | 286,043 | 94,495,553 | 70,701,142 |
| Net assets: | | | | | | |
| Invested in capital assets, net of related debt..... | 73,964,394 | 64,565,774 | 10,545,360 | 10,783,796 | 84,509,754 | 75,349,570 |
| Restricted..... | 6,144,131 | 37,855,805 | | | 6,144,131 | 37,855,805 |
| Unrestricted..... | (16,903,582) | (46,379,269) | (338,023) | (460,445) | (17,241,605) | (46,839,714) |
| TOTAL NET ASSETS..... | \$ 63,204,943 | \$ 56,042,310 | \$ 10,207,337 | \$ 10,323,351 | \$ 73,412,280 | \$ 66,365,661 |

By far the largest portion of the Town's net assets is its investment in capital assets (e.g., land, construction in progress, buildings, land improvements, furniture and equipment, and infrastructure), less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities

An additional portion of the Town's net assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets is \$(17,241,605)

- The Town's net assets increased by \$7,046,619 during the current fiscal year. This increase is due substantially to expenses that were less than originally budgeted as well as intergovernmental revenue received for school building projects.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis (continued)

Governmental activities. Governmental activities increased the Town's net assets by \$7,162,633 thereby accounting for all of the total increase in the net assets of the Town. A business-type activity, which is the Wintonbury Hills Golf Course, decreased net assets by \$116,014.

Revenues

Governmental activities revenues totaled \$97,531,681 for fiscal year 2010. This represents a decrease of \$176,749 from the prior year. Property taxes are the largest revenue source for the Town and represent 63.7% of revenues. Current tax collections were 97.76% of the adjusted tax levy. Capital grants and contributions revenues are the Town's second largest revenue includes grants for school building construction, public safety and community services and account for 14.3% of governmental revenues for the year. Operating grants and contributions accounted for 15.5% of governmental revenues and included grants for education, public safety and public works. Charges for services accounted for 3.6% of revenue.

The most significant fluctuations from the prior year were as follows:

- Property taxes increased by \$981,844 due to an increase in the tax levy to support operations.
- Capital grants and contributions dropped by \$2,148,349 due to a decrease of reimbursement from state school building grants to fund projects in the current period.
- Operating grants and contributions increase by \$1,655,452 due to an increase in on-behalf payments for teacher retirement benefits.
- Charges for Services had a slight decrease of \$106,324 from the prior year.

Expenses

Governmental expenses totaled \$90,369,048 for the fiscal year, an increase of \$7,419,952. Of the expenses, \$53,255,924 or 58.9% is related to education. Public safety expenses were \$13,600,138 or 15.0%, public works expenses amounted to \$8,982,094 or 9.9%, and administration expenses were \$5,078,435 or 5.6%.

The most significant fluctuations from the prior year were as follows:

- Education increased by \$4,885,659 due to increased budgeted expenses, and OPEB charges.
- Interest expense increased by \$65,863 due to issuance of \$15,000,000 in new bonds in the prior year.
- Leisure services decreased by \$516,608 due to a decrease in depreciation expense.
- Public works decreased by \$1,216,906 due to a combination of landfill expenses as well as the allocation of fixed charges.
- Public safety increased by \$2,162,850 due to the allocation of fixed charges.
- Human Services increased by \$688,741 and Public Libraries increased by \$734,978 due to the allocation of fixed charges.
- Administration increased by \$577,415 due to OPEB charges and the allocation of fixed charges.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis (continued)

| TOWN OF BLOOMFIELD | | | | | | |
|--|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| CHANGES IN NET ASSETS | | | | | | |
| JUNE 30, 2010 AND 2009 | | | | | | |
| | Governmental activities | | Business-type activities | | Total | |
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| REVENUES: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services..... | \$ 3,511,175 | \$ 3,617,499 | \$ 1,899,266 | \$ 1,887,075 | \$ 5,410,441 | \$ 5,504,574 |
| Operating grants and contributions..... | 15,165,195 | 13,509,743 | | | 15,165,195 | 13,509,743 |
| Capital grants and contributions.... | 13,910,832 | 16,059,181 | | | 13,910,832 | 16,059,181 |
| General revenues: | | | | | | |
| Property taxes..... | 62,163,933 | 61,172,089 | | | 62,163,933 | 61,172,089 |
| Grants and contributions not restricted to specific programs.... | 2,354,256 | 2,589,336 | | | 2,354,256 | 2,589,336 |
| Investment income..... | 336,532 | 663,052 | | | 336,532 | 663,052 |
| Miscellaneous..... | 89,758 | 97,530 | | | 89,758 | 97,530 |
| TOTAL REVENUES..... | 97,531,681 | 97,708,430 | 1,899,266 | 1,887,075 | 99,430,947 | 99,595,505 |
| EXPENSES: | | | | | | |
| Administration..... | 5,078,435 | 4,501,020 | | | 5,078,435 | 4,501,020 |
| Planning and development..... | 1,333,517 | 1,295,557 | | | 1,333,517 | 1,295,557 |
| Public safety..... | 13,600,138 | 11,437,288 | | | 13,600,138 | 11,437,288 |
| Public works..... | 8,982,094 | 10,199,000 | | | 8,982,094 | 10,199,000 |
| Leisure services..... | 1,094,728 | 1,611,336 | | | 1,094,728 | 1,611,336 |
| Public libraries..... | 2,839,690 | 2,104,712 | | | 2,839,690 | 2,104,712 |
| Human services..... | 2,572,554 | 1,883,813 | | | 2,572,554 | 1,883,813 |
| Education..... | 53,255,924 | 48,370,265 | | | 53,255,924 | 48,370,265 |
| Interest expense..... | 1,611,968 | 1,546,105 | | | 1,611,968 | 1,546,105 |
| Wintonbury Hills Golf Course..... | | | 2,015,280 | 2,150,766 | 2,015,280 | 2,150,766 |
| TOTAL EXPENSES..... | 90,369,048 | 82,949,096 | 2,015,280 | 2,150,766 | 92,384,328 | 85,099,862 |
| CHANGE IN NET ASSETS..... | 7,162,633 | 14,759,334 | (116,014) | (263,691) | 7,046,619 | 14,495,643 |
| NET ASSETS - JULY 1..... | 56,042,310 | 33,315,343 | 10,323,351 | 10,729,022 | 66,365,661 | 44,044,365 |
| NET ASSET - JUNE 30..... | \$ 63,204,943 | \$ 48,074,677 | \$ 10,207,337 | \$ 10,465,331 | \$ 73,412,280 | \$ 58,540,008 |

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Government-Wide Financial Analysis (continued)

Business-type activities. Business-type activities, which for the Town is the operation of Wintonbury Hills Golf Course, decreased the Town's net assets by \$116,014. General revenues do not support the Town's business-type activities; thus, the only source of revenues is from charges for services.

The golf course operation had an operating loss of \$109,979 in fiscal 2010 and reflects problems the golf industry is experiencing nationally and in the greater Hartford area due to an oversupply of courses and the poor economy.

Financial Analysis of the Town's Funds

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

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$17,884,908, an increase of \$4,668,941 in comparison with the prior year. Of this total amount, \$4,451,564 constitutes an unreserved fund balance. There was a deficit unreserved fund balance in the Capital Projects fund in the amount of (\$6,569,156) which is the result of a large amount of capital construction commitments that will be funded by future debt issuance and State of Connecticut school construction grants. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for encumbrances of \$720,057 and construction commitments of \$12,713,287 in the capital projects fund.

The general fund is the operating fund of the Town. At the end of the current fiscal year, unreserved fund balance of the general fund was \$9,307,572, while total fund balance reached \$10,027,629. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total general fund expenditures. Unreserved fund balance represents 12.7% of total general fund expenditures, while total fund balance represents 13.7% of that same amount.

The Town's unreserved general fund increased by \$1,223,309 during the current fiscal year. The increase was attributable to lower than budgeted personnel costs due to unfilled positions most of which remained unfilled in the subsequent year budget and savings in the education function.

Nonrecurring capital projects fund. This fund accounts for financial resources to be used for the acquisition of major equipment or construction of facilities. The nonrecurring capital projects fund's revenues and other financing sources exceeded expenditures by \$3,492,907 for the fiscal year. This resulted from \$20.0 million in bond anticipation notes issued during the year for the school renovations project.

Proprietary funds. The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Town has two proprietary funds, the Wintonbury Hills Golf Course Fund (WHGC) and internal service fund used for employee and retiree health insurance. There was a decrease in net assets of (\$116,014) in the WHGC Fund due a drop in operating income from less rounds of play. The internal service fund had an increase to its net assets of \$627,903 for a total of net assets of \$3,111,515. This was due to excess revenue (charges for premiums) over operating expenses (claims and administration fees) of \$540,662 and investment income of \$87,241.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

General Fund Budgetary Highlights

There were no supplemental appropriations added to the original budget. Because the actual revenues and other financing sources exceeded expenditures by \$1,223,309, no fund balance drawdown was needed. This positive operating result was mainly due to lower than budgeted personnel costs on the general government side and savings on the Board of Education in transportation and special education costs.

Capital Asset and Debt Administration

Capital assets. The Town's investment in capital assets (net of depreciation) for its governmental and business-type activities as of June 30, 2010, amounted to \$122,700,449 and \$10,718,660, respectively. This investment in capital assets includes land, construction in progress, buildings, land improvements, furniture and equipment, and infrastructure. The net increase in the Town's investment in capital assets for the current fiscal year was \$27,183,270 primarily for education purposes due to the school renovation projects.

Major capital asset activity during the year was as follows:

- The net increase in the Town's investment in capital assets was the result of construction in progress related to a new school and other school projects.

| TOWN OF BLOOMFIELD | | | | | | |
|----------------------------|-------------------------|----------------------|--------------------------|---------------------|----------------------|----------------------|
| CAPITAL ASSETS | | | | | | |
| (net of depreciation) | | | | | | |
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| Land..... | \$ 41,069,302 | \$ 40,973,262 | \$ 1,000,000 | \$ 1,000,000 | \$ 42,069,302 | \$ 41,973,262 |
| Construction in progress.. | 61,321,296 | 39,068,539 | | | 61,321,296 | 39,068,539 |
| Buildings..... | 10,528,164 | 5,451,202 | 1,412,295 | 1,444,761 | 11,940,459 | 6,895,963 |
| Land improvements..... | 455,672 | 350,047 | 7,725,069 | 7,902,657 | 8,180,741 | 8,252,704 |
| Furniture and equipment.. | 3,244,160 | 3,174,132 | 581,296 | 518,749 | 3,825,456 | 3,692,881 |
| Infrastructure..... | 6,081,855 | 6,352,490 | | | 6,081,855 | 6,352,490 |
| TOTAL..... | \$ 122,700,449 | \$ 95,369,672 | \$10,718,660 | \$10,866,167 | \$133,419,109 | \$106,235,839 |

Additional information on the Town's capital assets can be found in Note III.C.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Capital Asset and Debt Administration (continued)

Long-term debt. At the end of the current fiscal year, the Town had total debt outstanding of \$48,135,535. This represents a net decrease of \$18,085,025 from the previous year. The increase is chiefly due to the issuance of \$20.0 million in bond anticipation notes on November 19, 2009 and maturing November 30, 2010, which was permanently financed in October 2010. All bonded debt is general obligation debt backed by the full faith and credit of the Town.

**TOWN OF BLOOMFIELD OUTSTANDING DEBT
JUNE 30, 2010 AND 2009**

| | Governmental Activities | |
|-------------------------------------|--------------------------------|----------------------|
| | 2010 | 2009 |
| General Obligation Bonds | \$27,945,000 | \$ 29,845,000 |
| Bond Anticipation Notes | 20,000,000 | -0- |
| Loan Payable - State of Connecticut | 190,535 | 205,510 |
| TOTAL | \$48,135,535 | \$ 30,050,510 |

The Town's outstanding debt is rated "Aa2" by Moody's Investor Service and "AA" by Standard & Poor's Rating Group.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7 times total tax collections including interest and lien fees and the tax relief for elderly freeze grant. The current debt limitation for the Town is \$450,472,197, which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in Note III.E.

Economic Factors and Next Year's Budgets and Rates

From a financial perspective as detailed in this annual financial report, Bloomfield successfully managed the 2009-10 budget through prudent, conservative fiscal management as evidenced by the increase to the town's general fund balance of \$1.2 million. The Town's adopted 2010-11 General Fund appropriation totaled \$73.2 million, an increase of 3.9%. The mill rate was reduced by 2.81 mills or 7.9% to reflect the impact of the property revaluation, which was implemented on July 1, 2010. On the revenue side, the 10/1/2009 taxable list increased 13.5% due to the mandated revaluation. Estimated State aid to the Town, which comprises about 8.5% of revenue, remained unchanged from the prior year. The stagnant economy impacted other revenue sources such as building permits, real estate conveyance fees and interest income, which are estimated to remain at the prior year's level. There was no draw from the fund balance, which remains at 12.7% of the 2010-11 appropriations and is consistent with the parameters as set forth by the credit industry. The net impact on the above is the Town continues to rely heavily on the property tax, which comprises over 60% of the Town's revenue.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Bloomfield, like most municipalities, is facing ongoing, serious challenges in the current economic climate. The State of Connecticut's revenue from the personal income tax has been seriously impacted by the downturn, particularly from the turmoil in the financial services industry and is projecting a deficit of \$3.5 billion in FY 11-12. The Town will also continue to be challenged from growing costs in the employee benefits area, particularly health care costs and pensions. The Town has taken measures to control its future pension liability by closing both the Police and Town Employee plans in 2002 and 2003, respectively. In terms of health care, increased employee contributions and plan design changes have been introduced at the collective bargaining level to reduce the impact on the Bloomfield taxpayers. Its obligation for Other Post Employment Benefits (OPEB) is significant at \$83 million and a required contribution annually of \$8.3 million, which will pose a burden for future budgets. In order to get through these tough financial times, the Town must maintain fiscal discipline, expand its economic development activities and exercise cost control and expand operating efficiencies.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, 800 Bloomfield Ave, Bloomfield CT 06002.

Basic Financial Statements

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF NET ASSETS
JUNE 30, 2010

| | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | TOTAL |
|---|----------------------------|-----------------------------|--------------------|
| <u>ASSETS</u> | | | |
| Current assets: | | | |
| Cash..... | \$ 7,944,592 | \$ 126,731 | \$ 8,071,323 |
| Investments..... | 23,011,123 | | 23,011,123 |
| Receivables: | | | |
| Property taxes..... | 1,319,103 | | 1,319,103 |
| Accounts..... | 266,504 | 1,780 | 268,284 |
| Intergovernmental..... | 110,752 | | 110,752 |
| Loans..... | 940 | | 940 |
| Inventory..... | | 90,690 | 90,690 |
| Internal balances..... | 399,000 | (399,000) | - |
| Other assets..... | 11,915 | | 11,915 |
| Net pension asset..... | 628 | | 628 |
| Total current assets..... | 33,064,557 | (179,799) | 32,884,758 |
| Noncurrent assets: | | | |
| Receivables (net): | | | |
| Property taxes..... | 1,001,654 | | 1,001,654 |
| Loans..... | 513,688 | | 513,688 |
| Total receivables (net)..... | 1,515,342 | - | 1,515,342 |
| Other noncurrent assets..... | 88,624 | | 88,624 |
| Capital assets (net of accumulated depreciation): | | | |
| Land..... | 41,069,302 | 1,000,000 | 42,069,302 |
| Construction in progress..... | 61,321,296 | | 61,321,296 |
| Buildings..... | 10,528,164 | 1,412,295 | 11,940,459 |
| Land improvements..... | 455,672 | 7,725,069 | 8,180,741 |
| Furniture and equipment..... | 3,244,160 | 581,296 | 3,825,456 |
| Infrastructure..... | 6,081,855 | | 6,081,855 |
| Total capital assets (net of accumulated depreciation).... | 122,700,449 | 10,718,660 | 133,419,109 |
| Total noncurrent assets..... | 124,304,415 | 10,718,660 | 135,023,075 |
| TOTAL ASSETS..... | 157,368,972 | 10,538,861 | 167,907,833 |

(Continued)

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF NET ASSETS
JUNE 30, 2010

| | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | TOTAL |
|--|----------------------------|-----------------------------|----------------------|
| <u>LIABILITIES</u> | | | |
| LIABILITIES: | | | |
| Current liabilities: | | | |
| Bank overdraft..... | \$ 806,341 | \$ | \$ 806,341 |
| Accounts payable..... | 5,821,626 | 105,725 | 5,927,351 |
| Accrued liabilities..... | 1,788,768 | 52,499 | 1,841,267 |
| Accrued interest payable..... | 408,894 | | 408,894 |
| Unearned revenue..... | 2,560,210 | | 2,560,210 |
| Bonds and notes payable..... | 1,916,911 | | 1,916,911 |
| Capital leases payable..... | 130,396 | 40,602 | 170,998 |
| Compensated absences..... | 920,346 | | 920,346 |
| Total current liabilities..... | 14,353,492 | 198,826 | 14,552,318 |
| Noncurrent liabilities: | | | |
| Bonds, notes, and related liabilities..... | 46,264,844 | | 46,264,844 |
| Capital leases payable..... | 423,904 | 132,698 | 556,602 |
| Landfill closure and postclosure care..... | 18,360,570 | | 18,360,570 |
| Compensated absences..... | 3,681,386 | | 3,681,386 |
| Net OPEB obligation..... | 11,079,833 | | 11,079,833 |
| Total noncurrent liabilities..... | 79,810,537 | 132,698 | 79,943,235 |
| TOTAL LIABILITIES..... | 94,164,029 | 331,524 | 94,495,553 |
| <u>NET ASSETS</u> | | | |
| Invested in capital assets, net of related debt..... | 73,964,394 | 10,545,360 | 84,509,754 |
| Restricted for: | | | |
| Capital projects..... | 6,144,131 | | 6,144,131 |
| Unrestricted..... | (16,903,582) | (338,023) | (17,241,605) |
| TOTAL NET ASSETS..... | \$ 63,204,943 | \$ 10,207,337 | \$ 73,412,280 |

(Concluded)

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

| FUNCTIONS/PROGRAMS | EXPENSES | PROGRAM REVENUES | | | NET EXPENSES AND CHANGES IN NET ASSETS | | TOTAL |
|---|----------------------|-------------------------|--|--|---|-----------------------------|------------------------|
| | | CHARGES FOR SERVICES | OPERATING GRANTS AND CONTRIBUTIONS | CAPITAL GRANTS AND CONTRIBUTIONS | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | |
| GOVERNMENTAL ACTIVITIES: | | | | | | | |
| Administration..... | \$ 5,078,435 | \$ 501,318 | \$ 32,596 | \$ | \$ (4,544,521) | \$ | \$ (4,544,521) |
| Planning and development..... | 1,333,517 | 338,804 | | | (994,713) | | (994,713) |
| Public safety..... | 13,600,138 | 924,889 | 297,849 | | (12,377,400) | | (12,377,400) |
| Public works..... | 8,982,094 | 71,582 | 496,435 | | (8,414,077) | | (8,414,077) |
| Leisure services..... | 1,094,728 | 180,803 | | | (913,925) | | (913,925) |
| Public libraries..... | 2,839,690 | 22,468 | 21,567 | | (2,795,655) | | (2,795,655) |
| Human services..... | 2,572,554 | 72,402 | 31,338 | | (2,468,814) | | (2,468,814) |
| Education..... | 53,255,924 | 1,398,909 | 14,285,410 | 13,910,832 | (23,660,773) | | (23,660,773) |
| Interest expense..... | 1,611,968 | | | | (1,611,968) | | (1,611,968) |
| TOTAL GOVERNMENTAL ACTIVITIES..... | 90,369,048 | 3,511,175 | 15,165,195 | 13,910,832 | (57,781,846) | - | (57,781,846) |
| BUSINESS-TYPE ACTIVITIES: | | | | | | | |
| Wintonbury Hills Golf Course..... | 2,015,280 | 1,899,266 | | | | (116,014) | (116,014) |
| TOTAL..... | \$ 92,384,328 | \$ 5,410,441 | \$ 15,165,195 | \$ 13,910,832 | \$ (57,781,846) | \$ (116,014) | \$ (57,897,860) |
| GENERAL REVENUES: | | | | | | | |
| Property taxes..... | | | | | \$ 62,163,933 | \$ | \$ 62,163,933 |
| Grants and contributions not restricted to specific programs..... | | | | | 2,354,256 | | 2,354,256 |
| Investment income..... | | | | | 336,532 | | 336,532 |
| Miscellaneous..... | | | | | 89,758 | | 89,758 |
| TOTAL GENERAL REVENUES..... | | | | | 64,944,479 | - | 64,944,479 |
| CHANGE IN NET ASSETS..... | | | | | 7,162,633 | (116,014) | 7,046,619 |
| NET ASSETS - JULY 1, 2009..... | | | | | 56,042,310 | 10,323,351 | 66,365,661 |
| NET ASSETS - JUNE 30, 2010..... | | | | | \$ 63,204,943 | \$ 10,207,337 | \$ 73,412,280 |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUT

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

| | GENERAL | NONRECURRING CAPITAL PROJECTS | OTHER GOVERNMENTAL FUNDS | TOTAL GOVERNMENTAL FUNDS |
|---|----------------------|-------------------------------------|--------------------------------|--------------------------------|
| ASSETS | | | | |
| Cash..... | \$ 5,872,559 | \$ | \$ 2,072,033 | \$ 7,944,592 |
| Investments..... | 17,657,176 | 127,157 | 141,996 | 17,926,329 |
| Receivables: | | | | |
| Property taxes..... | 2,328,442 | | | 2,328,442 |
| Accounts..... | 236,745 | | 29,759 | 266,504 |
| Intergovernmental..... | | | 110,752 | 110,752 |
| Loans..... | | | 525,150 | 525,150 |
| Due from other funds..... | 4,393,780 | 10,680,137 | 1,237,506 | 16,311,423 |
| Other..... | | | 11,915 | 11,915 |
| TOTAL ASSETS..... | \$ 30,488,702 | \$ 10,807,294 | \$ 4,129,111 | \$ 45,425,107 |
| LIABILITIES AND FUND BALANCES | | | | |
| LIABILITIES: | | | | |
| Bank overdraft..... | \$ 806,341 | \$ | \$ | \$ 806,341 |
| Accounts payable..... | 1,443,408 | 4,224,006 | 181,348 | 5,848,762 |
| Accrued liabilities..... | 761,769 | 312,000 | 9,427 | 1,083,196 |
| Due to other funds..... | 12,944,284 | | 1,673,296 | 14,617,580 |
| Deferred and unearned revenue..... | 4,505,271 | 127,157 | 551,892 | 5,184,320 |
| TOTAL LIABILITIES..... | 20,461,073 | 4,663,163 | 2,415,963 | 27,540,199 |
| FUND BALANCES: | | | | |
| Reserved for: | | | | |
| Encumbrances..... | 720,057 | | | 720,057 |
| Commitments..... | | 12,713,287 | | 12,713,287 |
| Unreserved, reported in: | | | | |
| General fund..... | 9,307,572 | | | 9,307,572 |
| Special revenue funds..... | | | 1,713,148 | 1,713,148 |
| Capital projects funds..... | | (6,569,156) | | (6,569,156) |
| TOTAL FUND BALANCES..... | 10,027,629 | 6,144,131 | 1,713,148 | 17,884,908 |
| TOTAL LIABILITIES AND FUND BALANCES..... | \$ 30,488,702 | \$ 10,807,294 | \$ 4,129,111 | \$ 45,425,107 |

(Continued)

TOWN OF BLOOMFIELD, CONNECTICUT

RECONCILIATION OF FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS (EXHIBIT A) ARE DIFFERENT FROM THE GOVERNMENTAL FUND BALANCE SHEET. THE DETAILS OF THIS DIFFERENCE ARE AS FOLLOWS:

| | | |
|--|----|------------|
| TOTAL FUND BALANCES (EXHIBIT C, PAGE 1)..... | \$ | 17,884,908 |
|--|----|------------|

CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES ARE NOT FINANCIAL RESOURCES AND, THEREFORE, ARE NOT REPORTED IN THE FUNDS:

| | |
|-----------------------------------|-------------|
| Beginning net capital assets..... | 95,369,672 |
| Capital assets additions..... | 29,095,107 |
| Depreciation expense..... | (1,568,765) |
| Disposal of capital assets..... | (195,565) |

OTHER LONG-TERM ASSETS ARE NOT AVAILABLE TO PAY FOR CURRENT PERIOD EXPENDITURES AND, THEREFORE, ARE DEFERRED IN THE FUNDS:

| | |
|--|-----------|
| Property tax interest and lien accrual..... | 652,315 |
| Property tax and loan receivable - accrual basis change..... | 2,624,110 |
| Net pension asset..... | 628 |
| Allowance for doubtful accounts..... | (670,522) |
| Other assets..... | 88,624 |

LONG-TERM LIABILITIES ARE NOT DUE AND PAYABLE IN THE CURRENT PERIOD AND, THEREFORE, ARE NOT REPORTED IN THE FUNDS:

| | |
|--|--------------|
| Bonds and notes payable..... | (48,181,755) |
| Landfill closure and postclosure care..... | (18,360,570) |
| Compensated absences..... | (4,601,732) |
| Capital leases payable..... | (554,300) |
| Net OPEB obligation..... | (11,079,833) |
| Accrued interest payable..... | (408,894) |

INTERNAL SERVICE FUNDS ARE USED BY MANAGEMENT TO CHARGE THE COST OF MEDICAL INSURANCE BENEFITS TO INDIVIDUAL DEPARTMENTS:

| | |
|--|-----------|
| The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets..... | 3,111,515 |
|--|-----------|

| | | |
|--|----|------------|
| NET ASSETS OF GOVERNMENTAL ACTIVITIES..... | \$ | 63,204,943 |
|--|----|------------|

(Concluded)

TOWN OF BLOOMFIELD, CONNECTICUT

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

| | GENERAL | NONRECURRING CAPITAL PROJECTS | OTHER GOVERNMENTAL FUNDS | TOTAL GOVERNMENTAL FUNDS |
|---|----------------------|-------------------------------------|--------------------------------|--------------------------------|
| REVENUES: | | | | |
| Property taxes..... | \$ 62,139,854 | \$ | \$ | \$ 62,139,854 |
| Intergovernmental..... | 10,277,496 | 13,910,832 | 6,786,586 | 30,974,914 |
| Investment income..... | 247,948 | | 1,343 | 249,291 |
| Charges for services..... | 1,575,137 | | 1,936,978 | 3,512,115 |
| Contributions..... | | | 141,369 | 141,369 |
| Other..... | 86,940 | | 2,818 | 89,758 |
| TOTAL REVENUES..... | 74,327,375 | 13,910,832 | 8,869,094 | 97,107,301 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Administration..... | 2,830,222 | | | 2,830,222 |
| Boards and agencies..... | 103,225 | | | 103,225 |
| Planning and development..... | 626,537 | | | 626,537 |
| Public safety..... | 6,750,622 | | 549,016 | 7,299,638 |
| Public works..... | 2,616,066 | | 7,565 | 2,623,631 |
| Leisure services..... | 637,660 | | 124,208 | 761,868 |
| Public libraries..... | 1,328,969 | | | 1,328,969 |
| Human services..... | 1,331,051 | | 96,547 | 1,427,598 |
| Facilities..... | 1,813,899 | | | 1,813,899 |
| Fixed charges..... | 11,066,954 | | | 11,066,954 |
| Miscellaneous..... | 285,904 | | | 285,904 |
| Education..... | 40,445,920 | | 7,860,706 | 48,306,626 |
| Capital outlay..... | | 30,687,925 | | 30,687,925 |
| Debt service..... | 3,275,364 | | | 3,275,364 |
| TOTAL EXPENDITURES..... | 73,112,393 | 30,687,925 | 8,638,042 | 112,438,360 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES..... | 1,214,982 | (16,777,093) | 231,052 | (15,331,059) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Issuance of debt..... | | 20,000,000 | | 20,000,000 |
| Transfers in..... | | 270,000 | | 270,000 |
| Transfers out..... | (270,000) | | | (270,000) |
| NET OTHER FINANCING SOURCES (USES)..... | (270,000) | 20,270,000 | - | 20,000,000 |
| NET CHANGE IN FUND BALANCES..... | 944,982 | 3,492,907 | 231,052 | 4,668,941 |
| FUND BALANCES - JULY 1, 2009..... | 9,082,647 | 2,651,224 | 1,482,096 | 13,215,967 |
| FUND BALANCES - JUNE 30, 2010..... | \$ 10,027,629 | \$ 6,144,131 | \$ 1,713,148 | \$ 17,884,908 |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES
(EXHIBIT B) ARE DUE TO:

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS (EXHIBIT D)..... \$ 4,668,941

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

| | |
|---------------------------|--------------------|
| Capital outlay..... | 29,095,107 |
| Depreciation expense..... | <u>(1,568,765)</u> |

Total 27,526,342

The net effect of various miscellaneous transactions involving capital assets (i. e., sales, trade-ins and donations) is to increase net assets. In the Statement of Activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold.....

(195,565)

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:

| | |
|--|-----------------|
| Change in property tax and loan receivable - accrual basis change..... | 107,768 |
| Change in property tax interest and lien revenue..... | <u>(84,629)</u> |

Total 23,139

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The details of these differences in the treatment of long-term debt and related items are as follows:

| | |
|---|----------------|
| Debt issued or incurred: | |
| Issuance of general obligation bonds..... | (20,000,000) |
| Principal repayments: | |
| General obligation bonds..... | 1,900,000 |
| Notes payable..... | 14,975 |
| Capital leases..... | <u>150,300</u> |

Total (17,934,725)

(Continued)

TOWN OF BLOOMFIELD, CONNECTICUT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

| | |
|--|---------------------|
| Landfill postclosure care..... | \$ (958,640) |
| Compensated absences..... | (216,850) |
| Accrued interest payable..... | (220,576) |
| Amortization of premium..... | 2,568 |
| Other..... | (5,651) |
| Net pension asset..... | (11) |
| Net OPEB obligation..... | <u>(6,154,242)</u> |
| Total | <u>(7,553,402)</u> |
| Internal Service Funds are used by management to charge costs of risk management to individual funds..... | <u>540,662</u> |
| The net revenue of the activities of the Internal Service Fund is reported with governmental activities..... | <u>87,241</u> |
| CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES (EXHIBIT B) | <u>\$ 7,162,633</u> |
| | (Concluded) |

TOWN OF BLOOMFIELD, CONNECTICUTSTATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010

| | BUSINESS-TYPE ACTIVITIES <u>ENTERPRISE FUND</u> | <u>GOVERNMENTAL ACTIVITIES</u> |
|--|---|------------------------------------|
| | WINTONBURY HILLS GOLF COURSE | INTERNAL SERVICE FUNDS |
| <u>ASSETS</u> | | |
| Current assets: | | |
| Cash..... | \$ 126,731 | \$ 5,084,794 |
| Investments..... | | 5,084,794 |
| Accounts receivable..... | 1,780 | |
| Inventory..... | 90,690 | |
| Due from other funds..... | | 1,165,289 |
| | <u>219,201</u> | <u>6,250,083</u> |
| Total current assets..... | 219,201 | 6,250,083 |
| Capital assets (net): | | |
| Land..... | 1,000,000 | |
| Buildings..... | 1,412,295 | |
| Land improvements..... | 7,725,069 | |
| Equipment..... | 581,296 | |
| | <u>10,718,660</u> | <u>-</u> |
| Total capital assets (net)..... | 10,718,660 | - |
| TOTAL ASSETS..... | <u>10,937,861</u> | <u>6,250,083</u> |
| <u>LIABILITIES</u> | | |
| Current liabilities: | | |
| Accounts payable..... | 105,725 | 14,010 |
| Accrued liabilities..... | 52,499 | |
| Claims payable..... | | 664,426 |
| Due to other funds..... | 399,000 | 2,460,132 |
| Capital leases payable..... | 40,602 | |
| | <u>597,826</u> | <u>3,138,568</u> |
| Total current liabilities..... | 597,826 | 3,138,568 |
| Noncurrent liability: | | |
| Capital leases payable..... | 132,698 | |
| | <u>132,698</u> | |
| TOTAL LIABILITIES..... | <u>730,524</u> | <u>3,138,568</u> |
| <u>NET ASSETS</u> | | |
| Invested in capital assets, net of related debt..... | 10,545,360 | |
| Unrestricted..... | (338,023) | 3,111,515 |
| | <u>\$ 10,207,337</u> | <u>\$ 3,111,515</u> |
| TOTAL NET ASSETS..... | <u>\$ 10,207,337</u> | <u>\$ 3,111,515</u> |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUTSTATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

| | BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND | GOVERNMENTAL ACTIVITIES |
|---|--|------------------------------|
| | WINTONBURY HILLS GOLF COURSE | INTERNAL SERVICE FUNDS |
| OPERATING REVENUES: | | |
| Premiums..... | \$ | \$ 10,176,203 |
| Charges for services..... | 1,899,266 | |
| TOTAL OPERATING REVENUES..... | 1,899,266 | 10,176,203 |
| OPERATING EXPENSES: | | |
| Golf operations..... | 315,352 | |
| Maintenance operations..... | 539,267 | |
| General and administrative..... | 452,751 | |
| Food and beverage operations..... | 386,303 | |
| Marketing..... | 24,666 | |
| Depreciation..... | 290,906 | |
| Claims..... | | 9,057,029 |
| Administration..... | | 578,512 |
| TOTAL OPERATING EXPENSES..... | 2,009,245 | 9,635,541 |
| OPERATING INCOME (LOSS)..... | (109,979) | 540,662 |
| NONOPERATING REVENUES (EXPENSES): | | |
| Investment income..... | | 87,241 |
| Interest expense..... | (6,035) | |
| TOTAL NONOPERATING REVENUES (EXPENSES)..... | (6,035) | 87,241 |
| CHANGE IN NET ASSETS..... | (116,014) | 627,903 |
| TOTAL NET ASSETS - JULY 1, 2009..... | 10,323,351 | 2,483,612 |
| TOTAL NET ASSETS - JUNE 30, 2010..... | \$ 10,207,337 | \$ 3,111,515 |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

| | BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND | GOVERNMENTAL ACTIVITIES |
|--|--|------------------------------|
| | WINTONBURY HILLS GOLF COURSE | INTERNAL SERVICE FUNDS |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Receipts from customers and users..... | \$ 1,915,194 | \$ 10,735,147 |
| Payments to suppliers..... | (1,796,339) | (578,392) |
| Claims paid..... | | (9,096,974) |
| NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES..... | 118,855 | 1,059,781 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | |
| Principal paid on capital leases..... | (52,470) | |
| Interest paid on capital leases..... | (6,035) | |
| NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES..... | (58,505) | - |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Investment income..... | | 87,241 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS..... | 60,350 | 1,147,022 |
| CASH AND CASH EQUIVALENTS - JULY 1, 2009..... | 66,381 | 3,937,772 |
| CASH AND CASH EQUIVALENTS - JUNE 30, 2010..... | <u>\$ 126,731</u> | <u>\$ 5,084,794</u> |
| RECONCILIATION TO EXHIBIT G - CASH: | | |
| CASH AND CASH EQUIVALENTS PER ABOVE..... | \$ 126,731 | \$ 5,084,794 |
| CASH EQUIVALENTS REPORTED AS INVESTMENTS..... | | (5,084,794) |
| CASH - EXHIBIT G..... | <u>\$ 126,731</u> | <u>\$ -</u> |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES: | | |
| Operating income (loss)..... | \$ (109,979) | \$ 540,662 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | |
| Depreciation expense..... | 290,906 | |
| (Increase) decrease in: | | |
| Accounts receivable..... | 15,928 | 60,000 |
| Inventory..... | 16,461 | |
| Increase (decrease) in: | | |
| Accounts payable..... | (36,028) | 12,809 |
| Accrued liabilities..... | (9,420) | |
| Claims payable..... | | (39,945) |
| Due to other funds..... | (49,013) | 486,255 |
| NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES..... | \$ 118,855 | \$ 1,059,781 |
| NONCASH CAPITAL FINANCING ACTIVITIES: | | |
| Capital assets of \$143,399 were acquired with a capital lease agreement. | | |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010

| | PENSION TRUST FUNDS | AGENCY FUNDS |
|--|---------------------------|-----------------|
| <u>ASSETS</u> | | |
| CASH..... | \$ | \$ 145,722 |
| INVESTMENTS, AT FAIR VALUE: | | |
| Pooled fixed income..... | 12,908,974 | |
| Mutual funds: | | |
| Money market mutual funds..... | 3,056 | |
| Bond mutual funds..... | 10,903,485 | |
| Equity mutual funds..... | 22,359,660 | |
| Real estate mutual funds..... | 1,866,658 | |
| TOTAL INVESTMENTS..... | 48,041,833 | - |
| TOTAL ASSETS..... | 48,041,833 | 145,722 |
| <u>LIABILITY</u> | | |
| LIABILITY: | | |
| Accounts payable..... | | 145,722 |
| <u>NET ASSETS</u> | | |
| NET ASSETS HELD IN TRUST FOR PENSION BENEFITS..... | \$ 48,041,833 | \$ - |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUT

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

| | PENSION TRUST FUNDS |
|--|---------------------------|
| ADDITIONS: | |
| Contributions: | |
| Employer..... | \$ 2,656,476 |
| Plan members..... | 1,178,175 |
| Total contributions..... | <u>3,834,651</u> |
| Investment income: | |
| Change in fair value of investments..... | 3,219,193 |
| Interest and dividends..... | 1,573,064 |
| Total investment income..... | 4,792,257 |
| Less investment expenses..... | <u>(22,876)</u> |
| Net investment income..... | <u>4,769,381</u> |
| TOTAL ADDITIONS..... | <u>8,604,032</u> |
| DEDUCTIONS: | |
| Benefits..... | 4,908,305 |
| Administration..... | 32,591 |
| TOTAL DEDUCTIONS..... | <u>4,940,896</u> |
| CHANGE IN NET ASSETS..... | 3,663,136 |
| NET ASSETS - JULY 1, 2009..... | <u>44,378,697</u> |
| NET ASSETS - JUNE 30, 2010..... | <u>\$ 48,041,833</u> |

The notes to the financial statements are an integral part of this statement.

TOWN OF BLOOMFIELD, CONNECTICUTNOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010HISTORY AND ORGANIZATION

The Town of Bloomfield, Connecticut (the "Town") adopted its first charter on October 5, 1959, effective January 1, 1960. The Charter provides for a Town Council-Town Manager form of government and provides such services as are authorized by the Charter. Among these services are general administrative services, public safety, boards and agencies, public works, parks and recreation, public libraries, health and social services, and education.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIESA. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are normally supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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 and major individual enterprise funds are reported as separate columns in the fund financial statements.

B. 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. Agency funds do not have a measurement focus but are accounted for using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

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.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Property taxes, expenditure reimbursement type grants, certain intergovernmental revenues, transfers, 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. All other revenue items are considered to be measurable and available only when cash is received by the Town.

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 general government, except those required to be accounted for in another fund.

The *Nonrecurring Capital Projects Fund* accounts for the financial resources to be used for capital expenditures or for the acquisition or construction of capital facilities, improvements and/or equipment.

The Town reports the following major proprietary fund:

The *Wintonbury Hills Golf Course Fund* is a fund used to account for the operation and maintenance of the Wintonbury Hills Golf Course, which is owned by the Town and is primarily supported through charges to customers.

Additionally, the Town reports the following fund types:

The *Internal Service Funds* account for risk financing activities for medical insurance benefits as allowed by GASB Statement No. 10.

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

The *Agency Funds* account for monies held on-behalf of students and citizens.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The Town also has the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Town has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions are 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.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Wintonbury Hills Golf Course fund and of the Town's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. 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.

C. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

Deposits - The Town considers cash equivalents as cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less from the date of acquisition.

Investments - In general, State of Connecticut Statutes allow the Town to invest in obligations of the United States of America or United States government sponsored corporations, in shares or other interests in any custodial arrangement, pool, or no-load, open-end management type investment company or investment trust (as defined), in obligations of any State or political subdivision rated within the top two rating categories of any nationally recognized rating service, or in obligations of the State of Connecticut or political subdivision rated within the top three rating categories of any nationally recognized rating service. For the capital projects fund, not more than 31% can be invested in equity securities. Investment income is recorded in the fund in which it was earned.

Investments for the Town are reported at fair value. State Treasurers Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c - 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares. The balance of the pooled fixed income investments were invested in a 2a-7 like pool, which operates within State Statutes. The fair value of the position in the pool is the same as the value of the pool shares.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Liabilities, and Net Assets or Equity (Continued)

2. Receivables and Payables

a. Interfunds

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 non-current portion of interfund loans).

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

b. Property Taxes and Other Receivables

In the government-wide financial statements, all trade and property tax receivables are shown net of an allowance for uncollectibles. Allowance percentages range from 2 to 50 percent of outstanding receivable balances and are calculated based upon prior collections.

In the fund financial statements, all property taxes receivable at June 30, 2010, which have not been collected within 60 days of June 30, have been recorded as deferred revenue since they are not considered to be available to finance expenditures of the current year. Taxes collected during the 60 day period have been recorded as revenue.

Property taxes are assessed on property as of October 1. Taxes are billed in the following July and are due in one installment, July 1. Second bills are sent out for delinquent taxes at the beginning of September. Motor vehicle taxes are payable in one installment due July 1. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date.

Loans receivable consists of Community Development Block Grant loans. The Town provides low interest rate loans for residential property rehabilitation.

3. Inventories

All inventories are valued at specific cost using the first-in/first-out (FIFO) method. Inventory in the Enterprise Fund consists of supplies and materials.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Liabilities, and Net Assets or Equity (Continued)

4. 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 Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

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

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

| <u>Assets</u> | <u>Years</u> |
|--------------------------|--------------|
| <u>Infrastructure:</u> | |
| Roads | 30 |
| Signage | 7 |
| Walkways and paths | 30 |
| Bridges | 30 |
| <u>Buildings:</u> | |
| Buildings | 50 |
| Improvements | 20 |
| <u>Land improvements</u> | 50 |
| <u>Equipment:</u> | |
| Computer equipment | 5 |
| Contractor's equipment | 8-15 |
| Furniture and fixtures | 20 |
| Miscellaneous equipment | 5-20 |
| Vehicles | 3-10 |

5. Compensated Absences

The Town's personnel policies provide for a carryover of unused vacation days up to twice the employee's current vacation entitlement. In addition, up to 150 days of unused sick leave may be accumulated. Such sick days may be used in the event of sickness and, for employees meeting certain criteria for age and length of service, a vested portion may be taken as leave upon termination of employment or retirement, at the employee's then current salary rate.

The Board of Education's personnel policies allow for teachers and non-teachers to accumulate unused sick time up to a maximum number of days stated by individual union contracts. Of the total days accumulated, only a percentage of the total days, as noted in the union contracts, will be paid to employees upon retirement.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Liabilities, and Net Assets or Equity (Continued)

6. 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 governmental activities, business-type 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 the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

7. Fund Equity and Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

In the government-wide financial statements, net assets are classified into the following categories:

Invested in Capital Assets, Net of Related Debt

This category presents the net assets that reflect capital assets net of only the debt applicable to the acquisition or construction of these assets. Debt issued for non-capital purpose is excluded.

Restricted Net Assets

This category presents the net assets restricted by external parties (creditors, grantors, contributors or laws and regulations).

Unrestricted Net Assets

This category presents the net assets of the Town which are not restricted.

8. Estimates

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

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgets and Budgetary Accounting

The Town adheres to the following procedures in establishing the budgetary data included in the financial statements of the General Fund, the only fund with a legally adopted annual budget.

- 120 days prior to the fiscal year end, each department head, with the exception of the Chairman of the Board of Education, submits to the Town Manager itemized estimates of expenditures and nontax revenue for the upcoming fiscal year.
- 90 days prior to the fiscal year end, the Chairman of the Board of Education submits to the Town Manager itemized estimates of expenditures and nontax revenue for the upcoming fiscal year.
- Not later than 90 days prior to year end, the Town Manager must submit the budget to the Town Council.
- Not later than 15 days after the Town Manager submits the budget to the Town Council, the Council must hold public hearings to obtain taxpayer comments.
- At the annual Town Meeting on the second Monday in May, the budget is voted on, provided that 5% of the registered voters of the Town are in attendance.
- The Town Manager may transfer unencumbered funds within a department. The Town Council may transfer unencumbered funds between departments and is authorized to make additional appropriations up to 1.5% of the total annual budget of the Town. Additional appropriations in excess of 1.5% of the total annual budget must be approved by Town Meeting. There were no additional appropriations approved during the year.
- The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.
- The Board of Education, which is not a separate legal entity but a function of the Town, is authorized under state law to make any transfers required within their budget at their discretion. Any additional appropriations must have Board of Education and Town Council approval.
- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year end are reported in budgetary reports (RSI-2) as expenditures in the current year. Generally, all unencumbered appropriations lapse at year end, except those for the Capital Projects Funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

B. Budget - GAAP Reconciliation

A reconciliation of revenues and expenditures of the general fund between the accounting treatment required by GAAP (Exhibit D), and budgetary requirements (RSI-1 and RSI-2), is as follows:

| | <u>GENERAL FUND</u> | |
|--|----------------------|----------------------|
| | <u>REVENUES</u> | <u>EXPENDITURES</u> |
| BALANCE, BUDGETARY BASIS, RSI-1 and RSI-2 - JUNE 30, 2010 | \$ 71,602,635 | \$ 70,132,827 |
| Encumbrances outstanding June 30, 2009, still outstanding at June 30, 2010..... | | |
| Encumbrances outstanding June 30, 2009, liquidated during the year ended June 30, 2010..... | | 974,883 |
| Encumbrances charged to budgetary expenditures during the year ended June 30, 2010..... | | (720,057) |
| State Teachers' Retirement on-behalf payment..... | <u>2,724,740</u> | <u>2,724,740</u> |
| BALANCE, GAAP BASIS, EXHIBIT D - JUNE 30, 2010..... | <u>\$ 74,327,375</u> | <u>\$ 73,112,393</u> |

C. Deficit Fund Balances

The following individual funds had deficit fund balances at June 30, 2010:

| | |
|---|------------|
| Special Revenue Funds: | |
| Early Learning Center | \$ 338,011 |
| State and Federal Education Grants..... | 94,577 |

The deficits should be reduced in future years as additional revenues are recognized by the fund from charges for services, or from future transfers from other funds.

D. Capital Projects Authorizations

The following is a summary of certain Capital Projects at June 30, 2010:

| <u>CAPITAL PROJECT</u> | <u>AUTHORIZATION</u> | <u>CUMULATIVE EXPENDITURES</u> | <u>BALANCE JUNE 30, 2010</u> |
|-----------------------------------|-----------------------|------------------------------------|----------------------------------|
| Capital Projects Fund: | | | |
| Early Childhood Magnet School.... | \$ 22,300,000 | \$ 22,004,524 | \$ 295,476 |
| Big Picture High School..... | 6,087,660 | 6,018,721 | 68,939 |
| School Bonding Project..... | <u>94,600,000</u> | <u>41,452,726</u> | <u>53,147,274</u> |
| TOTAL | <u>\$ 122,987,660</u> | <u>\$ 69,475,971</u> | <u>\$ 53,511,689</u> |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES

A. Cash and Investments

Deposits - Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. As of June 30, 2010, \$10,307,400 of the Town's bank balance (including certificates of deposit and money market accounts classified as investments) of \$18,460,278 was exposed to custodial credit risk as follows:

| | |
|--|---------------------|
| Uninsured and uncollateralized..... | \$ 9,176,659 |
| Uninsured and collateral held by the pledging bank's trust department, not in the Town's name | <u>1,130,741</u> |
| Total amount subject to custodial credit risk..... | <u>\$10,307,400</u> |

On October 3, 2008, the Emergency Economic Stabilization Act of 2008 increased the insurance coverage offered by the Federal Deposit Insurance Corporation (FDIC) from \$100,000 to \$250,000 per depositor. This limit is anticipated to return to \$100,000 after December 31, 2013. Additionally, under the FDIC's Temporary Liquidity Guarantee Program (TAG), amounts held in non-interest bearing transaction accounts at participating institutions are fully guaranteed by the FDIC through December 31, 2010. Participation in the TAG program by a financial institution is optional, and therefore, not all financial institutions currently participate in the program. This guarantee is anticipated to be reduced to the \$250,000 limit on January 1, 2011, and the \$100,000 limit on January 1, 2014. The Town had amounts in excess of \$250,000 in a single bank during the year. Amounts over \$250,000 are not insured by the FDIC. These balances fluctuate during the year and can exceed this \$250,000 limit. Management regularly monitors the financial institution, together with its cash balances, and tries to keep this potential risk to a minimum.

At June 30, 2010, the Town's investments consisted of the following:

| TYPE OF INVESTMENT | FAIR VALUE | INVESTMENT MATURITY (in years) | | | |
|----------------------------------|----------------------|--------------------------------|----------------------|----------------------|--------------|
| | | N/A | LESS THAN 1 | 1-5 | 5-10 |
| Mutual funds: | | | | | |
| Money market mutual funds..... | \$ 766,621 | \$ | \$ 766,621 | \$ | \$ |
| Bond mutual funds | 10,903,484 | | | 10,903,484 | |
| Equity mutual funds..... | 22,359,659 | 22,359,659 | | | |
| Real estate mutual funds..... | 1,866,660 | 1,866,660 | | | |
| Bank money market deposits | 10,443,013 | | 10,443,013 | | |
| Pooled fixed income..... | <u>24,713,519</u> | | <u>11,804,545</u> | <u>12,908,974</u> | |
| Total..... | <u>\$ 71,052,956</u> | <u>\$ 24,226,319</u> | <u>\$ 23,014,179</u> | <u>\$ 23,813,458</u> | <u>\$ --</u> |

Of the \$24,713,519 of pooled fixed income, \$11,443,514 was invested in Short Term Investment Fund (STIF). \$361,031 was invested in a 2a-7 like pool, and \$12,908,974 was invested in a guaranteed deposit fund. STIF is an investment pool managed by the State of Connecticut Office of the State Treasurer.

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

Credit risk - The Town has no investment policy that would limit its investment choices due to credit risk other than State Statues governing investments in obligations of any State or political subdivision or in obligations of the State of Connecticut or political subdivision.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

A. Cash and Investments (Continued)

The Town's investments subject to credit risk had average ratings by Standard & Poor's as follows:

| AVERAGE RATING | POOLED FIXED INCOME | MONEY MARKET MUTUAL FUNDS | BOND MUTUAL FUNDS |
|----------------|---------------------------|------------------------------------|-------------------------|
| AAA..... | \$ 11,804,545 | \$ 763,565 | \$ |
| AA..... | | | 10,903,484 |
| A..... | 12,908,974 | | |
| Unrated..... | | 3,056 | |
| TOTAL | <u>\$ 24,713,519</u> | <u>\$ 766,621</u> | <u>\$ 10,903,484</u> |

Custodial credit risk - The Town has no formal policy regarding custodial credit risk. Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. At June 30, 2010, the Town had no investments subject to custodial credit risk.

B. Receivables

Receivables as of year end for the Town's government-wide financial statements by type, including the applicable allowances for uncollectibles, are as follows:

| | PROPERTY TAXES | | | CDBG LOANS |
|---|--------------------|-------------------------|--------------------|-------------------|
| | TAXES | INTEREST & LIEN FEES | TOTAL | |
| Current Portion..... | <u>\$1,069,454</u> | <u>\$ 249,649</u> | <u>\$1,319,103</u> | <u>\$ 940</u> |
| Long-term Portion..... | <u>\$1,258,988</u> | <u>\$ 402,666</u> | <u>\$1,661,654</u> | <u>\$ 524,210</u> |
| Less Allowance for Uncollectibles | <u>(335,000)</u> | <u>(325,000)</u> | <u>(660,000)</u> | <u>(10,522)</u> |
| Net Long-term Portion..... | <u>\$ 923,988</u> | <u>\$ 77,666</u> | <u>\$1,001,654</u> | <u>\$ 513,688</u> |

Governmental funds report *unearned 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 *unearned revenue* reported in the governmental funds were as follows:

DEFERRED REVENUE:

| | |
|--|--------------|
| Delinquent property taxes receivable (general fund)..... | \$ 2,098,960 |
| Loans receivable (special revenue fund)..... | 525,150 |

UNEARNED REVENUE:

| | |
|---|----------------|
| Advanced tax collections | 2,406,311 |
| Grant draw downs prior to meeting all eligibility requirements..... | <u>153,899</u> |

TOTAL DEFERRED AND UNEARNED REVENUE FOR GOVERNMENTAL FUNDS \$ 5,184,320

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

C. Capital Assets

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

| | BALANCE JULY 1, 2009 | INCREASES | DECREASES | BALANCE JUNE 30, 2010 |
|--|-------------------------|---------------|--------------|--------------------------|
| <u>Governmental Activities:</u> | | | | |
| <u>Capital Assets, not Being Depreciated:</u> | | | | |
| Land..... | \$ 40,973,262 | \$ 97,200 | \$ 1,160 | \$ 41,069,302 |
| Construction in progress..... | 39,068,539 | 28,107,264 | 5,854,507 | 61,321,296 |
| Total Capital Assets, not Being Depreciated..... | 80,041,801 | 28,204,464 | 5,855,667 | 102,390,598 |
| <u>Capital Assets, Being Depreciated:</u> | | | | |
| Buildings..... | 21,151,641 | 5,683,941 | 201,000 | 26,634,582 |
| Land improvements..... | 3,975,742 | 191,636 | | 4,167,378 |
| Furniture and equipment..... | 8,903,025 | 652,773 | 287,210 | 9,268,588 |
| Infrastructure..... | 22,779,287 | 216,800 | | 22,996,087 |
| Total Capital Assets, Being Depreciated..... | 56,809,695 | 6,745,150 | 488,210 | 63,066,635 |
| Total Capital Assets..... | 136,851,496 | 34,949,614 | 6,343,877 | 165,457,233 |
| <u>Less Accumulated Depreciation for:</u> | | | | |
| Buildings..... | 15,700,439 | 424,704 | 18,725 | 16,106,418 |
| Land improvements..... | 3,625,695 | 86,011 | | 3,711,706 |
| Furniture and equipment..... | 5,728,893 | 570,615 | 275,080 | 6,024,428 |
| Infrastructure..... | 16,426,797 | 487,435 | | 16,914,232 |
| Total Accumulated Depreciation..... | 41,481,824 | 1,568,765 | 293,805 | 42,756,784 |
| Total Capital Assets, Being Depreciated, net..... | 15,327,871 | 5,176,385 | 194,405 | 20,309,851 |
| Governmental Activities Capital Assets, net..... | \$ 95,369,672 | \$ 33,380,849 | \$ 6,050,072 | \$ 122,700,449 |
| <u>Business-Type Activities:</u> | | | | |
| <u>Capital Assets, not Being Depreciated:</u> | | | | |
| Land..... | \$ 1,000,000 | \$ | \$ | \$ 1,000,000 |
| <u>Capital Assets, Being Depreciated:</u> | | | | |
| Buildings..... | 1,623,327 | | | 1,623,327 |
| Land improvements..... | 8,879,389 | | | 8,879,389 |
| Equipment..... | 1,025,772 | 143,399 | | 1,169,171 |
| Total Capital Assets, Being Depreciated..... | 11,528,488 | 143,399 | - | 11,671,887 |
| Total Capital Assets..... | 12,528,488 | 143,399 | - | 12,671,887 |
| <u>Less Accumulated Depreciation for:</u> | | | | |
| Buildings..... | 178,566 | 32,466 | | 211,032 |
| Land improvements..... | 976,732 | 177,588 | | 1,154,320 |
| Equipment..... | 507,023 | 80,852 | | 587,875 |
| Total Accumulated Depreciation..... | 1,662,321 | 290,906 | - | 1,953,227 |
| Total Capital Assets, Being Depreciated, net..... | 9,866,167 | (147,507) | - | 9,718,660 |
| Business-Type Activities Capital Assets, net..... | \$ 10,866,167 | \$(147,507) | \$ - | \$ 10,718,660 |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

C. Capital Assets (Continued)

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

| | |
|---|-------------------------|
| Governmental activities: | |
| Administration | \$ 57,057 |
| Public safety..... | 312,481 |
| Public works | 632,215 |
| Leisure services | 23,246 |
| Public libraries | 14,520 |
| Human services..... | 58,595 |
| Education | <u>470,651</u> |
| Total Depreciation Expense - Governmental Activities..... | <u>\$ 1,568,765</u> |
| Business-type activities: | |
| Wintonbury Hills Golf Course | <u>\$ 290,906</u> |

Construction Commitments

The Town has an active construction project for the School Bonding Project as of June 30, 2010. At year end, the Town's commitments with contractors on this project are \$12,713,287.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

D. Interfund Accounts

1. Interfund Payables and Receivables

A summary of interfund balances as of June 30, 2010 is as follows:

| | CORRESPONDING FUND | DUE FROM | DUE TO |
|--|-----------------------|------------|---------------|
| <u>MAJOR FUNDS:</u> | | | |
| GENERAL FUND: | | | |
| Nonrecurring capital projects | N/A | \$ | \$ 10,680,137 |
| Wintonbury Hills Golf Course | N/A | 399,000 | |
| Early Learning Center | N/A | 334,656 | |
| Miscellaneous education grants | N/A | | 47,203 |
| Police fund | N/A | | 145,921 |
| Revolving fund | N/A | | 594,642 |
| Police extra duty | N/A | | 153,466 |
| Recreation | N/A | | 33,733 |
| Senior services | N/A | | 3,607 |
| Social services | N/A | | 31,663 |
| Small cities | N/A | 26,547 | |
| BOE extension | N/A | | 391 |
| State and Federal education grants | N/A | 1,309,867 | 130,780 |
| Cafeteria | N/A | 1,246 | |
| Prosser Library | N/A | | 96,100 |
| Saxton beautification fund | N/A | 980 | |
| Employee health insurance | N/A | | 1,026,641 |
| Retiree health insurance | N/A | 2,321,484 | |
| Developers escrow | N/A | | |
| TOTAL GENERAL FUND | | 4,393,780 | 12,944,284 |
| CAPITAL PROJECTS: | | | |
| School bonding project | General Fund | 10,680,137 | |
| ENTERPRISE FUND: | | | |
| Wintonbury Hills Golf Course | General Fund | | 399,000 |
| <u>NONMAJOR GOVERNMENTAL FUNDS:</u> | | | |
| SPECIAL REVENUE FUNDS: | | | |
| Early Learning Center | General Fund | | 334,656 |
| Miscellaneous education grants | General Fund | 47,203 | |
| Police fund | General Fund | 145,921 | |
| Revolving fund | General Fund | 594,642 | |
| Police extra duty | General Fund | 153,466 | |
| Recreation | General Fund | 33,733 | |
| Senior services | General Fund | 3,607 | |
| Social services | General Fund | 31,663 | |
| Small cities | General Fund | | 26,547 |
| BOE extension | General Fund | 391 | |
| State and Federal education grants | General Fund | 130,780 | 1,309,867 |
| Cafeteria | General Fund | | 1,246 |
| Prosser Library | General Fund | 96,100 | |
| Saxton beautification fund | General Fund | | 980 |
| Developers escrow | General Fund | | |
| TOTAL NONMAJOR GOVERNMENTAL FUNDS | | 1,237,506 | 1,673,296 |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

D. Interfund Accounts (Continued)

1. Interfund Payables and Receivables (Continued)

| | CORRESPONDING FUND | DUE FROM | DUE TO |
|-----------------------------------|---------------------------|----------------------|----------------------|
| INTERNAL SERVICE FUNDS: | | | |
| Employee health insurance..... | General Fund | \$ 1,026,641 | \$ |
| Retiree health insurance | General Fund | | 2,321,484 |
| Employee health insurance..... | Retiree Health Insurance | 138,648 | |
| Retiree health insurance | Employee Health Insurance | | 138,648 |
| | | <u>1,165,289</u> | <u>2,460,132</u> |
| TOTAL INTERNAL SERVICE FUNDS..... | | | |
| GRAND TOTAL | | <u>\$ 17,476,712</u> | <u>\$ 17,476,712</u> |

All interfund balances resulted from the time lag between the date payments occurred between funds for short-term internal financing.

2. Interfund Transfers

A summary of interfund transfers as of June 30, 2010 is as follows:

| | CORRESPONDING FUND | TRANSFERS IN | TRANSFERS OUT |
|---------------------------------------|-----------------------|-------------------|-------------------|
| <u>MAJOR FUNDS:</u> | | | |
| <u>GENERAL FUND:</u> | | | |
| Nonrecurring capital projects..... | N/A | \$ | \$ 270,000 |
| <u>NONRECURRING CAPITAL PROJECTS:</u> | | | |
| General fund..... | N/A | <u>270,000</u> | |
| GRAND TOTAL..... | | <u>\$ 270,000</u> | <u>\$ 270,000</u> |

Transfers are used to account for the financing by the general fund of various programs and activities in other funds, as well as the financing of the retiree health insurance fund by the employee health insurance fund.

E. Short-Term Obligations - Bond Anticipation Notes

The Town is using bond anticipation notes for system-wide school renovations and additions prior to the issuance of the bonds at the completion of the project.

Short-term obligation activity for the year ended June 30, 2010 was as follows:

| <u>TYPE OF OBLIGATION</u> | <u>BALANCE JULY 1, 2009</u> | <u>ADDITIONS</u> | <u>REDUCTIONS</u> | <u>BALANCE JUNE 30, 2010</u> |
|---------------------------|---------------------------------|------------------|-------------------|----------------------------------|
| Bond Anticipation Notes: | | | | |
| Schools..... | \$ _____ | \$ 20,000,000 | \$ 20,000,000 | \$ _____ |

The bond anticipation notes mature in November 2010 and carry an interest rate of 2.00% with a yield of 0.38%. The anticipation notes were permanently financed in October 2010 and have been reported as long-term obligations at June 30, 2010.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

F. Changes in Long-Term Obligations

1. Summary of Changes

The following is a summary of changes in long-term obligations during the fiscal year:

| DESCRIPTION | ORIGINAL AMOUNT | DATE OF ISSUE | DATE OF MATURITY | INTEREST RATE | BALANCE JULY 1, 2009 | ADDITIONS | DEDUCTIONS | BALANCE JUNE 30, 2010 | CURRENT PORTION |
|--|--------------------|------------------|---------------------|------------------|----------------------------|---------------|--------------|-----------------------------|--------------------|
| BONDS/NOTES: | | | | | | | | | |
| General Purpose Bonds/Note: | | | | | | | | | |
| Improvement bond | \$ 6,900,000 | 11/1/2001 | 11/1/2021 | 3.25%-4.70% | \$ 4,457,450 | \$ | \$ 345,150 | \$ 4,112,300 | \$ 345,150 |
| Improvement bond | 7,900,000 | 2/15/2003 | 2/15/2023 | 2.50%-4.50% | 5,540,400 | | 399,000 | 5,141,400 | 399,000 |
| ST of CT DECD note | 300,000 | 11/1/2002 | 11/1/2012 | 3.25%-5.00% | 205,510 | | 14,975 | 190,535 | 16,911 |
| Total General Purpose..... | | | | | 10,203,360 | - | 759,125 | 9,444,235 | 761,061 |
| School Bonds: | | | | | | | | | |
| Improvement bond | 4,756,000 | 11/1/2001 | 11/1/2021 | 3.25%-4.70% | 3,097,550 | | 239,850 | 2,857,700 | 239,850 |
| Improvement bond | 1,042,000 | 2/15/2003 | 2/15/2023 | 2.50%-4.50% | 729,000 | | 52,500 | 676,500 | 52,500 |
| Improvement bond | 15,000,000 | 6/15/2008 | 6/15/2028 | 3.25%-5.00% | 15,000,000 | | 790,000 | 14,210,000 | 790,000 |
| Total Schools | | | | | 18,826,550 | - | 1,082,350 | 17,744,200 | 1,082,350 |
| Sewer Bond: | | | | | | | | | |
| Improvement bond | 1,500,000 | 2/15/2003 | 2/15/2023 | 2.50%-4.50% | 1,020,600 | | 73,500 | 947,100 | 73,500 |
| TOTAL BONDS/NOTES..... | | | | | 30,050,510 | - | 1,914,975 | 28,135,535 | 1,916,911 |
| PREMIUM..... | | | | | 48,788 | | 2,568 | 46,220 | |
| TOTAL BONDS/NOTES AND RELATED LIABILITIES..... | | | | | 30,099,298 | - | 1,917,543 | 28,181,755 | 1,916,911 |
| BOND ANTICIPATION NOTES | | | | | | 20,000,000 | | 20,000,000 | |
| CAPITAL LEASE OBLIGATIONS | | | | | 704,600 | | 150,300 | 554,300 | 130,396 |
| LANDFILL CLOSURE AND POSTCLOSURE CARE | | | | | 17,401,930 | 958,640 | | 18,360,570 | |
| COMPENSATED ABSENCES | | | | | 4,384,882 | 2,414,110 | 2,197,260 | 4,601,732 | 920,346 |
| NET OPEB OBLIGATION | | | | | 4,925,591 | 6,154,242 | | 11,079,833 | |
| TOTAL LONG-TERM OBLIGATIONS | | | | | \$ 57,516,301 | \$ 29,526,992 | \$ 4,265,103 | \$ 82,778,190 | \$ 2,967,653 |

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

| DESCRIPTION | BALANCE JULY 1, 2009 | ADDITIONS | DEDUCTIONS | BALANCE JUNE 30, 2010 | CURRENT PORTION |
|------------------------------|----------------------------|------------|------------|-----------------------------|--------------------|
| ENTERPRISE FUNDS | | | | | |
| Golf course - Lease #1 | \$ | \$ | \$ | \$ | \$ |
| Golf course - Lease #2 | 21,278 | | 21,278 | | |
| Golf course - Lease #3 | 10,975 | | 10,975 | | |
| Golf course - Lease #4 | 50,118 | | 10,605 | 39,513 | 11,210 |
| Golf course - Lease #5 | | 143,399 | 9,612 | 133,787 | 29,392 |
| TOTAL CAPITAL LEASES | \$ 82,371 | \$ 143,399 | \$ 52,470 | \$ 173,300 | \$ 40,602 |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

F. Changes in Long-Term Obligations (Continued)

1. Summary of Changes (Continued)

The following is a summary of general long-term debt principal and interest maturities:

| FISCAL YEAR ENDING JUNE 30, | <u>BONDS</u> | | <u>NOTE</u> | |
|-----------------------------------|---------------------|---------------------|-------------------|-----------------|
| | PRINCIPAL | INTEREST | PRINCIPAL | INTEREST |
| 2011 | \$ 1,900,000 | \$ 1,129,199 | \$ 16,911 | \$ 1,314 |
| 2012 | 1,895,000 | 1,054,544 | 17,600 | 625 |
| 2013 | 1,895,000 | 985,623 | 156,024 | 51 |
| 2014 | 1,895,000 | 908,701 | | |
| 2015 | 1,895,000 | 830,270 | | |
| 2016 | 1,895,000 | 752,799 | | |
| 2017 | 1,895,000 | 674,311 | | |
| 2018 | 1,885,000 | 597,996 | | |
| 2019 | 1,885,000 | 519,801 | | |
| 2020 | 1,885,000 | 440,001 | | |
| 2021 | 1,885,000 | 359,088 | | |
| 2022 | 1,885,000 | 277,412 | | |
| 2023 | 1,310,000 | 208,119 | | |
| 2024 | 790,000 | 152,131 | | |
| 2025 | 790,000 | 119,050 | | |
| 2026 | 790,000 | 85,475 | | |
| 2027 | 785,000 | 51,516 | | |
| 2028 | 785,000 | 17,172 | | |
| TOTAL | \$27,945,000 | \$ 9,163,208 | \$ 190,535 | \$ 1,990 |

The project loan obligation was issued by the State of Connecticut Department of Economic and Community Development. The loan proceeds financed the construction of a Home Depot store in town. The original loan balance was \$300,000. There is a provision whereby \$150,000 of the loan may be forgiven if the Town meets certain criteria. The obligation will be paid from future taxation.

2. Subsequent Event

In October 2010, the Town issued \$25,000,000 of general obligation bonds maturing in October 2030. The bonds accrue interest at an interest rate ranging from 1.5% to 5.0%. The proceeds will be used for system school-wide renovations and additions. A portion of the proceeds (\$20,000,000) was used to permanently retire bond anticipation notes outstanding at June 30, 2010. In accordance with that, the bond anticipation notes have been reported as long term obligations at June 30, 2010.

In October 2010, the Town issued \$12,400,000 of refunding bonds at an interest rate ranging from 1.5% to 5%, maturing in October 2022. These bonds refunded bonds issued in November 2001 and February 2003.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

F. Changes in Long-Term Obligations (Continued)

2. Statutory Debt Limitations

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

| CATEGORY | DEBT LIMIT | NET INDEBTEDNESS | BALANCE |
|----------------------|----------------|------------------|----------------|
| General purpose..... | \$ 144,794,635 | \$ 10,104,516 | \$ 134,690,119 |
| Schools..... | 289,589,270 | 37,744,200 | 251,845,070 |
| Sewers..... | 241,324,391 | 16,080,702 | 225,243,689 |
| Urban renewal..... | 209,147,806 | | 209,147,806 |
| Pension deficit..... | 193,059,513 | | 193,059,513 |

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, \$450,472,197.

The indebtedness reflected above includes bonds outstanding, fire district debt, other overlapping debt and the amount of bonds authorized and unissued against which bond anticipation notes are issued and outstanding (if any).

3. Capital Leases

The Town has entered into lease agreements for the purchase of police and public works vehicles and equipment and golf course equipment. The annual payments for the agreements are provided for by annual general fund appropriations and from the enterprise fund.

The assets acquired through capital leases are as follows:

| Asset: | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES |
|------------------------------------|-------------------------|--------------------------|
| Equipment..... | \$ 1,266,702 | \$ 1,169,171 |
| Less accumulated depreciation..... | 488,772 | 587,875 |
| Total..... | \$ 777,930 | \$ 581,296 |

The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the date of inception. The following is a schedule of the minimum lease payments under the lease, and the present value of the future minimum lease payments at June 30, 2010.

| YEAR ENDING JUNE 30, | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES |
|---|-------------------------|--------------------------|
| 2011 | \$ 152,956 | \$ 50,206 |
| 2012 | 152,956 | 49,393 |
| 2013 | 152,956 | 51,522 |
| 2014 | 152,956 | 34,150 |
| 2015 | | 11,464 |
| Less: amount representing interest | (57,524) | (23,435) |
| Present value of minimum lease payments | \$ 554,300 | \$ 173,300 |

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

III. DETAILED NOTES (CONTINUED)

F. Changes in Long-Term Obligations (Continued)

4. Landfill Postclosure Care Costs

In 1973, the Town entered into an agreement with the Town of Windsor for a joint sanitary landfill development. The Town agreed to contribute \$247,400 for one-half of the initial site development costs. The Town has also contributed \$15,000 to \$50,000 a year for replacement of landfill equipment. The Town of Windsor issued bonds for the project.

In February 1988, the Town amended the agreement with the Town of Windsor so that the landfill operation will pay for the debt service costs and equipment replacement contribution through the fees charged for dumping. Thus, the Town does not make a direct contribution for the two purposes but is still contingently liable for them.

The Town entered into another agreement dated November 1993 that defines the terms for payment of closure costs, which states that the two towns shall contribute equally, on an annual basis, for all closure, postclosure and monitoring expenses until all federal and state requirements are met. Landfill closure and postclosure care liability, Subtitle D and Subtitle C, as of June 30, 2010 was reported at \$15,480,000, \$22,830,000 and \$173,400 respectively. The \$14,767,920 reported as landfill closure represents the cumulative amount reported to date based on the use of 95.4% of the estimated capacity of the landfill. The towns will recognize the remaining estimated cost of closure of \$712,080 as the remaining estimated capacity is filled. The postclosure care liability of was calculated based on two portions of the landfill. Subtitle D of the landfill has estimated monitoring costs for 30 years at \$761,000 per year for a total of \$22,830,000. \$21,779,820 is reported as the postclosure care liability for Subtitle D of the landfill based on the use of 95.4% of the estimated capacity of the landfill. The towns will recognize the remaining estimated cost of postclosure of \$1,050,180 for Subtitle D as the remaining estimated capacity is filled. Subtitle C of the landfill is already closed and has estimated monitoring costs for 6 remaining years at \$28,900 per year for a total of \$173,400. These amounts are based on what it would cost to perform all closure and postclosure care in 2010. The towns expect to close the landfill in the 2014 fiscal year end. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. The Town's portion of the total liability of \$18,360,570 has been included as a liability in the Town's governmental activities.

As indicated above, the landfill serves the towns of Bloomfield and Windsor. An agreement, dated November 19, 1993, exists between the two communities. This agreement establishes the terms and conditions for the payment of closure costs. The agreement states, "The two towns shall contribute equally, on an annual basis, for said purposes and shall be equally responsible for closure, post-closure, and monitoring expenses until all Federal and State requirements are met." The contributions made by both towns are reported in the Landfill Fund, a proprietary type fund which is held by the Town of Windsor.

5. Overlapping Debt

The Town is a member of the Metropolitan District Commission, a regional sewer and water authority. Total outstanding debt of the Metropolitan District Commission at June 30, 2010 was \$206,461,150. The estimated Town's share of the debt at June 30, 2010 was 7.33% or \$15,133,602. The estimated percentage is calculated based upon proration of tax collection from the eight member Towns.

6. Authorized/Unissued Bonds

The amount of authorized/unissued bonds for school purposes is \$79,600,000.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss including torts; public official liabilities; police liability; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Generally, the Town obtains commercial insurance for these risks, but has chosen to retain the risk for the Town and Board of Education employees' and retirees' medical claims. The funds are reported as Internal Service Funds. During the year, deductibles paid by the Town were insignificant. Settled claims have not exceeded insurance in any of the past three years. There were no significant reductions in insurance coverage from amounts held the prior year.

A third party administers the medical insurance plans for which the Town pays a fee. The Town has purchased a stop loss policy for total claims in any one year exceeding an aggregate of 125% of expected claims and for individual claims exceeding \$200,000.

The medical insurance funds are substantially funded by the Town's general fund based upon estimates for the number of employees/retirees and type of coverage (single or family) and trends in the insurance claims and estimates for administration. The claims liability is based on the requirements of GASB Statements No. 10 and 30, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is possible that a liability has been incurred at the date of the financial statements and the amount of the possible loss can be reasonably estimated. The amount of claim accrual is based on the ultimate costs of settling the claim, which includes past experience data, inflation and other future economic and societal factors and incremental claim adjustment expenses, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses.

An analysis of the activity in the claims liability for the medical insurance fund is as follows:

| | CLAIMS PAYABLE <u>JULY 1</u> | CURRENT YEAR CLAIMS AND CHANGES <u>IN ESTIMATES</u> | CLAIMS PAYMENTS | CLAIMS PAYABLE <u>JUNE 30</u> |
|--|------------------------------------|--|--------------------|-------------------------------------|
| EMPLOYEE HEALTH INSURANCE FUND: | | | | |
| 2008-2009 | \$ 658,713 | \$ 6,722,787 | \$ 6,757,218 | \$ 624,282 |
| 2009-2010 | 624,282 | 7,387,618 | 7,431,726 | 580,174 |
| RETIREE HEALTH INSURANCE FUND: | | | | |
| 2008-2009 | \$ 92,525 | \$ 1,618,394 | \$ 1,630,830 | \$ 80,089 |
| 2009-2010 | 80,089 | 1,669,411 | 1,665,248 | 84,252 |

The Town is a member of the Connecticut Interlocal Risk Management Agency (CIRMA), a nonprofit association of Connecticut municipalities, which was formed in 1980 by the Connecticut Conference of Municipalities for the purpose of establishing and administering an interlocal risk management program pursuant to the provisions of Section 7-479a et seq. of the Connecticut General Statutes.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

A. Risk Management (Continued)

The Town is a member of CIRMA's Liability-Automobile-Property Pool, a risk-sharing pool. The Liability-Automobile-Property Pool provides general liability, law enforcement liability, automobile liability, employee benefit liability, public officials and property coverage. The premium is subject to these coverages, and claims and expense payments falling within the deductible amounts are the responsibility of the Town. CIRMA's Liability-Automobile-Property Pool retains \$1,000,000 per occurrence for each line of liability coverage.

The Town is also a member of CIRMA's Workers' Compensation Pool, a risk-sharing pool. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. The coverage is subject to an incurred loss retrospective rating plan, and losses incurred in coverage period will be evaluated at 18, 30 and 42 months after the effective date of coverage. CIRMA's Workers' Compensation Pool retains \$1,000,000 per occurrence and purchases reinsurance above that amount to the limit of liability of \$10 million per occurrence.

B. Commitments and Litigation

Construction (if any) and other commitments have been reported as a reserve for commitments in the fund equity section of the balance sheet.

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

There are various lawsuits and claims pending against the Town, the ultimate effect of which, if any, cannot presently be determined; however, the ultimate resolution of these matters is not expected to have a material adverse effect on the financial condition of the Town.

C. Pension Plans

1. Plan Description

Summary

The Town of Bloomfield, Connecticut, is the administrator of two single-employer, defined benefit, public employee retirement systems (PERS) - the Town of Bloomfield Retirement Income Plan and the Town of Bloomfield Police Retirement Income Plan. Both plans are considered to be part of the Town of Bloomfield, Connecticut's financial reporting entity and are included in the Town's financial reports as pension trust funds. Separate, stand-alone financial statements are not issued for these plans.

The Town of Bloomfield Retirement Income Plan covers all full-time employees except participants in the International City Management Association (ICMA) program, teachers, police officers, and non-Board of Education employees hired after June 30, 2003. The Plan provides retirement benefits as well as death and disability benefits. Benefits and contributions are established by contract and may be amended through union negotiation for those covered by a collective bargaining agreement, or by the Town for those not so covered.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

1. Plan Description (Continued)

The Town of Bloomfield Police Retirement Income Plan covers all full-time police employees hired before January 1, 2002, except those covered by the ICMA program. The Plan provides retirement benefits as well as death and disability benefits. Benefits and contributions are established by the Town and may be amended by the Town.

2. Summary of Significant Accounting Policies and Plan Asset Matters

a. Basis of Accounting

The pension trust funds' financial statements are prepared using the accrual basis of accounting. Contributions are recognized when due, pursuant to formal commitments and contractual requirements and investment income is recognized when earned. Expenses (benefits, administration and refunds) are recognized when due and payable in accordance with the terms of each plan.

b. Valuation of Investments

Investments are valued at fair value, based upon quoted market prices. Securities traded on national exchanges are valued at the last reported sales price.

3. Classes of Employees Covered

As of January 1, 2009, the date of the latest actuarial valuation, the plans' membership consisted of:

| | RETIREMENT INCOME <u>PLAN</u> | POLICE RETIREMENT INCOME <u>PLAN</u> |
|---|-------------------------------------|---|
| Retirees and beneficiaries currently receiving benefits..... | 154 | 53 |
| Terminated members entitled to benefits but not yet receiving them | 22 | 1 |
| Current active members..... | <u>175</u> | <u>32</u> |
| Total | <u>351</u> | <u>86</u> |

4. Benefit Provisions

a. Retirement Income Plan

Employees are eligible to participate in the plan upon attaining the age of 18. All benefits vest after 10 years of service. Employees who retire at or after age plus years of service equaling 75 are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2% of the average of the three highest consecutive calendar year salaries multiplied by years of service. Employees may retire early if they are age 62 with 10 years of service. The benefit is not reduced for early retirement if previous conditions were met. Benefits and contributions are established by collective bargaining and may be amended only by the Town Council.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

4. Benefit Provisions (Continued)

b. Police Retirement Income Plan

Employees classified as a police officer or dispatcher whose customary employment is 30 hours or more per week hired before January 1, 2002 are eligible to participate. All benefits vest after 10 years of service. Employees who retire after 25 years of credited service as police officers are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2½% of final earnings multiplied by years of credited service (maximum 30 years). Final earnings are the employee's average earnings over the 3 highest consecutive calendar years of employment or the final 36 months of employment. Employees with 10 years of service may retire within 10 years of normal retirement and receive a reduced retirement benefit. The benefit is not reduced for early retirement if previous conditions were met. Benefits and contributions are established by collective bargaining and may be amended only by the Town Council.

c. Employer Contributions

The Town is required to contribute amounts necessary to fund benefits. The Town's contributions to both plans are actuarially determined on an annual basis using the Projected Unit Credit Actuarial Cost Method. For both plans, administrative costs are generally financed through investment earnings.

d. Employee Contributions

Required employee contribution rates under the Retirement Income Plan are 5.75% of covered payroll. Participants in the Police Retirement Income Plan contribute 6.4% of covered payroll. For both plans, if any employee leaves covered employment or dies before 10 years of service, accumulated employee contributions plus interest at a rate specified in the plan are refunded.

5. Funded Status and Funding Progress

The funded status of the plans as of January 1, 2010, was as follows:

| | (A) | (B) | (A-B) | (A/B) | | [(A-B)/C] OVER (UNDER) |
|---|---------------------------------|--|-----------------------------------|------------------------|---------------------------|--|
| ACTUARIAL VALUATION DATE | ACTUARIAL VALUE OF ASSETS | ACTUARIALLY ACCRUED LIABILITY (AAL) | OVER/ (UNDER) FUNDED AAL | FUNDED AAL RATIO | (C) COVERED PAYROLL | FUNDED AAL AS A PERCENTAGE OF COVERED PAYROLL |
| <u>RETIREMENT INCOME PLAN</u> | | | | | | |
| January 1, 2010 | \$ 31,559,273 | \$ 43,859,268 | \$(12,299,995) | 72.0% | \$10,225,097 | (120.3)% |
| <u>POLICE RETIREMENT INCOME PLAN</u> | | | | | | |
| January 1, 2010 | \$ 21,020,009 | \$ 31,146,427 | \$(10,126,418) | 67.5% | \$3,443,451 | (294.1)% |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

5. Funded Status and Funding Progress (Continued)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress (RSI), immediately following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time, relative to the actuarial accrued liability for benefits.

6. Actuarial Assumptions

The data presented in the schedules of funding progress and schedules of employer contributions were determined as part of the actuarial valuation at the date indicated.

Additional information as of the latest actuarial valuation follows:

| | <u>RETIREMENT INCOME PLAN</u> | <u>POLICE RETIREMENT INCOME PLAN</u> |
|-------------------------------|-----------------------------------|--|
| VALUATION DATE | JANUARY 1, 2009 | JANUARY 1, 2009 |
| ACTUARIAL COST METHOD | PROJECTED UNIT CREDIT | PROJECTED UNIT CREDIT |
| AMORTIZATION METHOD | LEVEL DOLLAR, CLOSED | LEVEL DOLLAR, CLOSED |
| REMAINING AMORTIZATION PERIOD | 18.3 YEARS | 16.1 YEARS |
| ASSET VALUATION METHOD | 4 YEAR SMOOTHED FAIR VALUE | 4 YEAR SMOOTHED FAIR VALUE |
| ACTUARIAL ASSUMPTIONS: | | |
| Investment rate of return | 8.25% | 8.25% |
| Projected salary increases: | | |
| Merit | 4.00% | 4.00% |
| Inflation | 3.00% | 3.00% |

7. Annual Pension Cost and Net Pension Asset

The Town's annual pension cost and net pension obligation for the current year were as follows:

| | <u>RETIREMENT INCOME PLAN</u> | <u>POLICE RETIREMEN INCOME PLAN</u> |
|---|-----------------------------------|---|
| Annual required contribution..... | \$ 1,468,017 | \$ 1,188,459 |
| Interest on net pension obligation..... | (53) | |
| Adjustment to annual required contribution..... | 64 | |
| | <hr/> | <hr/> |
| Annual pension cost..... | 1,468,028 | 1,188,459 |
| Contributions made..... | 1,468,017 | 1,188,459 |
| | <hr/> | <hr/> |
| Decrease in net pension asset..... | 11 | - |
| Net pension asset - July 1, 2009 | (639) | - |
| | <hr/> | <hr/> |
| Net pension asset - June 30, 2010..... | \$(628) | \$ - |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

8. Three Year Trend Information

| YEAR ENDED JUNE 30, | ANNUAL PENSION COST (APC) | PERCENTAGE OF APC CONTRIBUTED | NET PENSION OBLIGATION (ASSET) |
|--------------------------------------|------------------------------------|-------------------------------------|---|
| <u>RETIREMENT INCOME PLAN</u> | | | |
| 2008 | \$ 1,544,174 | 100.0% | \$(649) |
| 2009 | 1,470,168 | 100.0% | (639) |
| 2010 | 1,468,017 | 100.0% | (628) |
| <u>POLICE RETIREMENT INCOME PLAN</u> | | | |
| 2008 | \$ 1,316,908 | 100.0% | \$ - |
| 2009 | 1,277,751 | 100.0% | - |
| 2010 | 1,188,459 | 100.0% | - |

9. Pension Trust Funds

The Town maintains two pension trust funds (Retirement Income and Police Retirement Income) to account for its fiduciary responsibility. The following schedules present the net assets held in trust for pension benefits at June 30, 2010, and the changes in net assets for the year then ended.

COMBINING SCHEDULE OF PLAN NET ASSETS

| | RETIREMENT INCOME PLAN | POLICE RETIREMENT INCOME PLAN | TOTAL |
|--|---------------------------|-------------------------------------|---------------|
| ASSETS: | | | |
| INVESTMENTS, AT FAIR VALUE: | | | |
| Pooled fixed income | \$ 7,644,012 | \$ 5,264,962 | \$ 12,908,974 |
| Mutual funds: | | | |
| Money market mutual funds | 1,564 | 1,492 | 3,056 |
| Bond mutual funds | 7,126,724 | 3,776,761 | 10,903,485 |
| Equity mutual funds..... | 13,025,350 | 9,334,310 | 22,359,660 |
| Real estate mutual funds..... | 1,086,025 | 780,633 | 1,866,658 |
| TOTAL INVESTMENTS..... | 28,883,675 | 19,158,158 | 48,041,833 |
| NET ASSETS HELD IN TRUST FOR PENSION BENEFITS | \$ 28,883,675 | \$ 19,158,158 | \$ 48,041,833 |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

9. Pension Trust Funds (Continued)

COMBINING SCHEDULE OF CHANGES IN PLAN NET ASSETS

| | RETIREMENT INCOME PLAN | POLICE RETIREMENT INCOME PLAN | TOTAL |
|--|---------------------------|-------------------------------------|---------------|
| ADDITIONS: | | | |
| Contributions: | | | |
| Employer | \$ 1,468,017 | \$ 1,188,459 | \$ 2,656,476 |
| Plan members | 583,796 | 594,379 | 1,178,175 |
| Total contributions..... | 2,051,813 | 1,782,838 | 3,834,651 |
| Investment income: | | | |
| Change in fair value of investments..... | 1,756,801 | 1,462,392 | 3,219,193 |
| Interest and dividends..... | 950,741 | 622,323 | 1,573,064 |
| Total investment income..... | 2,707,542 | 2,084,715 | 4,792,257 |
| Less investment expenses | 13,309 | 9,567 | 22,876 |
| Net investment income | 2,694,233 | 2,075,148 | 4,769,381 |
| TOTAL ADDITIONS | 4,746,046 | 3,857,986 | 8,604,032 |
| DEDUCTIONS: | | | |
| Benefits..... | 1,611,652 | 3,296,653 | 4,908,305 |
| Administration | 20,089 | 12,502 | 32,591 |
| TOTAL DEDUCTIONS | 1,631,741 | 3,309,155 | 4,940,896 |
| CHANGES IN NET ASSETS | 3,114,305 | 548,831 | 3,663,136 |
| NET ASSETS - JULY 1, 2009..... | 25,769,370 | 18,609,327 | 44,378,697 |
| NET ASSETS - JUNE 30, 2010..... | \$ 28,883,675 | \$ 19,158,158 | \$ 48,041,833 |

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

C. Pension Plans (Continued)

10. Defined Contribution Plan

a. Plan Description

The Town is the administrator of a single employer, defined contribution pension plan, the Town of Bloomfield Employee Benefit Plan. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. The Plan covers public safety employees working more than 20 hours a week, hired on or after January 1, 2002, and other Town employees (excluding Board of Education) working more than 20 hours a week, hired on or after July 1, 2003.

b. Plan Provisions

Town employees shall be eligible to participate in the Plan upon hire. Benefits vest 100 percent upon eligibility of the employee. Normal retirement date shall be the date on which the participant attained his 65th birthday. Plan provisions and the authority to amend the provisions are established by the Town Council.

c. Contribution Requirements and Contributions Made

The employer contribution for Town employees for the Plan year is 10% of earnings. The total Town contribution during the year ended June 30, 2010, was \$431,818 and represented 10% of covered payroll. The employees' required contributions were \$302,273 and represented 7% of covered payroll. The authority to establish and amend contribution requirements is by the Town Council.

d. Employer and Employee Obligations

Members are required to contribute 7% of their annual earnings. The Town is required to contribute 10% of the members' annual earnings.

D. On-Behalf Payments

The amount recognized in the general fund intergovernmental revenues and education expenditures for contributions made by the State on-behalf of the Town's teachers to the Connecticut State Teachers' Retirement System was \$2,724,740.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

E. Other Post-Employment Benefits Plan

1. Plan Description

The Town administers one single-employer, post retirement healthcare plan for the Town, Police and Board of Education, for the Town of Bloomfield Other Post Employment Benefits (OPEB). The plan does not issue stand alone reports.

2. Benefit Provisions

a. Benefit Provisions

The Town plan provides for medical, dental and life insurance benefits for all eligible Town, Police, and Board of Education retirees and their spouses. Benefits and contributions are established by contract and may be amended by union negotiations. Administration costs are financed from investment earnings.

b. Employer Contributions

The Town's contributions are actuarially determined on an annual basis using the projected unit credit method. The Town's total plan contribution was \$2,198,597.

c. Employee Contributions

Retiree contributions are dependent on the covered group. There are no employer contributions for Town, Police or Board of Education employees. Teachers are required to pay 100% of the costs.

3. Funded Status and Funding Progress

The funded status of the plan as of July 1, 2008 was as follows:

| ACTUARIAL VALUATION DATE | (A) ACTUARIAL VALUE OF ASSETS | (B) ACTUARIALY ACCRUED LIABILITY (AAL) PROJECTED UNIT CREDIT | (A-B) OVER/ (UNDER) FUNDED AAL | (A/B) FUNDED AAL RATIO | (C) COVERED PAYROLL | [(A-B)/C] OVER (UNDER) FUNDED AAL AS A PERCENTAGE OF COVERED PAYROLL |
|--------------------------|-------------------------------|--|--------------------------------|------------------------|---------------------|--|
| JULY 1, 2008 | \$ - | \$83,370,810 | \$(83,370,810) | 0.0% | \$ 33,361,601 | (249.9)% |

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress, immediately following the notes to the financial statements (RSI-3) presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time, relative to the actuarial accrued liability for benefits.

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

E. Other Post-Employment Benefits Plan (Continued)

4. Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the employer and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarially accrued liabilities and the actuarial value of assets.

The data presented in the schedules of funding progress and schedules of contributions were determined as part of the actuarial valuation at the date indicated. Additional information for all plans as of the latest valuation date is as follows:

| | |
|--------------------------------|-----------------------|
| VALUATION DATE | July 1, 2008 |
| ACTUARIAL COST METHOD | Projected Unit Credit |
| AMORTIZATION METHOD | Level Dollar |
| REMAINING AMORTIZATION PERIOD: | |
| Town | 30 years open |
| Police | 30 years open |
| Board of Education | 30 years open |
| ASSET VALUATION METHOD | Fair Value |

ACTUARIAL ASSUMPTIONS:

| | |
|---|------|
| Investment rate of return – Town, Police and Board of Education | 4.0% |
| Healthcare inflation rate: | |
| Initial | 10% |
| Ultimate | 5% |

5. Annual OPEB Cost and Net OPEB Obligation (NOO)

The changes in the NOO were as follows:

| | |
|---|---------------------|
| Annual required contribution..... | \$ 8,429,763 |
| Interest on net OPEB obligation | 197,024 |
| Adjustment to annual required contribution..... | (273,948) |
| Annual OPEB cost..... | 8,352,839 |
| Contributions made | <u>2,198,597</u> |
| Change in net OPEB obligation | 6,154,242 |
| Net OPEB obligation - July 1, 2009 | <u>4,925,591</u> |
| Net OPEB obligation - June 30, 2010..... | <u>\$11,079,833</u> |

TOWN OF BLOOMFIELD, CONNECTICUT
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

IV. OTHER INFORMATION (CONTINUED)

E. Other Post-Employment Benefits Plan (Continued)

6. Two Year Trend Information

| YEAR ENDING JUNE 30 | ANNUAL OPEB COST (AOC) | PERCENTAGE OF AOC CONTRIBUTED | NET OPEB OBLIGATION |
|---------------------------|---------------------------------|-------------------------------------|---------------------------|
| 2009 | \$ 8,287,412 | 40.6% | \$ 4,925,591 |
| 2010 | 8,429,763 | 26.1% | 11,079,833 |

**Required
Supplementary
Information**

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|---|--------------------|-------------------|-------------------|-------------------------------------|
| PROPERTY TAXES: | | | | |
| Current levy..... | \$ 60,424,692 | \$ 60,424,692 | \$ 60,324,319 | \$ (100,373) |
| Interest and liens..... | 500,000 | 500,000 | 567,622 | 67,622 |
| Prior years' collection..... | 600,000 | 600,000 | 794,144 | 194,144 |
| Supplemental motor vehicle..... | 600,000 | 600,000 | 353,960 | (246,040) |
| Telephone line tax..... | 120,000 | 120,000 | 99,809 | (20,191) |
| TOTAL PROPERTY TAXES..... | 62,244,692 | 62,244,692 | 62,139,854 | (104,838) |
| INTERGOVERNMENTAL: | | | | |
| EDUCATIONAL ASSISTANCE GRANTS: | | | | |
| ECS grant..... | 5,410,345 | 5,410,345 | 4,742,677 | (667,668) |
| School transportation..... | 219,966 | 219,966 | 124,230 | (95,736) |
| Nonpublic school health..... | 30,000 | 30,000 | 48,905 | 18,905 |
| State of Connecticut services for the blind..... | 12,800 | 12,800 | | (12,800) |
| TOTAL EDUCATIONAL ASSISTANCE GRANTS..... | 5,673,111 | 5,673,111 | 4,915,812 | (757,299) |
| TOWN ASSISTANCE GRANTS: | | | | |
| Tax abatement - interfaith..... | 50,000 | 50,000 | 48,100 | (1,900) |
| PILOT - State property..... | 126,016 | 126,016 | 124,989 | (1,027) |
| Mashantucket Pequot fund grant..... | 224,905 | 224,905 | 155,145 | (69,760) |
| PILOT - elderly taxes..... | 130,000 | 130,000 | 157,070 | 27,070 |
| Tax relief - disabled..... | 1,300 | 1,300 | 1,563 | 263 |
| PILOT - colleges and hospitals..... | 163,682 | 163,682 | 161,660 | (2,022) |
| Manufacturing machinery and equipment..... | 1,540,000 | 1,540,000 | 1,635,195 | 95,195 |
| PILOT - boats..... | 5,492 | 5,492 | 2,814 | (2,678) |
| PILOT - veterans' exemption..... | 11,500 | 11,500 | 11,980 | 480 |
| Property tax relief - freeze..... | 2,000 | 2,000 | 2,000 | - |
| State grants - Town..... | 50,000 | 50,000 | 53,740 | 3,740 |
| Library grant..... | 3,745 | 3,745 | 2,318 | (1,427) |
| Mini bus..... | | | 12,348 | 12,348 |
| Town road aid..... | 126,015 | 126,015 | 170,999 | 44,984 |
| Local capital improvement..... | 134,747 | 134,747 | 11,436 | (123,311) |
| Police grants..... | 170,170 | 170,170 | 85,587 | (84,583) |
| TOTAL TOWN ASSISTANCE GRANTS..... | 2,739,572 | 2,739,572 | 2,636,944 | (102,628) |
| TOTAL INTERGOVERNMENTAL..... | 8,412,683 | 8,412,683 | 7,552,756 | (859,927) |
| INVESTMENT INCOME..... | 400,000 | 400,000 | 247,948 | (152,052) |

(Continued)

TOWN OF BLOOMFIELD, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL (CONCLUDED)

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|--|----------------------|----------------------|----------------------|-------------------------------------|
| CHARGES FOR SERVICES: | | | | |
| Wilcox rent..... | \$ 12,000 | \$ 12,000 | \$ 12,000 | \$ - |
| Tower rent..... | 33,666 | 33,666 | 45,572 | 11,906 |
| Davis rent..... | 13,800 | 13,800 | 14,950 | 1,150 |
| Service charges: | | | | |
| Police permits..... | 17,800 | 17,800 | 6,806 | (10,994) |
| Right of way permits..... | 1,000 | 1,000 | 960 | (40) |
| Blueprints..... | 1,200 | 1,200 | 552 | (648) |
| Building/demolition permits..... | 250,000 | 250,000 | 322,982 | 72,982 |
| Dog licenses..... | 4,200 | 4,200 | 8,121 | 3,921 |
| Hunting/fishing licenses..... | 2,500 | 2,500 | 251 | (2,249) |
| Inland/wetland permits..... | 7,000 | 7,000 | 4,040 | (2,960) |
| Zoning commission..... | 5,000 | 5,000 | 4,900 | (100) |
| Zoning board of appeals..... | 1,000 | 1,000 | 1,180 | 180 |
| Police extra duty..... | 5,000 | 5,000 | - | (5,000) |
| Ambulance service..... | 560,000 | 560,000 | 604,042 | 44,042 |
| Library receipts..... | 18,000 | 18,000 | 15,748 | (2,252) |
| Town clerk fees..... | 150,000 | 150,000 | 101,191 | (48,809) |
| Real estate trans tax..... | 300,000 | 300,000 | 336,570 | 36,570 |
| Summer program..... | 15,380 | 15,380 | 12,714 | (2,666) |
| School year..... | 3,000 | 3,000 | 3,574 | 574 |
| Swimming pool..... | 17,890 | 17,890 | 18,392 | 502 |
| Wilcox..... | 9,600 | 9,600 | 8,870 | (730) |
| Mini bus passes..... | 7,500 | 7,500 | 8,525 | 1,025 |
| Accident reports..... | 5,000 | 5,000 | 5,444 | 444 |
| Zoning violation..... | 3,000 | 3,000 | 4,190 | 1,190 |
| Parking fines..... | 12,000 | 12,000 | 32,558 | 20,558 |
| Animal control..... | 2,000 | 2,000 | 1,005 | (995) |
| TOTAL CHARGES FOR SERVICES..... | 1,457,536 | 1,457,536 | 1,575,137 | 117,601 |
| OTHER REVENUES: | | | | |
| Miscellaneous income..... | 90,000 | 90,000 | 86,940 | (3,060) |
| TOTAL REVENUES..... | 72,604,911 | 72,604,911 | 71,602,635 | (1,002,276) |
| OTHER FINANCING SOURCES: | | | | |
| Cancellation of prior year encumbrances..... | | | 23,501 | 23,501 |
| TOTAL REVENUES AND OTHER FINANCING SOURCES..... | \$ 72,604,911 | \$ 72,604,911 | \$ 71,626,136 | \$ (978,775) |

(Concluded)

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|---|--------------------|------------------|------------------|-------------------------------------|
| ADMINISTRATION: | | | | |
| Town council..... | \$ 189,500 | \$ 195,876 | \$ 114,325 | \$ 81,551 |
| Town manager..... | 386,200 | 420,200 | 407,382 | 12,818 |
| Town clerk..... | 341,926 | 341,926 | 328,046 | 13,880 |
| Administration..... | 153,612 | 170,612 | 170,485 | 127 |
| Assessor..... | 532,020 | 532,020 | 484,847 | 47,173 |
| Tax collector..... | 211,540 | 211,540 | 207,026 | 4,514 |
| Central Office..... | 74,200 | 75,252 | 71,965 | 3,287 |
| Human resources..... | 304,745 | 304,745 | 261,005 | 43,740 |
| Information systems..... | 372,721 | 379,923 | 369,209 | 10,714 |
| Accounting..... | 238,838 | 238,838 | 218,216 | 20,622 |
| Town attorney..... | 232,590 | 192,590 | 184,529 | 8,061 |
| Town treasurer..... | 9,310 | 9,360 | 9,345 | 15 |
| Town planning & zoning..... | 4,953 | 4,953 | 3,842 | 1,111 |
| TOTAL ADMINISTRATION..... | 3,052,155 | 3,077,835 | 2,830,222 | 247,613 |
| BOARDS & AGENCIES: | | | | |
| Zoning board of appeals..... | 2,842 | 2,842 | 1,333 | 1,509 |
| Board of tax review..... | 2,000 | 2,000 | 1,977 | 23 |
| Registrar of Voters..... | 109,697 | 74,697 | 71,786 | 2,911 |
| Elections..... | 26,000 | 26,000 | 11,314 | 14,686 |
| Inland/wetland..... | 3,802 | 6,302 | 6,133 | 169 |
| Economic development committee..... | 1,500 | 1,500 | | 1,500 |
| Commission on aging..... | 3,500 | 3,700 | 3,675 | 25 |
| Youth adult council..... | 3,000 | 3,000 | 2,974 | 26 |
| Advisory committee on handicapped..... | 1,000 | 1,000 | 623 | 377 |
| Beautification committee..... | 3,500 | 3,500 | 3,410 | 90 |
| TOTAL BOARDS & AGENCIES..... | 156,841 | 124,541 | 103,225 | 21,316 |
| PLANNING & DEVELOPMENT..... | 862,384 | 639,579 | 626,537 | 13,042 |
| PUBLIC SAFETY..... | 6,578,499 | 6,752,786 | 6,750,622 | 2,164 |
| PUBLIC WORKS..... | 2,316,176 | 2,616,176 | 2,616,066 | 110 |
| LEISURE SERVICES..... | 555,930 | 637,930 | 637,660 | 270 |
| PUBLIC LIBRARIES..... | 1,373,034 | 1,373,034 | 1,328,969 | 44,065 |

(Continued)

TOWN OF EAST HAVEN, CONNECTICUT
 GENERAL FUND
 SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL (CONTINUED)

RSI-2
 (2 of 2)

| | ORIGINAL BUDGET | FINAL BUDGET | ACTUAL | VARIANCE WITH FINAL BUDGET |
|---|--------------------|-----------------|---------------|-------------------------------------|
| HUMAN SERVICES: | | | | |
| Health services..... | \$ 180,857 | \$ 180,857 | \$ 180,420 | \$ 437 |
| Social services..... | 553,449 | 553,449 | 515,404 | 38,045 |
| Senior services..... | 594,182 | 636,182 | 635,227 | 955 |
| TOTAL HUMAN SERVICES..... | 1,328,488 | 1,370,488 | 1,331,051 | 39,437 |
| FACILITIES MAINTENANCE..... | 1,868,672 | 1,828,672 | 1,823,056 | 5,616 |
| FIXED CHARGES..... | 11,425,262 | 11,140,512 | 11,066,954 | 73,558 |
| MISCELLANEOUS CHARGES..... | 321,000 | 296,000 | 289,466 | 6,534 |
| EDUCATION..... | 39,211,104 | 38,439,237 | 37,453,635 | 985,602 |
| DEBT SERVICE..... | 3,285,366 | 3,285,366 | 3,275,364 | 10,002 |
| TOTAL EXPENDITURES..... | 72,334,911 | 71,582,156 | 70,132,827 | 1,449,329 |
| OTHER FINANCING USES: | | | | |
| Transfer out..... | 270,000 | 270,000 | 270,000 | - |
| TOTAL EXPENDITURES AND OTHER FINANCING USES..... | \$ 72,604,911 | \$ 71,852,156 | \$ 70,402,827 | \$ 1,449,329 |

(Concluded)

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF FUNDING PROGRESS
BLOOMFIELD RETIREMENT SYSTEM

| RETIREMENT INCOME PLAN | | | | | | |
|--|---------------------------------|--|----------------------------------|------------------------|--------------------|--|
| | A | B | (A-B) | (A/B) | C | [(A-B)/C] |
| ACTUARIAL VALUATION DATE JANUARY 1, | ACTUARIAL VALUE OF ASSETS | ACTUARIALY ACCRUED LIABILITY (AAL) ENTRY AGE NORMAL COST | OVER (UNDER) FUNDED AAL | FUNDED AAL RATIO | COVERED PAYROLL | OVER/(UNDER) FUNDED AAL AS A PERCENTAGE OF COVERED PAYROL |
| 2005 | \$ 24,944,729 | \$ 32,286,409 | \$ (7,341,680) | 77.3% | \$ 8,431,057 | (87.1)% |
| 2006 | 25,846,274 | 34,726,077 | (8,879,803) | 74.4% | 8,670,574 | (102.4)% |
| 2007 | 28,509,725 | 36,460,561 | (7,950,836) | 78.2% | 9,040,542 | (87.9)% |
| 2008 | 31,069,087 | 38,868,637 | (7,799,550) | 79.9% | 9,185,617 | (84.9)% |
| 2009 | 31,936,667 | 40,594,246 | (8,657,579) | 78.7% | 9,429,411 | (91.8)% |
| 2010 | 31,559,273 | 43,859,268 | (12,299,995) | 72.0% | 10,225,097 | (120.3)% |
| POLICE RETIREMENT INCOME PLAN | | | | | | |
| | A | B | (A-B) | (A/B) | C | [(A-B)/C] |
| ACTUARIAL VALUATION DATE JANUARY 1, | ACTUARIAL VALUE OF ASSETS | ACTUARIALY ACCRUED LIABILITY (AAL) ENTRY AGE NORMAL COST | OVER (UNDER) FUNDED AAL | FUNDED AAL RATIO | COVERED PAYROLL | OVER/(UNDER) FUNDED AAL AS A PERCENTAGE OF COVERED PAYROL |
| 2005 | \$ 18,169,144 | \$ 24,742,107 | \$ (6,572,963) | 73.4% | \$ 3,271,405 | (200.9)% |
| 2006 | 18,421,233 | 26,679,288 | (8,258,055) | 69.0% | 3,190,810 | (258.8)% |
| 2007 | 20,105,106 | 27,457,007 | (7,351,901) | 73.2% | 3,290,955 | (223.4)% |
| 2008 | 21,969,086 | 28,052,541 | (6,083,455) | 78.3% | 3,259,837 | (186.6)% |
| 2009 | 20,877,010 | 29,853,063 | (8,976,053) | 69.9% | 3,679,774 | (243.9)% |
| 2010 | 21,020,009 | 31,146,427 | (10,126,418) | 67.5% | 3,443,451 | (294.1)% |

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF EMPLOYER CONTRIBUTIONS
BLOOMFIELD RETIREMENT SYSTEM**RETIREMENT INCOME PLAN**

| YEAR ENDED JUNE 30, | ACTUAL CONTRIBUTION | ANNUAL REQUIRED CONTRIBUTION | PERCENTAGE CONTRIBUTED |
|---------------------------|------------------------|------------------------------------|---------------------------|
| 2005 | \$ 1,210,443 | \$ 1,210,443 | 100.0% |
| 2006 | 1,120,994 | 1,120,994 | 100.0% |
| 2007 | 1,347,202 | 1,347,202 | 100.0% |
| 2008 | 1,544,163 | 1,544,163 | 100.0% |
| 2009 | 1,470,158 | 1,470,158 | 100.0% |
| 2010 | 1,468,017 | 1,468,017 | 100.0% |

POLICE RETIREMENT INCOME PLAN

| YEAR ENDED JUNE 30, | ACTUAL CONTRIBUTION | ANNUAL REQUIRED CONTRIBUTION | PERCENTAGE CONTRIBUTED |
|---------------------------|------------------------|------------------------------------|---------------------------|
| 2005 | \$ 989,295 | \$ 989,295 | 100.0% |
| 2006 | 837,461 | 837,461 | 100.0% |
| 2007 | 1,112,012 | 1,112,012 | 100.0% |
| 2008 | 1,316,908 | 1,316,908 | 100.0% |
| 2009 | 1,277,751 | 1,277,751 | 100.0% |
| 2010 | 1,188,459 | 1,188,459 | 100.0% |

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF FUNDING PROGRESS
BLOOMFIELD OTHER POST EMPLOYMENT BENEFIT PLAN

| ACTUARIAL VALUATION DATE JULY 1, | A ACTUARIAL VALUE OF ASSETS | B ACTUARIALLY ACCRUED LIABILITY (AAL) ENTRY AGE NORMAL COST | (A-B) OVER (UNDER) FUNDED AAL | (A/B) FUNDED AAL RATIO | C COVERED PAYROLL | [(A-B)/C] OVER/(UNDER) FUNDED AAL AS A PERCENTAGE OF COVERED PAYROL |
|---|--|--|---|-------------------------------------|-----------------------------|---|
| 2008 | \$ - | \$ 83,370,810 | \$ (83,370,810) | 0.0% | \$ 33,361,609 | (249.9)% |
| 2009 | N/A | N/A | N/A | N/A | N/A | N/A |

N/A - Not available due to biennial valuation requirement.

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF EMPLOYER CONTRIBUTIONS
BLOOMFIELD OTHER POST EMPLOYMENT BENEFIT PLAN

| YEAR ENDED JUNE 30, | ACTUAL CONTRIBUTION | ANNUAL REQUIRED CONTRIBUTION | PERCENTAGE CONTRIBUTED |
|---------------------------|------------------------|------------------------------------|---------------------------|
| 2009 | \$ 3,361,821 | \$ 8,287,412 | 40.6% |
| 2010 | 2,198,597 | 8,429,763 | 26.1% |

Supplemental Schedules

General Fund

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

TOWN OF BLOOMFIELD, CONNECTICUT

REPORT OF TAX COLLECTOR
FOR THE YEAR ENDED JUNE 30, 2010

| GRAND LIST YEAR | UNCOLLECTED TAXES JULY 1, 2009 | CURRENT YEAR LEVY | LAWFUL CORRECTIONS | | TRANSFERS TO SUSPENSE | ADJUSTED TAXES COLLECTIBLE | COLLECTIONS | | | UNCOLLECTED TAXES JUNE 30, 2010 |
|----------------------|--------------------------------|-------------------|--------------------|--------------|-----------------------|----------------------------|---------------|------------------------|---------------|---------------------------------|
| | | | ADDITIONS | DEDUCTIONS | | | TAXES | INTEREST AND LIEN FEES | TOTAL | |
| 1993 | \$ 3,303 | \$ | \$ | \$ 3,303 | \$ | \$ - | \$ | \$ | \$ - | \$ - |
| 1994 | 1,456 | | | | | 1,456 | | | - | 1,456 |
| 1995 | | | | | | - | | | - | - |
| 1996 | 3,077 | | | | | 3,077 | | | - | 3,077 |
| 1997 | 3,117 | | 7 | | | 3,124 | 7 | 14 | 21 | 3,117 |
| 1998 | 3,332 | | 28 | | 116 | 3,244 | | 10 | 10 | 3,244 |
| 1999 | 3,473 | | 72 | | 72 | 3,473 | | | - | 3,473 |
| 2000 | 49 | | 33 | | 33 | 49 | | | - | 49 |
| 2001 | 137 | | | | 86 | 51 | | | - | 51 |
| 2002 | 23,597 | | | | | 23,597 | 2,052 | 7,948 | 10,000 | 21,545 |
| 2003 | 52,159 | | | 233 | 20,074 | 31,852 | 4,549 | 2,007 | 6,556 | 27,303 |
| 2004 | 193,773 | | 1,344 | 862 | 122,389 | 71,866 | 13,316 | 18,137 | 31,453 | 58,550 |
| 2005 | 320,638 | | 5,187 | 1,081 | 177,990 | 146,754 | 37,645 | 18,269 | 55,914 | 109,109 |
| 2006 | 490,873 | | 8,801 | 4,175 | 206,135 | 289,364 | 134,963 | 54,164 | 189,127 | 154,401 |
| 2007 | 1,032,812 | | 50,620 | 26,456 | | 1,056,976 | 504,899 | 130,109 | 635,008 | 552,077 |
| TOTAL PRIOR YEARS | 2,131,796 | - | 66,092 | 36,110 | 526,895 | 1,634,883 | 697,431 | 230,658 | 928,089 | 937,452 |
| 2008 | - | 62,867,769 | 325,859 | 1,125,580 | - | 62,068,048 | 60,677,058 | 319,598 | 60,996,656 | 1,390,990 |
| TOTAL | \$ 2,131,796 | \$ 62,867,769 | \$ 391,951 | \$ 1,161,690 | \$ 526,895 | \$ 63,702,931 | 61,374,489 | 550,256 | 61,924,745 | \$ 2,328,442 |
| SUSPENSE COLLECTIONS | | | | | | | 12,624 | 16,987 | 29,611 | |
| TOTAL COLLECTIONS | | | | | | | \$ 61,387,113 | \$ 567,243 | \$ 61,954,356 | |

Nonmajor Governmental Funds

Special Revenue Funds

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

Early Learning Center - To account for a Town-wide preschool operation.

Miscellaneous Education Grants - To account for private grants and donations for educational purposes.

Police Fund - To account for miscellaneous state, federal and private law enforcement grants.

Revolving Fund - To account for non-budgeted "wash" transactions.

Police Extra Duty - To account for activities related to the private hiring of police officers.

Recreation - To account for private grants and donations for recreational activities.

Senior Services - To account for private grants and donations for senior services programs.

Social Services - To account for private grants and donations for social services programs.

Small Cities - To account for the small cities grant/loan program.

Board of Education Extension - To account for a fee-based program of off school hours child care.

State and Federal Education Grants - To account for federal and state education grants and other special projects.

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

Prosser Library - To account for state, federal and private grants and donations for library materials and programs.

Saxton Beautification Fund - To account for Town beautification projects.

TOWN OF BLOOMFIELD, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2010

| | SPECIAL REVENUE FUNDS | | | | | | | |
|--|-----------------------------|--------------------------------------|----------------|-------------------|-------------------------|------------|--------------------|--------------------|
| | EARLY LEARNING CENTER | MISCELLANEOUS EDUCATION GRANTS | POLICE FUND | REVOLVING FUND | POLICE EXTRA DUTY | RECREATION | SENIOR SERVICES | SOCIAL SERVICES |
| <u>ASSETS</u> | | | | | | | | |
| Receivables: | | | | | | | | |
| Accounts..... | \$ | \$ | \$ | \$ | \$ 23,213 | \$ | \$ | \$ |
| Intergovernmental..... | | | | | | | | |
| Due from other funds..... | | 47,203 | 145,921 | 594,642 | 153,466 | 33,733 | 3,607 | 31,663 |
| TOTAL ASSETS..... | \$ - | \$ 47,203 | \$ 145,921 | \$ 594,642 | \$ 176,679 | \$ 33,733 | \$ 3,607 | \$ 31,663 |
| <u>LIABILITIES AND FUND BALANCES</u> | | | | | | | | |
| LIABILITIES: | | | | | | | | |
| Accounts payable..... | \$ 3,355 | \$ 10,884 | \$ 12,338 | \$ 1,062 | \$ 2,341 | \$ 2,393 | \$ 2,510 | \$ 390 |
| Accrued liabilities..... | | 1,002 | | | | 3,897 | | |
| Due to other funds..... | 334,656 | | | | | | | |
| Deferred and unearned revenue..... | | | | | 19,072 | | | |
| TOTAL LIABILITIES..... | 338,011 | 11,886 | 12,338 | 1,062 | 21,413 | 6,290 | 2,510 | 390 |
| FUND BALANCES: | | | | | | | | |
| Unreserved and undesignated..... | (338,011) | 35,317 | 133,583 | 593,580 | 155,266 | 27,443 | 1,097 | 31,273 |
| TOTAL LIABILITIES AND FUND BALANCES..... | \$ - | \$ 47,203 | \$ 145,921 | \$ 594,642 | \$ 176,679 | \$ 33,733 | \$ 3,607 | \$ 31,663 |

(Continued)

TOWN OF BLOOMFIELD, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONCLUDED)

| | SPECIAL REVENUE FUNDS | | | | | | TOTAL NONMAJOR GOVERNMENTAL FUNDS |
|---|-----------------------|------------------------------------|---|-------------------|--------------------|----------------------------------|--|
| | SMALL CITIES | BOARD OF EDUCATION EXTENSION | STATE AND FEDERAL EDUCATION GRANTS | CAFETERIA | PROSSER LIBRARY | SAXTON BEAUTIFICATION FUND | |
| <u>ASSETS</u> | | | | | | | |
| Cash..... | \$ 338,504 | \$ 418,419 | \$ 1,215,858 | \$ 99,252 | \$ 35,126 | \$ 106,870 | \$ 2,072,033 |
| Investments..... | | | | | | | 141,996 |
| Receivables: | | | | | | | |
| Accounts..... | | | 5,039 | 1,507 | | | 29,759 |
| Intergovernmental..... | | | 16,769 | 93,983 | | | 110,752 |
| Loans..... | 525,150 | | | | | | 525,150 |
| Due from other funds..... | | 391 | 130,780 | | 96,100 | | 1,237,506 |
| Other..... | | | | 11,915 | | | 11,915 |
| TOTAL ASSETS..... | \$ 863,654 | \$ 418,810 | \$ 1,368,446 | \$ 206,657 | \$ 131,226 | \$ 106,870 | \$ 4,129,111 |
| <u>LIABILITIES AND FUND BALANCES</u> | | | | | | | |
| LIABILITIES: | | | | | | | |
| Accounts payable..... | \$ | \$ 226 | \$ 145,486 | \$ | \$ 2,704 | \$ | \$ 181,348 |
| Accrued liabilities..... | | 165 | | 2,022 | | | 9,427 |
| Due to other funds..... | 26,547 | | 1,309,867 | 1,246 | | 980 | 1,673,296 |
| Deferred and unearned revenue..... | 525,150 | | 7,670 | | | | 551,892 |
| TOTAL LIABILITIES..... | 551,697 | 391 | 1,463,023 | 3,268 | 2,704 | 980 | 2,415,963 |
| FUND BALANCES: | | | | | | | |
| Unreserved and undesignated..... | 311,957 | 418,419 | (94,577) | 203,389 | 128,522 | 105,890 | 1,713,148 |
| TOTAL LIABILITIES AND FUND BALANCES..... | \$ 863,654 | \$ 418,810 | \$ 1,368,446 | \$ 206,657 | \$ 131,226 | \$ 106,870 | \$ 4,129,111 |

(Concluded)

TOWN OF BLOOMFIELD, CONNECTICUT

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

| | SPECIAL REVENUE FUNDS | | | | | | | |
|------------------------------------|-----------------------------|--------------------------------------|----------------|-------------------|-------------------------|------------|--------------------|--------------------|
| | EARLY LEARNING CENTER | MISCELLANEOUS EDUCATION GRANTS | POLICE FUND | REVOLVING FUND | POLICE EXTRA DUTY | RECREATION | SENIOR SERVICES | SOCIAL SERVICES |
| REVENUES: | | | | | | | | |
| Intergovernmental..... | \$ 466,775 | \$ 143,291 | \$ 180,618 | \$ | \$ | \$ | \$ | \$ |
| Charges for services..... | 515,812 | | 16,810 | 55,185 | 258,224 | 128,728 | 72,402 | |
| Contributions..... | | 58,139 | 31,644 | 32,596 | | | 3,799 | 15,191 |
| Other..... | | | | | | | 1,732 | |
| TOTAL REVENUES..... | 982,587 | 201,430 | 229,072 | 87,781 | 258,224 | 128,728 | 77,933 | 15,191 |
| EXPENDITURES: | | | | | | | | |
| Current: | | | | | | | | |
| Public safety..... | | | 221,500 | 169,444 | 158,072 | | | |
| Leisure services..... | | | | | | 118,625 | | |
| Human services..... | | | | | | | 88,665 | 7,882 |
| Education..... | 978,248 | 265,728 | | | | | | |
| TOTAL EXPENDITURES..... | 978,248 | 265,728 | 221,500 | 169,444 | 158,072 | 118,625 | 88,665 | 7,882 |
| NET CHANGE IN FUND BALANCES..... | 4,339 | (64,298) | 7,572 | (81,663) | 100,152 | 10,103 | (10,732) | 7,309 |
| FUND BALANCES - JULY 1, 2009..... | (342,350) | 99,615 | 126,011 | 675,243 | 55,114 | 17,340 | 11,829 | 23,964 |
| FUND BALANCES - JUNE 30, 2010..... | \$ (338,011) | \$ 35,317 | \$ 133,583 | \$ 593,580 | \$ 155,266 | \$ 27,443 | \$ 1,097 | \$ 31,273 |

(Continued)

TOWN OF BLOOMFIELD, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONCLUDED)

| | SPECIAL REVENUE FUNDS | | | | | | TOTAL NONMAJOR GOVERNMENTAL FUNDS |
|---|-----------------------|------------------------------------|---|-------------------|--------------------|----------------------------------|--|
| | SMALL CITIES | BOARD OF EDUCATION EXTENSION | STATE AND FEDERAL EDUCATION GRANTS | CAFETERIA | PROSSER LIBRARY | SAXTON BEAUTIFICATION FUND | |
| REVENUES: | | | | | | | |
| Intergovernmental..... | \$ | \$ | \$ 5,297,199 | \$ 679,454 | \$ 19,249 | \$ | \$ 6,786,586 |
| Investment income..... | 929 | | | | 18 | 396 | 1,343 |
| Charges for services..... | | 437,796 | | 445,301 | 6,720 | | 1,936,978 |
| Contributions..... | | | | | | | 141,369 |
| Other..... | 1,086 | | | | | | 2,818 |
| TOTAL REVENUES..... | 2,015 | 437,796 | 5,297,199 | 1,124,755 | 25,987 | 396 | 8,869,094 |
| EXPENDITURES: | | | | | | | |
| Current: | | | | | | | |
| Public safety..... | | | | | | | 549,016 |
| Public works..... | 7,565 | | | | | | 7,565 |
| Leisure services..... | | | | | 5,583 | | 124,208 |
| Human services..... | | | | | | | 96,547 |
| Education..... | | 289,153 | 5,294,965 | 1,032,612 | | | 7,860,706 |
| TOTAL EXPENDITURES..... | 7,565 | 289,153 | 5,294,965 | 1,032,612 | 5,583 | - | 8,638,042 |
| NET CHANGE IN FUND BALANCES..... | (5,550) | 148,643 | 2,234 | 92,143 | 20,404 | 396 | 231,052 |
| FUND BALANCES - JULY 1, 2009..... | 317,507 | 269,776 | (96,811) | 111,246 | 108,118 | 105,494 | 1,482,096 |
| FUND BALANCES - JUNE 30, 2010..... | \$ 311,957 | \$ 418,419 | \$ (94,577) | \$ 203,389 | \$ 128,522 | \$ 105,890 | \$ 1,713,148 |

(Concluded)

Internal Service Funds

Internal Service funds are used to account for the providing of goods or services provided by one department to other departments of the Town on a cost reimbursement basis or accounting for risk retention as allowed by GASB Statement No. 10.

Employee and Retiree Health Insurance Funds

To account for the cost of Employee and Retiree Health Insurance.

TOWN OF BLOOMFIELD, CONNECTICUT

INTERNAL SERVICE FUNDS
 COMBINING STATEMENT OF NET ASSETS
 JUNE 30, 2010

| | EMPLOYEE HEALTH INSURANCE | RETIREE HEALTH INSURANCE | TOTAL |
|--------------------------------|---------------------------------|--------------------------------|--------------|
| <u>ASSETS</u> | | | |
| Current assets: | | | |
| Investments..... | \$ 1,811,424 | \$ 3,273,370 | \$ 5,084,794 |
| Due from other funds..... | 1,165,289 | | 1,165,289 |
| Total current assets..... | 2,976,713 | 3,273,370 | 6,250,083 |
| <u>LIABILITIES</u> | | | |
| Current liabilities: | | | |
| Accounts payable..... | 120 | 13,890 | 14,010 |
| Claims payable..... | 580,174 | 84,252 | 664,426 |
| Due to other funds..... | | 2,460,132 | 2,460,132 |
| Total current liabilities..... | 580,294 | 2,558,274 | 3,138,568 |
| <u>NET ASSETS</u> | | | |
| Unrestricted..... | \$ 2,396,419 | \$ 715,096 | \$ 3,111,515 |

TOWN OF BLOOMFIELD, CONNECTICUTINTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

| | EMPLOYEE HEALTH INSURANCE | RETIREE HEALTH INSURANCE | TOTAL |
|---------------------------------------|---------------------------------|--------------------------------|---------------|
| OPERATING REVENUES: | | | |
| Premiums..... | \$ 7,774,423 | \$ 2,401,780 | \$ 10,176,203 |
| OPERATING EXPENSES: | | | |
| Claims..... | 7,387,618 | 1,669,411 | 9,057,029 |
| Administration..... | 578,512 | | 578,512 |
| TOTAL OPERATING EXPENSES..... | 7,966,130 | 1,669,411 | 9,635,541 |
| OPERATING INCOME (LOSS)..... | (191,707) | 732,369 | 540,662 |
| NONOPERATING REVENUES: | | | |
| Investment income..... | 79,362 | 7,879 | 87,241 |
| CHANGES IN NET ASSETS..... | (112,345) | 740,248 | 627,903 |
| TOTAL NET ASSETS - JULY 1, 2009..... | 2,508,764 | (25,152) | 2,483,612 |
| TOTAL NET ASSETS - JUNE 30, 2010..... | \$ 2,396,419 | \$ 715,096 | \$ 3,111,515 |

TOWN OF BLOOMFIELD, CONNECTICUT

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

| | EMPLOYEE HEALTH INSURANCE | RETIREE HEALTH INSURANCE | TOTAL |
|--|---------------------------------|--------------------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Receipts from customers and users..... | \$ 7,834,423 | \$ 2,900,724 | \$ 10,735,147 |
| Payments to suppliers..... | (578,392) | | (578,392) |
| Claims paid..... | (7,431,726) | (1,665,248) | (9,096,974) |
| NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES..... | (175,695) | 1,235,476 | 1,059,781 |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Investment income..... | 79,362 | 7,879 | 87,241 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS. | (96,333) | 1,243,355 | 1,147,022 |
| CASH AND CASH EQUIVALENTS - JULY 1, 2009..... | 1,907,757 | 2,030,015 | 3,937,772 |
| CASH AND CASH EQUIVALENTS - JUNE 30, 2010..... | \$ 1,811,424 | \$ 3,273,370 | \$ 5,084,794 |
| RECONCILIATION TO SCHEDULE 4 - CASH: | | | |
| CASH AND CASH EQUIVALENTS PER ABOVE..... | \$ 1,811,424 | \$ 3,273,370 | \$ 5,084,794 |
| CASH EQUIVALENTS REPORTED AS INVESTMENTS..... | (1,811,424) | (3,273,370) | (5,084,794) |
| CASH - SCHEDULE 4..... | \$ - | \$ - | \$ - |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES: | | | |
| Operating income (loss)..... | \$ (191,707) | \$ 732,369 | \$ 540,662 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | | |
| (Increase) decrease in: | | | |
| Accounts receivable..... | 60,000 | | 60,000 |
| Increase (decrease) in: | | | |
| Accounts payable..... | 120 | 12,689 | 12,809 |
| Claims payable..... | (44,108) | 4,163 | (39,945) |
| Due to other funds..... | | 486,255 | 486,255 |
| NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES..... | \$ (175,695) | \$ 1,235,476 | \$ 1,059,781 |

Fiduciary Funds

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

Pension Trust Funds

Two funds, Retirement Income and Police Retirement Income pension trust funds, were established to account for the accumulation of resources for payment of current pension benefits, future obligations, and other costs associated with the operation of the Town's pension plans.

Agency Funds

Flexible Benefit Funds - To account for monies from employee pre-tax payroll deductions and expenditure reimbursements which are associated with medical and dependent care expenditures.

Student Activity Funds - To account for monies from various self-funding school activity programs.

TOWN OF BLOOMFIELD, CONNECTICUT

AGENCY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSET AND LIABILITY
 FOR THE YEAR ENDED JUNE 30, 2010

| | BALANCE JULY 1, 2009 | ADDITIONS | DEDUCTIONS | BALANCE JUNE 30, 2010 |
|------------------------------|-------------------------|-------------------|-------------------|--------------------------|
| <u>ASSET</u> | | | | |
| CASH: | | | | |
| Flexible benefits funds..... | \$ 26,163 | \$ 84,712 | \$ 84,345 | \$ 26,530 |
| Student activity funds..... | 110,755 | 304,973 | 296,536 | 119,192 |
| TOTAL ASSET..... | <u>\$ 136,918</u> | <u>\$ 389,685</u> | <u>\$ 380,881</u> | <u>\$ 145,722</u> |
| <u>LIABILITY</u> | | | | |
| ACCOUNTS PAYABLE: | | | | |
| Flexible benefits funds..... | \$ 26,163 | \$ 84,712 | \$ 84,345 | \$ 26,530 |
| Student activity funds..... | 110,755 | 304,973 | 296,536 | 119,192 |
| TOTAL LIABILITY..... | <u>\$ 136,918</u> | <u>\$ 389,685</u> | <u>\$ 380,881</u> | <u>\$ 145,722</u> |

**Capital Assets
Used in the
Operation of
Governmental
Funds**

TOWN OF BLOOMFIELD, CONNECTICUT

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2010**

| | TOTAL | LAND | CONSTRUCTION IN PROGRESS | BUILDINGS | LAND IMPROVEMENTS | FURNITURE AND EQUIPMENT | INFRASTRUCTURE |
|-------------------------------|-----------------------|----------------------|--------------------------------|----------------------|----------------------|-------------------------------|----------------------|
| ADMINISTRATION..... | \$ 3,570,449 | \$ 25,047 | \$ | \$ 2,824,895 | \$ 598,837 | \$ 121,670 | \$ |
| PLANNING AND DEVELOPMENT..... | 73,922 | | | | | 73,922 | |
| PUBLIC SAFETY..... | 5,980,946 | | | 2,879,458 | 167,465 | 2,934,023 | |
| PUBLIC WORKS..... | 68,644,927 | 41,044,255 | | 903,104 | 153,440 | 3,548,041 | 22,996,087 |
| LEISURE SERVICES..... | 730,383 | | | 287,568 | 90,670 | 352,145 | |
| PUBLIC LIBRARIES..... | 774,832 | | | 665,623 | 79,009 | 30,200 | |
| HUMAN SERVICES..... | 1,155,622 | | | 341,868 | 290,352 | 523,402 | |
| EDUCATION..... | 84,526,152 | | 61,321,296 | 18,732,066 | 2,787,605 | 1,685,185 | |
| TOTAL..... | \$ 165,457,233 | \$ 41,069,302 | \$ 61,321,296 | \$ 26,634,582 | \$ 4,167,378 | \$ 9,268,588 | \$ 22,996,087 |

SCHEDULE 9

TOWN OF BLOOMFIELD, CONNECTICUT

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2010**

| | BALANCE JULY 1, 2009 | ADDITIONS | DELETIONS | BALANCE JUNE 30, 2010 |
|-------------------------------|-------------------------|----------------------|-------------------|--------------------------|
| ADMINISTRATION..... | \$ 3,771,449 | \$ | \$ 201,000 | \$ 3,570,449 |
| PLANNING AND DEVELOPMENT..... | 73,922 | | | 73,922 |
| PUBLIC SAFETY..... | 6,074,216 | 114,825 | 208,095 | 5,980,946 |
| PUBLIC WORKS..... | 68,212,168 | 492,834 | 60,075 | 68,644,927 |
| LEISURE SERVICES..... | 708,388 | 21,995 | | 730,383 |
| PUBLIC LIBRARIES..... | 774,832 | | | 774,832 |
| HUMAN SERVICES..... | 1,155,622 | | | 1,155,622 |
| EDUCATION..... | 56,080,899 | 28,465,453 | 20,200 | 84,526,152 |
| TOTAL..... | <u>\$ 136,851,496</u> | <u>\$ 29,095,107</u> | <u>\$ 489,370</u> | <u>\$ 165,457,233</u> |

Statistical Section

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

CONTENTS

FINANCIAL TRENDS (TABLES 1 - 4)

These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.

REVENUE CAPACITY (TABLES 5 - 7)

These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.

DEBT CAPACITY (TABLES 8 - 12)

These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

DEMOGRAPHIC AND ECONOMIC INFORMATION (TABLES 13 - 15)

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.

OPERATING INFORMATION (TABLES 16 - 17)

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

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

TABLE 1

TOWN OF BLOOMFIELD, CONNECTICUT

**NET ASSETS BY COMPONENT
LAST EIGHT YEARS
(UNAUDITED)**

| | FISCAL YEAR | | | | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 |
| GOVERNMENTAL ACTIVITIES: | | | | | | | | |
| Invested in capital assets, net of related debt..... | \$ 73,964,394 | \$ 64,565,774 | \$ 47,951,369 | \$ 41,966,546 | \$ 37,037,116 | \$ 35,194,098 | \$ 35,348,494 | \$ 38,044,896 |
| Restricted for: | | | | | | | | |
| Capital projects..... | 6,144,131 | 37,855,805 | 19,700,170 | 2,928,440 | | 65,805 | 5,461,024 | |
| Unrestricted..... | (16,903,582) | (46,379,269) | (26,368,563) | (11,579,643) | (2,833,373) | (1,980,143) | (10,097,150) | 1,596,062 |
| TOTAL GOVERNMENTAL ACTIVITIES NET ASSETS..... | 63,204,943 | 56,042,310 | 41,282,976 | 33,315,343 | 34,203,743 | 33,279,760 | 30,712,368 | 39,640,958 |
| BUSINESS-TYPE ACTIVITIES: | | | | | | | | |
| Invested in capital assets, net of related debt..... | 10,545,360 | 10,783,796 | 10,949,742 | 11,041,283 | 11,142,588 | 11,254,587 | 11,569,392 | |
| Unrestricted..... | (338,023) | (460,445) | (362,700) | (312,261) | (246,412) | (270,123) | (340,684) | |
| TOTAL BUSINESS-TYPE ACTIVITIES NET ASSETS..... | 10,207,337 | 10,323,351 | 10,587,042 | 10,729,022 | 10,896,176 | 10,984,464 | 11,228,708 | - |
| TOTAL TOWN: | | | | | | | | |
| Invested in capital assets, net of related debt..... | 84,509,754 | 75,349,570 | 58,901,111 | 53,007,829 | 48,179,704 | 46,448,685 | 46,917,886 | 38,044,896 |
| Restricted for: | | | | | | | | |
| Capital projects..... | 6,144,131 | 37,855,805 | 19,700,170 | 2,928,440 | | 65,805 | 5,461,024 | |
| Unrestricted..... | (17,241,605) | (46,839,714) | (26,731,263) | (11,891,904) | (3,079,785) | (2,250,266) | (10,437,834) | 1,596,062 |
| TOTAL TOWN NET ASSETS..... | \$ 73,412,280 | \$ 66,365,661 | \$ 51,870,018 | \$ 44,044,365 | \$ 45,099,919 | \$ 44,264,224 | \$ 41,941,076 | \$ 39,640,958 |

Note: Less than ten years of data due to the implementation date of GASB 34.

TABLE 2
(1 of 2)

TOWN OF BLOOMFIELD, CONNECTICUT

CHANGES IN NET ASSETS
LAST EIGHT YEARS
(UNAUDITED)

| | FISCAL YEAR ENDED | | | | | | | |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 |
| EXPENSES: | | | | | | | | |
| Governmental activities: | | | | | | | | |
| Administration..... | \$ 5,078,435 | \$ 4,501,020 | \$ 4,353,325 | \$ 5,295,088 | \$ 4,101,024 | \$ 2,475,690 | \$ 2,996,681 | \$ 2,158,167 |
| Planning and development..... | 1,333,517 | 1,295,557 | 1,080,791 | 934,260 | 903,829 | 546,530 | 553,712 | 590,290 |
| Public safety..... | 13,600,138 | 11,437,288 | 10,040,029 | 9,167,082 | 8,369,765 | 5,953,472 | 6,097,705 | 5,122,741 |
| Public works..... | 8,982,094 | 10,199,000 | 9,235,662 | 13,408,802 | 8,700,577 | 4,224,471 | 5,272,188 | 5,401,585 |
| Leisure services..... | 1,094,728 | 1,611,336 | 980,193 | 897,378 | 1,040,705 | 1,257,250 | 1,435,638 | 434,671 |
| Public libraries..... | 2,839,690 | 2,104,712 | 1,819,282 | 1,734,688 | 1,569,554 | 1,165,624 | 1,150,498 | 1,172,879 |
| Human services..... | 2,572,554 | 1,883,813 | 1,673,352 | 1,519,623 | 2,184,440 | 1,909,978 | 2,021,548 | 2,091,922 |
| Fixed charges..... | | | | | | 8,561,077 | 6,507,122 | 6,063,203 |
| Miscellaneous..... | | | | | | 145,064 | 224,471 | 308,946 |
| Education..... | 53,255,924 | 48,370,265 | 51,748,106 | 44,334,499 | 40,349,719 | 38,222,925 | 36,416,140 | 33,963,465 |
| Interest expense..... | 1,611,968 | 1,546,105 | 692,613 | 724,102 | 889,183 | 230,478 | 909,366 | 549,164 |
| Total Governmental activities expenses..... | 90,369,048 | 82,949,096 | 81,623,353 | 78,015,522 | 68,108,796 | 64,692,559 | 63,585,069 | 57,857,033 |
| Business-type activities: | | | | | | | | |
| Wintonbury Hills Golf Course..... | 2,015,280 | 2,150,766 | 1,924,164 | 1,881,674 | 2,176,642 | 1,213,607 | | |
| TOTAL EXPENSES..... | 92,384,328 | 85,099,862 | 83,547,517 | 79,897,196 | 70,285,438 | 65,906,166 | 63,585,069 | 57,857,033 |
| PROGRAM REVENUES: | | | | | | | | |
| Governmental activities: | | | | | | | | |
| Charges for services: | | | | | | | | |
| Administration..... | 501,318 | 513,172 | 1,050,303 | 1,614,348 | 1,043,616 | 1,148,286 | 1,374,160 | 433,598 |
| Planning and development..... | 338,804 | 418,131 | 863,598 | 989,998 | 539,079 | 502,501 | 564,254 | 1,199,350 |
| Public safety..... | 924,889 | 1,010,154 | 780,537 | 709,198 | 676,281 | 523,933 | 363,949 | 507,082 |
| Public works..... | 71,582 | 58,367 | 63,750 | 64,743 | 98,032 | 49,445 | 506,332 | 42,722 |
| Leisure services..... | 180,803 | 46,368 | 158,308 | 42,714 | 124,475 | 60,825 | 24,112 | 29,859 |
| Public libraries..... | 22,468 | 17,452 | 17,363 | 23,301 | 18,843 | 16,760 | 14,926 | 13,387 |
| Human services..... | 72,402 | 29,922 | 44,885 | 23,534 | 337,612 | 555,720 | 51,941 | 489,312 |
| Education..... | 1,398,909 | 1,523,933 | 1,526,079 | 1,538,998 | 919,607 | 1,040,261 | 622,379 | 468,862 |
| Operating grants and contributions..... | 15,165,195 | 13,509,743 | 19,114,572 | 11,160,178 | 9,574,364 | 9,598,184 | 7,563,728 | 9,221,248 |
| Capital grants and contributions..... | 13,910,832 | 16,059,181 | 3,560,689 | 3,295,774 | 146,710 | 51,644 | 684,823 | 969,033 |
| Total Governmental activities program revenues..... | 32,587,202 | 33,186,423 | 27,180,084 | 19,462,786 | 13,478,619 | 13,547,559 | 11,770,604 | 13,374,453 |
| Business-type activities: | | | | | | | | |
| Wintonbury Hills Golf Course..... | 1,899,266 | 1,887,075 | 1,782,184 | 1,793,386 | 1,932,398 | 796,234 | | |
| TOTAL PROGRAM REVENUES..... | 34,486,468 | 35,073,498 | 28,962,268 | 21,256,172 | 15,411,017 | 14,343,793 | 11,770,604 | 13,374,453 |

(Continued)

TABLE 2
(2 of 2)

TOWN OF BLOOMFIELD, CONNECTICUT

CHANGES IN NET ASSETS
LAST EIGHT YEARS
(UNAUDITED)

| | FISCAL YEAR ENDED | | | | | | | |
|--|---------------------|----------------------|---------------------|-----------------------|-----------------------|-----------------------|-----------------------|---------------------|
| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 |
| NET REVENUE (EXPENSES): | | | | | | | | |
| Governmental activities..... | \$ (57,781,846) | \$ (49,762,673) | \$ (54,443,269) | \$ (58,552,736) | \$ (54,630,177) | \$ (51,145,000) | \$ (51,814,465) | \$ (44,482,580) |
| Business-type activities..... | (116,014) | (263,691) | (141,980) | (88,288) | (244,244) | (417,373) | | |
| TOTAL NET EXPENSES..... | (57,897,860) | (50,026,364) | (54,585,249) | (58,641,024) | (54,874,421) | (51,562,373) | (51,814,465) | (44,482,580) |
| GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS: | | | | | | | | |
| Governmental activities: | | | | | | | | |
| Property taxes..... | 62,163,933 | 61,172,089 | 57,909,660 | 49,975,276 | 50,360,176 | 45,528,683 | 44,510,083 | 44,510,083 |
| Grants and contributions not restricted to specific programs..... | 2,354,256 | 2,589,336 | 2,358,906 | 2,573,280 | 2,573,280 | 1,490,773 | 303,761 | 303,761 |
| Investment income..... | 336,532 | 663,052 | 1,384,285 | 1,273,907 | 713,901 | 478,203 | 386,715 | 386,715 |
| Miscellaneous..... | 89,758 | 97,530 | 758,051 | 754,357 | 47,061 | 891,148 | 684,002 | 684,002 |
| Gain on sale of assets..... | | | | 65,601 | 17,974 | 609,753 | | |
| Transfers..... | | | | | | (11,646,081) | | |
| Total Governmental activities revenues..... | 64,944,479 | 64,522,007 | 62,410,902 | 54,642,421 | 53,712,392 | 37,352,479 | 45,884,561 | 45,884,561 |
| Business-type activities: | | | | | | | | |
| Transfers..... | | | | | | 11,646,081 | | |
| TOTAL GENERAL REVENUES..... | 64,944,479 | 64,522,007 | 62,410,902 | 54,642,421 | 53,712,392 | 48,998,560 | 45,884,561 | 45,884,561 |
| CHANGE IN NET ASSETS: | | | | | | | | |
| Governmental activities..... | 7,162,633 | 14,759,334 | 7,967,633 | (3,910,315) | (917,785) | (13,792,521) | (5,929,904) | 1,401,981 |
| Business-type activities..... | (116,014) | (263,691) | (141,980) | (88,288) | (244,244) | 11,228,708 | | |
| TOTAL CHANGE IN NET ASSETS..... | \$ 7,046,619 | \$ 14,495,643 | \$ 7,825,653 | \$ (3,998,603) | \$ (1,162,029) | \$ (2,563,813) | \$ (5,929,904) | \$ 1,401,981 |

(Concluded)

Note: Less than ten years of data due to the implementation date of GASB 34.

TABLE 3

TOWN OF BLOOMFIELD, CONNECTICUT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

| | FISCAL YEAR ENDED JUNE 30, | | | | | | | | | |
|--|----------------------------|----------------------|----------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|---------------------|
| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 | 2002 | 2001 |
| GENERAL FUND: | | | | | | | | | | |
| Reserved..... | \$ 720,057 | \$ 998,384 | \$ 467,300 | \$ 163,136 | \$ 69,297 | \$ | \$ 274,777 | \$ 208,317 | \$ 295,616 | \$ 2,425,986 |
| Unreserved..... | 9,307,572 | 8,084,263 | 7,315,548 | 5,105,795 | 3,924,882 | 3,404,600 | 3,307,562 | 6,106,345 | 5,510,428 | 3,328,454 |
| TOTAL GENERAL FUND..... | 10,027,629 | 9,082,647 | 7,782,848 | 5,268,931 | 3,994,179 | 3,404,600 | 3,582,339 | 6,314,662 | 5,806,044 | 5,754,440 |
| ALL OTHER GOVERNMENTAL FUNDS: | | | | | | | | | | |
| Reserved: | | | | | | | | | | |
| Commitments..... | 12,713,287 | 37,855,805 | 19,700,170 | 2,928,440 | | 65,805 | | | 1,390,835 | 84,182 |
| Unreserved, reported in: | | | | | | | | | | |
| Special revenue funds..... | 1,713,148 | 1,482,096 | 1,088,096 | 1,262,399 | 1,068,527 | 1,238,040 | 806,008 | 1,189,318 | 987,654 | 857,448 |
| Capital projects funds..... | (6,569,156) | (35,204,581) | (4,036,802) | (162,949) | 3,435,080 | 3,210,973 | 4,655,016 | 7,265,866 | 1,356,652 | (4,471,154) |
| TOTAL ALL OTHER GOVERNMENTAL FUNDS..... | 7,857,279 | 4,133,320 | 16,751,464 | 4,027,890 | 4,503,607 | 4,514,818 | 5,461,024 | 8,455,184 | 3,735,141 | (3,529,524) |
| GRAND TOTAL..... | \$ 17,884,908 | \$ 13,215,967 | \$ 24,534,312 | \$ 9,296,821 | \$ 8,497,786 | \$ 7,919,418 | \$ 9,043,363 | \$ 14,769,846 | \$ 9,541,185 | \$ 2,224,916 |

TOWN OF BLOOMFIELD, CONNECTICUT

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(UNAUDITED)

| | FISCAL YEAR ENDED JUNE 30, | | | | | | | | | |
|---|----------------------------|----------------------|----------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|---------------------|
| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 | 2002 | 2001 |
| REVENUES: | | | | | | | | | | |
| Property taxes..... | \$ 62,139,854 | \$ 60,941,705 | \$ 57,743,856 | \$ 54,031,566 | \$ 51,126,615 | \$ 48,237,060 | \$ 45,039,462 | \$ 44,511,570 | \$ 41,097,569 | \$ 39,276,650 |
| Intergovernmental..... | 30,974,914 | 31,792,105 | 24,856,754 | 16,541,860 | 12,955,982 | 12,006,569 | 9,454,711 | 10,346,840 | 11,536,738 | 10,958,753 |
| Investment income..... | 249,291 | 625,874 | 1,305,384 | 1,507,528 | 1,147,764 | 495,485 | 366,087 | 386,105 | 581,123 | 1,075,642 |
| Charges for services..... | 3,512,115 | 3,617,499 | 4,516,118 | 5,041,710 | 3,316,608 | 4,009,290 | 3,806,666 | 4,077,557 | 3,489,006 | 2,861,547 |
| Contributions..... | 141,369 | 366,155 | 177,413 | 196,442 | 65,820 | 95,081 | 188,376 | 531,245 | | |
| Other..... | 89,758 | 97,530 | 758,051 | 183,217 | 754,357 | 56,960 | 702,772 | 147,257 | 252,872 | 1,132,289 |
| TOTAL REVENUES..... | 97,107,301 | 97,440,868 | 89,357,576 | 77,502,323 | 69,367,146 | 64,900,445 | 59,558,074 | 60,000,574 | 56,957,308 | 55,304,881 |
| EXPENDITURES: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Administration..... | 2,830,222 | 2,697,106 | 2,588,374 | 2,402,550 | 2,156,525 | 2,358,322 | 2,308,083 | 2,071,630 | 1,849,501 | 1,844,935 |
| Boards and agencies..... | 103,225 | 167,649 | 134,288 | 136,632 | 114,599 | 128,065 | 133,021 | 99,388 | 149,115 | 85,608 |
| Planning and development..... | 626,537 | 875,001 | 773,256 | 697,849 | 668,426 | 532,432 | 550,554 | 591,322 | 578,913 | 524,086 |
| Public safety..... | 7,299,638 | 7,460,058 | 6,984,947 | 6,417,746 | 6,042,399 | 5,641,891 | 5,898,993 | 5,827,504 | 5,651,022 | 5,657,197 |
| Public works..... | 2,623,631 | 2,529,612 | 2,336,871 | 1,980,852 | 2,173,945 | 1,877,155 | 2,736,025 | 2,915,194 | 1,861,773 | 1,987,238 |
| Leisure services..... | 761,868 | 767,788 | 788,267 | 705,682 | 729,207 | 1,244,050 | 973,286 | 1,304,670 | 614,044 | 552,532 |
| Public libraries..... | 1,328,969 | 1,334,575 | 1,307,979 | 1,310,617 | 1,200,951 | 1,137,802 | 1,147,132 | 1,154,012 | 1,140,126 | 1,085,953 |
| Human services..... | 1,427,598 | 1,266,099 | 1,249,007 | 1,196,574 | 1,901,090 | 1,871,966 | 1,977,266 | 2,085,225 | 2,172,493 | 1,734,601 |
| Facilities..... | 1,813,899 | 1,733,268 | 1,477,987 | 1,535,303 | 1,508,706 | 1,243,011 | 1,874,352 | 1,766,471 | 1,227,713 | 1,161,743 |
| Fixed charges..... | 11,066,954 | 10,450,261 | 10,409,040 | 9,339,966 | 8,623,998 | 8,561,077 | 6,517,942 | 5,929,866 | 5,086,459 | 4,673,901 |
| Miscellaneous..... | 285,904 | 202,415 | 258,069 | 1,385,738 | 317,825 | 145,064 | 224,471 | 308,946 | 349,544 | 165,479 |
| Education..... | 48,306,626 | 46,014,190 | 50,868,423 | 42,050,074 | 39,910,278 | 37,509,060 | 35,376,569 | 34,020,796 | 31,191,002 | 31,230,294 |
| Capital outlay..... | 30,687,925 | 30,644,600 | 8,912,639 | 5,688,160 | 1,776,504 | 3,096,924 | 3,269,693 | 5,179,225 | 8,727,011 | 4,992,914 |
| Debt service: | | | | | | | | | | |
| Principal..... | 1,914,975 | 1,126,886 | 1,125,001 | 1,124,414 | 852,283 | 680,754 | 1,999,994 | 1,416,000 | 1,025,000 | 1,250,000 |
| Interest..... | 1,360,389 | 1,489,705 | 757,287 | 731,131 | 877,643 | 448,317 | 906,929 | 549,164 | 384,196 | 221,948 |
| TOTAL EXPENDITURES..... | 112,438,360 | 108,759,213 | 89,971,435 | 76,703,288 | 68,854,379 | 66,475,890 | 65,894,310 | 65,219,413 | 62,007,912 | 57,168,429 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES..... | (15,331,059) | (11,318,345) | (613,859) | 799,035 | 512,767 | (1,575,445) | (6,336,236) | (5,218,839) | (5,050,604) | (1,863,548) |
| OTHER FINANCING SOURCES (USES): | | | | | | | | | | |
| Capital lease..... | | | 799,994 | | | 451,500 | | | 709,773 | |
| Issuance of debt..... | 20,000,000 | | 15,000,000 | | | | | 10,442,000 | 11,656,000 | |
| Premium..... | | | 51,356 | | | | | | | |
| Proceeds from sale of assets..... | | | | | 65,601 | | 609,753 | 5,500 | 1,100 | 1,500 |
| Transfers in..... | 270,000 | 1,650,000 | 2,496,648 | 1,914,135 | 2,050,000 | 3,803,598 | 1,121,943 | 750,000 | 2,256,468 | 1,774,159 |
| Transfers out..... | (270,000) | (1,650,000) | (2,496,648) | (1,914,135) | (2,050,000) | (3,803,598) | (1,121,943) | (750,000) | (2,256,468) | (1,774,159) |
| NET OTHER FINANCING SOURCES (USES)..... | 20,000,000 | - | 15,851,350 | - | 65,601 | 451,500 | 609,753 | 10,447,500 | 12,366,873 | 1,500 |
| NET CHANGE IN FUND BALANCES..... | 4,668,941 | (11,318,345) | 15,237,491 | 799,035 | 578,368 | (1,123,945) | (5,726,483) | 5,228,661 | 7,316,269 | (1,862,048) |
| FUND BALANCE - JULY 1..... | 13,215,967 | 24,534,312 | 9,296,821 | 8,497,786 | 7,919,418 | 9,043,363 | 14,769,846 | 9,541,185 | 2,224,916 | 4,086,964 |
| FUND BALANCE - JUNE 30..... | \$ 17,884,908 | \$ 13,215,967 | \$ 24,534,312 | \$ 9,296,821 | \$ 8,497,786 | \$ 7,919,418 | \$ 9,043,363 | \$ 14,769,846 | \$ 9,541,185 | \$ 2,224,916 |
| DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES..... | 4.0% | 3.3% | 2.3% | 2.6% | 2.6% | 1.8% | 4.6% | 3.3% | 2.6% | 2.8% |

TABLE 5

TOWN OF BLOOMFIELD, CONNECTICUT

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(UNAUDITED)

| GRAND LIST 10/1 | YEAR ENDED JUNE 30 | REAL ESTATE | | PERSONAL PROPERTY | | LESS: TAX EXEMPT PROPERTY | TOTAL TAXABLE ASSESSED VALUE | ESTIMATED ACTUAL TAXABLE VALUE | PERCENTAGE OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE | TOTAL DIRECT TAX RATE |
|-----------------|--------------------|----------------------|---------------------|-------------------|----------------|---------------------------|------------------------------|--------------------------------|--|-----------------------|
| | | RESIDENTIAL PROPERTY | COMMERCIAL PROPERTY | MOTOR VEHICLES | OTHER | | | | | |
| 1999 | 2001 | \$ 739,675,620 | \$ 461,967,661 | \$ 107,789,847 | \$ 193,741,635 | \$ 44,680,559 | 1,458,494,204 | 1,708,087,873 | 85.4% | 26.69 |
| 2000 | 2002 | 640,739,376 | 253,011,490 | 110,328,501 | 194,982,846 | 48,197,223 | 1,150,864,990 | 2,061,653,818 | 55.8% | 36.79 |
| 2001 | 2003 | 638,677,533 | 222,191,110 | 112,904,341 | 194,247,078 | 47,788,540 | 1,120,231,522 | 2,252,300,627 | 49.7% | 38.48 |
| 2002 | 2004 | 647,918,383 | 227,220,037 | 116,466,111 | 179,629,148 | 48,709,473 | 1,122,524,206 | 2,290,917,090 | 49.0% | 39.80 |
| 2003 | 2005 | 664,016,703 | 237,856,100 | 109,635,991 | 190,661,643 | 61,293,726 | 1,140,876,711 | 2,536,505,711 | 45.0% | 42.33 |
| 2004 | 2006 | 907,025,650 | 469,089,657 | 117,645,468 | 226,389,529 | 62,761,963 | 1,657,388,341 | 2,451,100,334 | 67.6% | 31.03 |
| 2005 | 2007 | 931,160,418 | 473,539,470 | 130,899,857 | 225,666,947 | 45,707,315 | 1,715,559,377 | 3,018,109,847 | 56.8% | 32.50 |
| 2006 | 2008 | 947,152,062 | 457,449,515 | 134,208,250 | 221,736,470 | 64,680,298 | 1,695,865,999 | 3,174,623,445 | 53.4% | 34.33 |
| 2007 | 2009 | 979,130,620 | 601,687,336 | 139,612,434 | 234,857,222 | 232,134,823 | 1,723,152,789 | 3,190,940,420 | 54.0% | 35.29 |
| 2008 | 2010 | 987,701,397 | 619,849,535 | 134,601,426 | 241,936,228 | 230,230,474 | 1,753,858,112 | 3,141,560,761 | 55.8% | 35.53 |

Source: Town of Bloomfield, Assessor's Office

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

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

TABLE 6

TOWN OF BLOOMFIELD, CONNECTICUT

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND FIVE YEARS AGO
(UNAUDITED)**

| NAME | 2010 | | | 2003 (1) | | |
|---|-----------------------|------|---|-----------------------|------|---|
| | ASSESSED VALUE | RANK | PERCENTAGE NET TAXABLE GRAND LIST (1) | ASSESSED VALUE | RANK | PERCENTAGE NET TAXABLE GRAND LIST (1) |
| Connecticut General Life Insurance Company..... | \$ 67,127,290 | 1 | 3.83% | \$ 130,126,760 | 1 | 10.87% |
| Metropolitan Life Insurance..... | 44,827,900 | 2 | 2.56% | | | |
| Duncaster, Inc..... | 30,797,590 | 3 | 1.76% | 9,243,280 | 5 | 0.77% |
| Connecticut Light & Power Company..... | 25,729,850 | 4 | 1.47% | 19,524,737 | 2 | 1.63% |
| Pepperidge Farms Inc. | 23,571,784 | 5 | 1.34% | | | |
| Amcap Copaco LLC..... | 23,365,930 | 6 | 1.33% | | | |
| Bouwfonds Hawthorn LP..... | 21,585,200 | 7 | 1.23% | | | |
| Jacobs Vehicle Systems, Inc..... | 21,464,918 | 8 | 1.22% | 6,601,235 | 8 | 0.55% |
| Church Home of Hartford..... | 17,081,640 | 9 | 0.97% | 7,348,890 | 7 | 0.61% |
| FJS Family LLC..... | 13,097,840 | 10 | 0.75% | | | |
| Griffin Land & Nurseries, Inc..... | <u>10,680,430</u> | 11 | <u>0.61%</u> | <u>9,488,940</u> | 4 | <u>0.79%</u> |
| TOTAL..... | <u>\$ 299,330,372</u> | | <u>17.07%</u> | <u>\$ 182,333,842</u> | | <u>15.22%</u> |

Source: Assessor's Office, Town of Bloomfield

(1) Based on October 1, 2008 and 2003 net taxable Grand List of \$1,753,858,112 and \$1,196,873,697, respectively.

Note: Information is not available prior to 2003.

TABLE 7

TOWN OF BLOOMFIELD, CONNECTICUT

**TAX RATES, LEVIES AND CASH COLLECTIONS
LAST TEN YEARS
(UNAUDITED)**

| YEAR ENDED JUNE 30 | (1) MILL RATE | GRAND LIST OF OCTOBER 1 | TOTAL ADJUSTED TAX LEVY FOR THE FISCAL YEAR | COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY | | COLLECTIONS IN SUBSEQUENT YEARS | TOTAL COLLECTIONS TO DATE | | CURRENT DELINQUENT BALANCE |
|--------------------------|---------------------|----------------------------------|---|---|-----------------------|---------------------------------------|---------------------------|-----------------------|----------------------------------|
| | | | | AMOUNT | PERCENTAGE OF LEVY | | AMOUNT | PERCENTAGE OF LEVY | |
| 2001 | \$ 27 | 1999 | \$ 39,102,837 | \$ 38,486,664 | 98.42% | \$ 612,700 | \$ 39,099,364 | 99.99% | \$ 3,473 |
| 2002 | 36.79 | 2000 | 41,099,820 | 40,313,309 | 98.09% | 786,462 | 41,099,771 | 100.00% | 49 |
| 2003 | 38.48 | 2001 | 43,381,675 | 42,878,338 | 98.84% | 503,286 | 43,381,624 | 100.00% | 51 |
| 2004 | 39.80 | 2002 | 45,019,634 | 44,076,550 | 97.91% | 921,539 | 44,998,089 | 99.95% | 21,545 |
| 2005 | 42.33 | 2003 | 48,139,009 | 46,812,523 | 97.24% | 1,299,183 | 48,111,706 | 99.94% | 27,303 |
| 2006 | 31.03 | 2004 | 50,367,798 | 49,318,885 | 97.92% | 990,363 | 50,309,248 | 99.88% | 58,550 |
| 2007 | 32.50 | 2005 | 53,838,811 | 52,709,474 | 97.90% | 1,020,228 | 53,729,702 | 99.80% | 109,109 |
| 2008 | 34.33 | 2006 | 57,873,253 | 56,811,112 | 98.16% | 907,740 | 57,718,852 | 99.73% | 154,401 |
| 2009 | 35.29 | 2007 | 60,370,599 | 59,337,787 | 98.29% | 480,735 | 59,818,522 | 99.09% | 552,077 |
| 2010 | 35.53 | 2008 | 62,068,048 | 60,677,058 | 97.76% | | 60,677,058 | 97.76% | 1,390,990 |

(1) This represents the Town's mill rate per \$1,000 of taxable property.

Source: Town audit reports

TABLE 8

TOWN OF BLOOMFIELD, CONNECTICUT

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS
(UNAUDITED)**

| YEAR ENDED JUNE 30 | GOVERNMENTAL ACTIVITIES | | | BUSINESS-TYPE ACTIVITIES | | TOTAL | POPULATION | ESTIMATE ACTUAL TAXABLE VALUE OF PROPERTY | PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY | (1) PERCENTAGE OF PERSONAL INCOME | PER CAPITA |
|--------------------|--------------------------|---------------|----------------|--------------------------|------------|--------|------------------|---|--|-----------------------------------|------------|
| | GENERAL OBLIGATION BONDS | NOTES PAYABLE | CAPITAL LEASES | CAPITAL LEASES | | | | | | | |
| 2001 | \$ 2,620,000 | \$ | \$ 1,059,118 | \$ | 3,679,118 | 19,587 | \$ 1,801,437,709 | 0.20% | 0.65% | \$ 188 | |
| 2002 | 13,251,000 | | 1,266,311 | | 14,517,311 | 19,134 | 1,708,087,873 | 0.85% | 2.63% | 759 | |
| 2003 | 22,277,000 | 292,798 | 582,708 | | 23,152,506 | 19,794 | 2,061,653,818 | 1.12% | 4.06% | 1,170 | |
| 2004 | 20,395,000 | 280,487 | 448,601 | 527,837 | 21,651,925 | 19,803 | 2,252,300,627 | 0.96% | 3.62% | 1,093 | |
| 2005 | 19,285,000 | 267,915 | 695,948 | 841,199 | 21,090,062 | 19,769 | 2,536,505,711 | 0.83% | 3.38% | 1,067 | |
| 2006 | 18,175,000 | 251,811 | 458,588 | 637,081 | 19,522,480 | 20,414 | 2,451,100,334 | 0.80% | 3.11% | 956 | |
| 2007 | 17,065,000 | 237,397 | 215,991 | 422,270 | 17,940,658 | 20,581 | 3,018,109,847 | 0.59% | 3.15% | 872 | |
| 2008 | 30,955,000 | 222,396 | 922,465 | 197,695 | 32,297,556 | 20,643 | 3,174,623,445 | 1.02% | 5.77% | 1,565 | |
| 2009 | 29,845,000 | 205,510 | 704,600 | 82,371 | 30,837,481 | 20,727 | 3,190,940,420 | 0.97% | 5.48% | 1,488 | |
| 2010 | 47,945,000 | 190,535 | 554,300 | 173,300 | 48,863,135 | 20,696 | 3,141,560,761 | 1.56% | 5.48% | 2,361 | |

(1) Personal income can be found on Table 13.

(2) State of Connecticut, Department of Public Health.

Note: All of the Town's bonded debt is general obligation debt and the Town does not have any restricted resources for the payment of this debt.

Details of the Town's outstanding debt can be found in the notes to the basic financial statements.

TABLE 9**TOWN OF BLOOMFIELD, CONNECTICUT****RATIOS OF GENERAL DEBT OUTSTANDING
LAST TEN YEARS
(UNAUDITED)**

| YEAR ENDED JUNE 30 | GENERAL DEBT OUTSTANDING | | | PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY | PER CAPITA |
|--------------------------|--------------------------------|------------------|--------------|---|---------------|
| | GENERAL OBLIGATION BONDS | NOTES PAYABLE | TOTAL | | |
| 2001 | \$ 2,620,000 | \$ | \$ 2,620,000 | 0.15% | 134 |
| 2002 | 13,251,000 | | 13,251,000 | 0.78% | 693 |
| 2003 | 22,277,000 | 292,798 | 22,569,798 | 1.09% | 1,140 |
| 2004 | 20,395,000 | 280,487 | 20,675,487 | 0.92% | 1,044 |
| 2005 | 19,285,000 | 267,915 | 19,552,915 | 0.77% | 989 |
| 2006 | 18,175,000 | 251,811 | 18,426,811 | 0.75% | 903 |
| 2007 | 17,065,000 | 237,397 | 17,302,397 | 0.57% | 841 |
| 2008 | 30,955,000 | 222,396 | 31,177,396 | 0.57% | 841 |
| 2009 | 29,845,000 | 205,510 | 30,050,510 | 0.94% | 1,450 |
| 2010 | 47,945,000 | 190,535 | 48,135,535 | 1.53% | 2,326 |

Note: All of the Town's bonded debt is general obligation debt and the Town does not have any restricted resources for the payment of this debt.

TABLE 10

TOWN OF BLOOMFIELD, CONNECTICUT

COMPUTATION OF DIRECT AND OVERLAPPING INDEBTEDNESS
#REF!
(UNAUDITED)

| GOVERNMENTAL UNIT | DEBT OUTSTANDING | ESTIMATED PERCENTAGE APPLICABLE | ESTIMATED SHARE OF OVERLAPPING DEBT |
|---------------------------------------|-----------------------|---------------------------------------|--|
| Metropolitan District Commission..... | <u>\$ 206,461,150</u> | <u>7.33%</u> | \$ 15,133,602 |
| Town of Bloomfield bonds..... | | | 47,945,000 |
| Town of Bloomfield notes..... | | | <u>190,535</u> |
| TOTAL DIRECT AND OVERLAPPING DEBT.... | | | <u>\$ 63,269,137</u> |

Sources: Debt outstanding and the applicable percentage provided by the Metropolitan District Commission.

Note: The Metropolitan District Commission is a regional sewer and water authority of which the Town of Bloomfield is a member. The applicable percentage is calculated by a proration based on the tax collections of the eight member towns.

TABLE 11

TOWN OF BLOOMFIELD, CONNECTICUT

SCHEDULE OF DEBT LIMITATION
 JUNE 30, 2010
 (UNAUDITED)

| | |
|--|----------------------|
| TOTAL TAX COLLECTIONS (including interest and lien fees) for the year ended June 30, 2009: | |
| Town of Bloomfield..... | \$ 61,954,356 |
| Fire Districts..... | 2,396,815 |
| REIMBURSEMENT FOR REVENUE LOST: | |
| Tax relief for elderly freeze..... | 2,000 |
| BASE FOR DEBT LIMITATION COMPUTATION..... | <u>\$ 64,353,171</u> |

| | GENERAL PURPOSE | SCHOOLS | SEWER | URBAN RENEWAL | PENSION DEFICIT |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <u>DEBT LIMITATION:</u> | | | | | |
| 2 1/4 times base..... | \$ 144,794,635 | \$ | \$ | \$ | \$ |
| 4 1/2 times base..... | | 289,589,270 | | | |
| 3 3/4 times base..... | | | 241,324,391 | | |
| 3 1/4 times base..... | | | | 209,147,806 | |
| 3 times base..... | | | | | 193,059,513 |
| TOTAL LIMITATIONS..... | <u>144,794,635</u> | <u>289,589,270</u> | <u>241,324,391</u> | <u>209,147,806</u> | <u>193,059,513</u> |
| <u>INDEBTEDNESS:</u> | | | | | |
| Bonds payable..... | 9,444,235 | 17,744,200 | 947,100 | | |
| Bond anticipation notes..... | | 20,000,000 | | | |
| Overlapping debt..... | | | 15,133,602 | | |
| Fire District bonds..... | 660,281 | | | | |
| TOTAL INDEBTEDNESS (1)..... | <u>10,104,516</u> | <u>37,744,200</u> | <u>16,080,702</u> | - | - |
| DEBT LIMITATION IN EXCESS OF OUTSTANDING DEBT..... | <u>\$ 134,690,119</u> | <u>\$ 251,845,070</u> | <u>\$ 225,243,689</u> | <u>\$ 209,147,806</u> | <u>\$ 193,059,513</u> |

(1) The total of the above indebtedness amounts to: \$ 63,929,418

In no event shall total indebtedness exceed seven time the base for debt limitation computation: \$ 450,472,197

TABLE 12**TOWN OF BLOOMFIELD, CONNECTICUT**LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS
(UNAUDITED)

| YEAR ENDED JUNE 30 | DEBT LIMIT | NET DEBT APPLICABLE TO LIMIT | LEGAL DEBT MARGIN | TOTAL NET DEBT APPLICABLE |
|--------------------------|----------------|------------------------------------|-------------------------|---------------------------------|
| 2001 | \$ 281,710,961 | \$ 8,140,599 | \$ 273,570,362 | 2.89% |
| 2002 | 287,271,544 | 16,109,192 | 271,162,352 | 5.61% |
| 2003 | 310,071,146 | 22,577,000 | 287,494,146 | 7.28% |
| 2004 | 312,943,057 | 20,675,487 | 292,267,570 | 6.61% |
| 2005 | 336,855,827 | 27,196,776 | 309,659,051 | 8.07% |
| 2006 | 358,383,221 | 25,912,935 | 332,470,286 | 7.23% |
| 2007 | 394,925,860 | 23,907,800 | 371,018,060 | 6.05% |
| 2008 | 422,256,373 | 41,315,684 | 380,940,689 | 9.78% |
| 2009 | 442,077,062 | 40,898,842 | 401,178,220 | 9.25% |
| 2010 | 450,472,197 | 63,929,418 | 386,542,779 | 14.19% |

TABLE 13**TOWN OF BLOOMFIELD, CONNECTICUT**

DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS
 (UNAUDITED)

| YEAR ENDED JUNE 30 | POPULATION | PERSONAL INCOME | (1) PER CAPITA INCOME | (2) SCHOOL ENROLLMENT | (3) UNEMPLOYMENT PERCENTAGE |
|--------------------------|------------|--------------------|-----------------------------|-----------------------------|-----------------------------------|
| 2001 | 19,587 | \$ 564,947,841 | \$ 28,843 | 2,724 | 3.4% |
| 2002 | 19,134 | 551,881,962 | 28,843 | 2,600 | 4.7% |
| 2003 | 19,794 | 570,918,342 | 28,843 | 2,618 | 6.4% |
| 2004 | 19,803 | 598,684,296 | 30,232 | 2,455 | 4.3% |
| 2005 | 19,769 | 624,621,324 | 31,596 | 2,365 | 6.2% |
| 2006 | 20,414 | 628,179,608 | 30,772 | 2,308 | 6.2% |
| 2007 | 20,581 | 570,190,336 | 27,705 | 2,238 | 5.1% |
| 2008 | 20,643 | 560,127,162 | 27,134 | 2,215 | 5.1% |
| 2009 | 20,727 | 562,406,418 | 27,134 | 2,336 | 8.8% |
| 2010 | 20,696 | 561,565,264 | 27,134 | 2,280 | 9.8% |

(1) U.S. Bureau of Census

(2) Town of Bloomfield Board of Education

(3) State of Connecticut Department of Labor

TABLE 14

TOWN OF BLOOMFIELD, CONNECTICUTPRINCIPAL EMPLOYERS
CURRENT YEAR AND FIVE YEARS AGO
(UNAUDITED)

| EMPLOYER | 2010 | | | 2005 (2) | | |
|---------------------------------|------------------|------|---|------------------|------|---|
| | (1) EMPLOYEES | RANK | PERCENTAGE OF TOTAL TOWN EMPLOYMENT | (1) EMPLOYEES | RANK | PERCENTAGE OF TOTAL TOWN EMPLOYMENT |
| Cigna..... | 3,463 | 1 | 33.21% | 3,463 | 1 | 35.80% |
| Metlife..... | 2,000 | 2 | 19.18% | - | - | . |
| Kaman Corporation..... | 924 | 3 | 8.86% | 924 | 2 | 9.55% |
| Town of Bloomfield..... | 643 | 4 | 6.17% | 641 | 3 | 6.63% |
| Homegoods Distribution Center.. | 572 | 5 | 5.49% | 572 | 4 | 5.91% |
| Jacobs Vehicle Systems..... | 475 | 6 | 4.56% | 475 | 5 | 4.91% |
| Seabury..... | 400 | 7 | 3.84% | 400 | 6 | 4.14% |
| Duncaster..... | 276 | 8 | 2.65% | 276 | 7 | 2.85% |
| Pepperidge Farms..... | 260 | 9 | 2.49% | 260 | 8 | 2.69% |
| Coherent Deos..... | 220 | 10 | 2.11% | 220 | 9 | 2.27% |
| Beacon Industries..... | 150 | 11 | 1.44% | 150 | 10 | 1.55% |
| Home Depot | 130 | 12 | 1.25% | - | - | - |
| TOTAL..... | <u>9,513</u> | | <u>91.25%</u> | <u>7,381</u> | | <u>46.03%</u> |

(1) Town of Bloomfield, Economic Development Department.

(2) Data prior to 2005 is not available.

TABLE 15

TOWN OF BLOOMFIELD, CONNECTICUT

**FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST SIX YEARS
(UNAUDITED)**

| FUNCTION | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|-------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| TOWN: | | | | | | |
| Administration..... | 24.00 | 24.00 | 24.00 | 23.00 | 23.00 | 26.00 |
| Planning and development..... | 8.00 | 10.00 | 9.00 | 9.00 | 9.00 | 7.00 |
| Boards and agencies..... | 2.00 | 2.00 | 2.00 | 2.00 | 2.50 | 2.50 |
| Public safety sworn..... | 48.00 | 51.00 | 51.00 | 51.00 | 51.00 | 51.00 |
| Public safety civilian..... | 14.00 | 16.00 | 16.00 | 13.50 | 12.00 | 10.50 |
| Public works..... | 27.00 | 27.00 | 27.00 | 27.00 | 27.00 | 27.00 |
| Leisure services..... | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 | 4.00 |
| Public libraries..... | 21.00 | 20.00 | 21.00 | 21.00 | 20.50 | 20.50 |
| Human services..... | 11.50 | 13.50 | 13.50 | 13.50 | 13.50 | 12.50 |
| Facilities..... | 8.50 | 10.00 | 10.00 | 8.00 | 8.00 | 8.00 |
| Fixed charges..... | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 0.50 |
| BOARD OF EDUCATION: | | | | | | |
| Certified..... | 262.00 | 250.80 | 257.60 | 263.60 | 262.30 | 257.70 |
| Non-certified..... | <u>216.00</u> | <u>202.50</u> | <u>212.50</u> | <u>206.00</u> | <u>217.00</u> | <u>214.50</u> |
| GRAND TOTAL..... | <u>647.00</u> | <u>631.80</u> | <u>648.60</u> | <u>642.60</u> | <u>650.80</u> | <u>641.70</u> |

Note: Information is not available prior to 2005.

TABLE 16

TOWN OF BLOOMFIELD, CONNECTICUT

OPERATING INDICATORS BY FUNCTION
LAST SIX YEARS
(UNAUDITED)

| FUNCTION | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|
| Administration: | | | | | | |
| Marriage licenses issued..... | 199 | 165 | 149 | 181 | 331 | 142 |
| Birth certificates issued..... | 184 | 188 | 179 | 189 | 304 | 181 |
| Death certificates issued..... | 293 | 304 | 292 | 322 | 601 | 309 |
| Boards and Agencies: | | | | | | |
| Registered voters..... | 14,394 | 14,785 | 14,096 | 13,184 | 13,435 | 13,866 |
| Elections and referenda..... | 2 | 3 | 3 | 3 | 3 | 3 |
| Planning and Development: | | | | | | |
| Building permits issued..... | 285 | 340 | 412 | 458 | 490 | 439 |
| Value of building permits..... | \$ 14,381,000 | \$ 44,470,129 | \$ 60,243,144 | \$ 55,781,634 | \$ 34,927,196 | \$ 23,358,000 |
| Public Safety: | | | | | | |
| Calls for service..... | 28,961 | 26,389 | 23,014 | 27,195 | 30,707 | 27,966 |
| Citations issued..... | 4,803 | 4,306 | 3,922 | 4,242 | 3,259 | 3,108 |
| Public Works: | | | | | | |
| Miles of roads maintained..... | 111 | 111 | 111 | 111 | 102 | 102 |
| Acres of grounds maintained..... | 1,342 | 1,342 | 1,342 | 1,342 | 1,342 | 1,342 |
| Leisure Services: | | | | | | |
| Summer season programs..... | 175 | 171 | 171 | 138 | 135 | 118 |
| Indoor season programs..... | 120 | 111 | 111 | 101 | 72 | 73 |
| Public Libraries: | | | | | | |
| Items circulated..... | 253,341 | 258,489 | 260,526 | 263,216 | 287,518 | 296,118 |
| Human Services: | | | | | | |
| Meals on wheels provided..... | 6,064 | 5,379 | 6,709 | 6,478 | 6,289 | 7,171 |
| Senior mini-bus trips..... | 21,053 | 21,251 | 21,506 | 19,620 | 19,225 | 19,069 |
| Households provided energy assistance..... | 961 | 1,112 | 864 | 811 | 737 | 488 |
| Households provided food bank assistance..... | 1,422 | 941 | 401 | 367 | 335 | 160 |
| Education: | | | | | | |
| Elementary schools..... | 3 | 3 | 3 | 3 | 3 | 3 |
| Middle schools..... | 1 | 1 | 1 | 1 | 1 | 1 |
| High schools..... | 1 | 1 | 1 | 1 | 1 | 1 |
| Magnet high schools..... | 1 | 1 | 1 | 1 | - | - |

Note: Information is not available prior to 2005.

TABLE 17

TOWN OF BLOOMFIELD, CONNECTICUT

**CAPITAL ASSET STATISTICS BY FUNCTION
LAST SIX YEARS
(UNAUDITED)**

| FUNCTION | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|-------------------------------|---------|---------|---------|---------|---------|---------|
| Public Safety: | | | | | | |
| Police stations..... | 1 | 1 | 1 | 1 | 1 | 1 |
| Public Works: | | | | | | |
| Miles of town roads..... | 111 | 111 | 111 | 111 | 102 | 102 |
| Linear feet of sidewalks..... | 318,075 | 318,075 | 318,075 | 318,075 | 318,075 | 318,075 |
| Leisure Services: | | | | | | |
| Parks and greens..... | 36 | 36 | 36 | 36 | 36 | 36 |
| Swimming pools..... | 1 | 1 | 1 | 1 | 1 | 1 |
| Public Libraries: | | | | | | |
| Libraries..... | 2 | 2 | 2 | 2 | 2 | 2 |
| Human Services: | | | | | | |
| Community center..... | 1 | 1 | 1 | 1 | 1 | 1 |
| Senior mini-buses..... | 5 | 5 | 5 | 5 | 5 | 5 |
| Education: | | | | | | |
| Schools..... | 6 | 6 | 6 | 6 | 5 | 5 |

Note: Information is not available prior to 2005.