

# **Town of Rocky Hill Connecticut**



## **Comprehensive Annual Financial Report**

Fiscal Year Ended June 30, 2010

# **Comprehensive Annual Financial Report**

of the

## **Town of Rocky Hill Connecticut**

Fiscal Year Ended June 30, 2010

Prepared by:  
Finance Department  
Director of Finance  
John Mehr

**TOWN OF ROCKY HILL, CONNECTICUT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**TABLE OF CONTENTS**

**Page**

**Introductory Section**

List of Principal Officials	i
Organization Chart of Town Government	ii
Letter of Transmittal	iii-vi
Certificate of Achievement for Excellence in Financial Reporting	vii

**Financial Section**

Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-10

**Exhibit**

Basic Financial Statements:

Government-Wide Financial Statements:

I	Statement of Net Assets	11
II	Statement of Activities	12

Fund Financial Statements:

Governmental Funds:

III	Balance Sheet	13-14
IV	Statement of Revenues, Expenditures and Changes in Fund Balances	15-16

Fiduciary Funds:

V	Statement of Fiduciary Net Assets	17
VI	Statement of Changes in Plan Net Assets - Pension Trust Fund	18

Notes to Financial Statements	19-40
-------------------------------	-------

Required Supplementary Information:

General Fund:

RSI-1	Schedule of Revenues and Other Financing Sources - Budget and Actual	41-42
RSI-2	Schedule of Expenditures and Other Financing Uses - Budget and Actual	43-44

Combining and Individual Fund Statements and Schedules:

General Fund:

A-1	Comparative Balance Sheet	45
A-2	Report of Tax Collector	46

Nonmajor Governmental Funds:

B-1	Combining Balance Sheet	47-49
B-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances	50-52

**Exhibit****Page**

## Combining and Individual Fund Statements and Schedules (continued):

	Capital Projects Fund:	
C	Schedule of Expenditures - Actual vs. Appropriations	53
	Fiduciary Funds:	
	Agency Funds:	
D-1	Combining Balance Sheet	54
D-2	Combining Statement of Changes in Assets and Liabilities	55
	Capital Assets Used in the Operation of Governmental Funds:	
E-1	Comparative Schedule by Source	56
E-2	Schedule by Function and Activity	57
E-3	Schedule of Changes by Function and Activity	58

**Statistical Section****Table**

	Financial Trends:	
1	Net Assets by Component	59
2	Changes in Net Assets	60
3	Fund Balances, Governmental Funds	61
4	Changes in Fund Balances, Governmental Funds	62
	Revenue Capacity:	
5	Assessed Value and Estimated Actual Value of Taxable Property	63
6	Property Tax Rates	64
7	Principal Property Taxpayers	65
8	Property Tax Levies and Collections	66
	Debt Capacity:	
9	Ratios of Outstanding Debt by Type	67
10	Ratios of General Bonded Debt Outstanding	68
11	Direct and Overlapping Governmental Activities Debt	69
12	Schedule of Debt Limitation	70
13	Legal Debt Margin Information	71
	Demographic and Economic Statistics:	
14	Demographic and Economic Statistics	72
15	Principal Employers	73
	Operating Information:	
16	Full-Time Equivalent Town Government Employees by Function/Program	74
17	Operating Indicators by Function/Program	75
18	Capital Asset Statistics by Function/Program	76

# **Introductory Section**

**TOWN OF ROCKY HILL, CONNECTICUT**

**JUNE 30, 2010**

PRINCIPAL OFFICIALS

TOWN COUNCIL

Anthony LaRosa, Mayor

Philip J. Sylvestro  
Nadine Bell  
Larrye deBear  
Mary Ellen Flynn

Timothy Moriarty  
Barbara Orsini Surwilo  
Frank Szeps  
Catherine Vargas

BOARD OF EDUCATION

William MacDonald, Chairman

Rene Rivard  
Frank Morse  
Marc R. Beliveau  
Raffaella Calciano-Coler

Dilip D. Desai  
Brian A. Dillon  
Maria Mennela  
E. Alexander Silva

GENERAL GOVERNMENT

Town Manager  
Town Attorney  
Town Clerk  
Director of Finance  
Assessor  
Tax Collector  
Town Treasurer  
Director of Human Services  
Director of Parks and Recreation  
Facilities Director  
Town Engineer  
Highway Superintendent  
Town Planner  
Economic Development  
Building Official  
Library Director  
Police Chief  
Fire Chief  
Fire Marshal

Barbara Gilbert  
Rome McGuigan, P.C.  
Ronald McNamara  
John Mehr  
Stuart Topliff  
Michael DesRoches  
Mona McKim  
Mark Williams  
Lisa Zerio  
Richard Cooke  
James Sollmi  
Glenn Parent  
Kimberly Ricci  
Raymond Carpentino  
Peter Langlois  
Mary Hogan  
Michael Custer  
Michael Garrahy  
Richard Renstrom

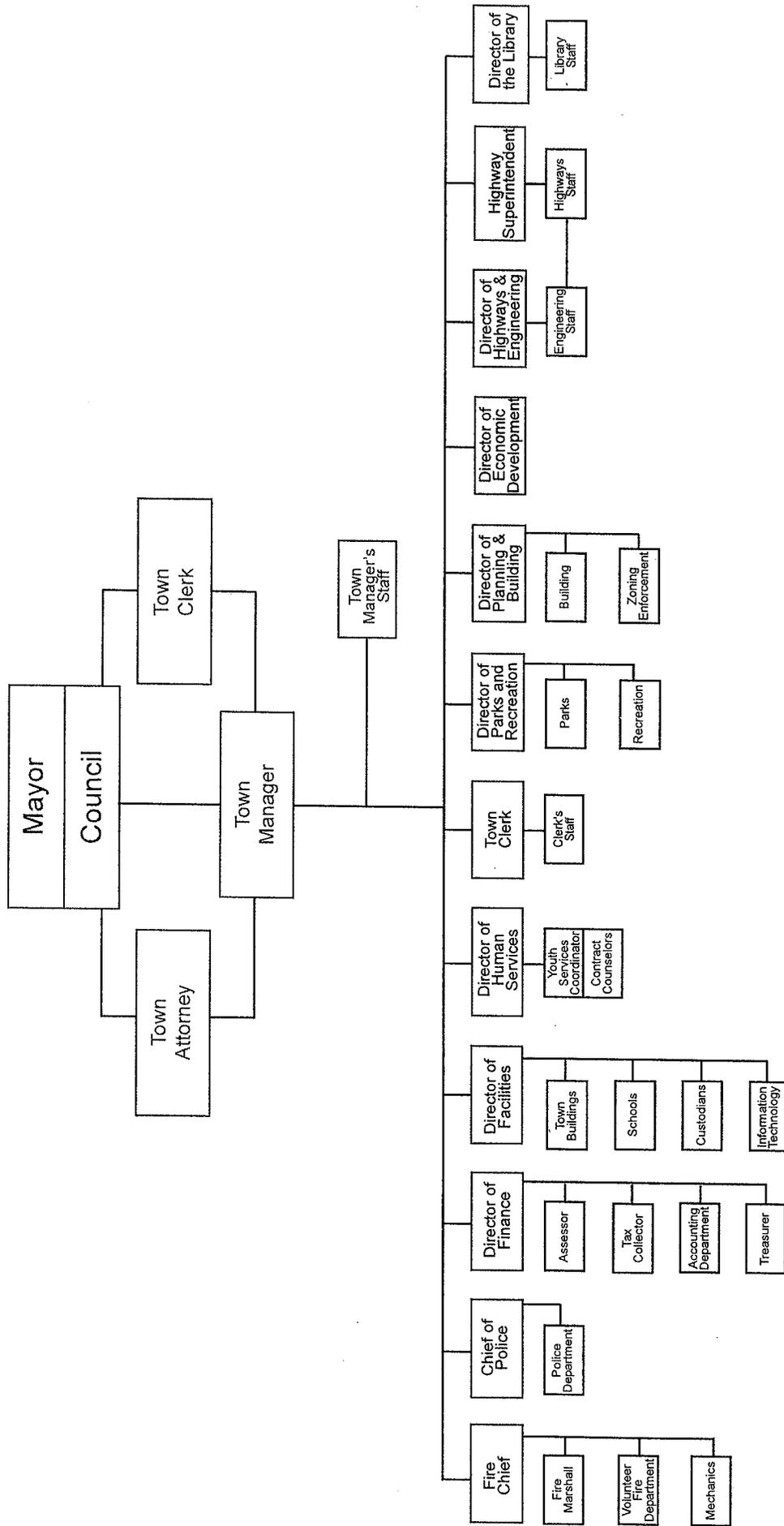
EDUCATION

Superintendent of Schools  
Director of Finance and Operations

Jeffrey A. Villar, Ph.D.  
Charles Zettergren

TOWN OF ROCKY HILL, CONNECTICUT

ORGANIZATIONAL CHART





# Town of Rocky Hill

761 OLD MAIN STREET • ROCKY HILL, CONNECTICUT 06067 • (860) 258-2700 • FAX (860) 258-7638

December 15, 2010

To the Town Manager, Finance Committee, Members of the Town Council, Board of Education, Superintendent of Schools, Director of Finance and Operations and the Citizens of The Town of Rocky Hill.

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2010.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Blum, Shapiro & Company, P.C., Certified Public Accountants, have issued an unqualified (clean) opinion on the Town of Rocky Hill's financial statements for the year ended June 30, 2010. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

## *Profile of the Government*

The Town of Rocky Hill was settled in 1650 as part of Wethersfield and was incorporated as a separate town in 1843. The Town covers an area of 13.9 square miles with a population of 18,827. It is situated on the west bank of the Connecticut River, eight miles south of Hartford. Major roads that traverse the Town are State Routes 3, 99 and 160 and Interstate 91. The Town is also accessible by water and air transportation. Contiguous towns are Berlin, Glastonbury, Wethersfield, Newington and Cromwell. The Town is empowered to levy a property tax on both real and personal property located within its boundaries. This includes motor vehicles which are garaged or registered as being in the Town.

The Town adopted a Council-Manager form of government in November 1966. The Town Council is the legislative and policy making body of the Town, and consists of nine members elected at-large for two-year terms. The Mayor, one of the nine Council members, is separately elected and presides over all meetings of the Town Council. The Mayor submits recommendations for appointments under the Council's jurisdiction and, as directed by the Council, appoints such special subcommittees of the Council as are needed to effectively conduct the Council's business. The Town's Manager is responsible for carrying out the policies and ordinances of the Town Council, for overseeing the day-to-day operations of the Town, and for appointing the heads of the Town's departments.

The Town provides a full range of services, which include general government services such as Finance, Town Clerk, Tax Collection, Assessment; Public Safety, which includes fire and police protection; physical services for the management, care and maintenance of all public buildings, public roadways, town vehicles and various construction activities; environmental services, which includes the collection of solid waste and recyclable by a

contract vendor; Parks and Recreation; Human and Youth Services; Engineering, Town Planning and Economic Development; Library; and Education, which is under the control of the elected Board of Education, and operates a high school, middle school and three elementary schools.

Upon completion of public hearings, the Town Council has to adopt a town budget and to fix the tax rate in mills by the third Monday in May. If the Town Council fails to adopt a budget by that date, the proposed budget and tax levy recommended by the Town Manager shall be the adopted budget for the Town. The annual budget services as the foundation for the Town of Rocky Hill's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may transfer resources within their own department with the Town Manager's approval. Transfers between departments, however, need special approval from the Town Council.

### *Local Economy*

Rocky Hill has many national/international companies located in the Town. It is home to the North American Headquarters of the German company Henkel's Loctite Corporation, an internationally known adhesive manufacturer, who, this past year, acquired and merged a company in Pennsylvania into its Rocky Hill operations, adding 80 new management jobs. Also, SYSCO, a food distributor, has located a regional facility in Town. Other companies include Burris Refrigerator Logistics, Marriott, Paychex, ISGN (formerly FISERV), Walmart and Kohl's. The Meredith Corporation local television station WFSB, the Hartford area CBS-TV affiliate, relocated to Rocky Hill from Hartford has been broadcasting from Rocky Hill since July of 2007. The Town has developed a 240 plus acre Industrial Park that has a mixture of manufacturing and distributor businesses. There is also a substantial commercial economic presence that includes a number of national retail facilities. Within the Town are a number of State agencies including a State of Connecticut Veterans Home and Hospital which has approximately 600 patients, and the State has completed a new addition to the Veterans Home. The CT Lottery is headquartered in Rocky Hill.

The Town's geographical location and access to major highways has helped with its growth. Employment data reflected a labor force of 10,996 for June 2010. The unemployment rate increased from 6.6% to 7.5% in Rocky Hill while the Hartford region increased from 8.2% to 9.1% for the same period from June 2009 to June 2010. During the past ten years, the unemployment rate increased from 2.0% in Rocky Hill to 7.5 % in June 2010. While unemployment is expected to remain higher than normal in the State during the current economical environment, the Town believes that the growth of the Town's commercial and industrial tax base over the past few years will keep Rocky Hill's unemployment rate from rising as fast as surrounding areas.

Development has been taking place in the Brook Street area of town, primarily on the property of a former nursery. Winstanley Enterprises has currently leased 100,000 square feet of 189,000 square feet of flex space in three separate buildings. The newest businesses to locate in the Winbrook Business Park are Trane and the Federal GSA. Burris Refrigerated Logistics has completed phase I of its northeast distribution facility and is operating a 256,000 square foot refrigerated warehouse with phase II planned within the next 3 to 5 years. CT Lottery renovated 96,000 square feet of a former warehouse for its new offices and warehouse facility. Inner Circle Fresh Foods was approved to operate a 75,000 square foot food preparation and bakery to provide all of BJ Warehouses prepared foods, salads and baked products, providing 158 new jobs. Besides Brook Street, the Town anticipates the construction of two 75,415 square feet of Class A office buildings by Farley White in the Corporate Ridge Business Park. Wachovia Bank opened this past winter a new free standing bank branch located in the Big Y grocery store plaza. Currently under construction on Cromwell Avenue is the Modern Tire corporation headquarters that will be open for business by early spring of 2011. Also, Compass Point Business Park will be adding two new 11,500 square foot medical office buildings to be opened in February of 2011.

The Town Council has implemented a business development incentive policy to encourage long-term investment in Rocky Hill by providing tax abatements to businesses that locate within the community or want to expand their

operations. WFSB and Burris Refrigerator Logistics are both receiving tax abatements. This program is helpful in attracting new industry and keeping existing businesses.

The Town has completed a comprehensive Town-wide Zoning Regulations and Zoning Map update that encouraged quality development and expansion of the tax base while preserving natural resources. During the year, 7 lots were created through subdivision approval process. The Town did issue permits for 21 single family residences which includes active adult units. Also, the Town has a number of apartment complexes with the largest being Century Hills with 940 apartments.

### *Long-Term Financial Planning*

Unreserved, undesignated fund balance in the general fund is 6.21% of total general fund expenditures and falls within the policy guidelines set by the Town Council for budgetary and planning purposes which must be no less than 5% of general fund expenditures. The Town Council has been using the general fund budgeting process to fund the Town's Capital Improvement Program. In February 2006, the Town Council passed a resolution that any funds in the undesignated fund balance from the preceding fiscal year that exceed 6% of General Fund expenditures be applied to the capital improvement budget as determined by the Town Council. By budgeting for capital purchases on a yearly basis, the Town Council is trying to be less reliant on referendums. For the 2010 -2011 budget, \$189,121 of undesignated fund balance was applied to the capital improvements budget.

### *Relevant Financial Policies*

The State budget for FY 2010 extended the conveyance tax rate on real estate sales paid to municipalities. After much debate, the rate of \$2.50 per \$1,000 of the real estate sales price will continue through June 30, 2010, but then will revert back to \$1.10 per \$1,000. During this fiscal year, the Town received \$162,232 in conveyance tax. If the State had not passed this law, the Town would have received about \$91,000 less in conveyance tax.

The Town implemented new assessed property values for the October 1, 2008 Grand List based on a State mandated revaluation which impacts the 2009 - 2010 Town Budget. After implementing the new assessed property values, the Town received 83 cases, 15 residential and 68 commercial, challenging the new assessed property values in Superior Court. The Town policy is to minimize the impact that any of these settlements will have on the 2009 - 2010 fiscal year. The Town has settled all but 3 cases resulting in a \$68.7 million reduction to the Grand List. These assessment appeals case settlements will be reflected in the property value adjustments for the October 2009 and 2010 Grand Lists, therefore, impacting the 2010 - 2011 and 2011 - 2012 Town Budgets.

### *Major Initiatives*

The Town has received State grants to assist with storefront improvements for businesses located on the Silas Deane Highway. The façade improvement program has a total of 22 renderings with 14 of these projects being completed and 5 more underway. Also the Town received an \$850,000 State grant for renovations to the Cora Belden Library that include sitework, new windows, roofing, HVAC, masonry and upgrading of the fire alarm system. This work was completed in December of 2009. In June of 2009, the Town received a \$1.8 million Federal road improvement grant through the America Recovery and Reinvestment Act (ARRA) that covered all the costs associated with the Old Main Street road project. This road rehabilitation project was completed in December of 2009. The Town did take delivery of a new 2009 Ford E-350 Bus for the Human Services Department and did upgrade all the bleachers in the schools gymnasiums. The Town has been in Court defending a lawsuit that was filed challenging the location of a regional police training center after receiving the appropriate planning boards and commissions approvals so that it could be built in Rocky Hill. Once the case is settled, this proposed training center has a budget of \$1 million and will be paid for completely by a State grant. The Town did spend \$174 thousand (half Town half State funds) to repair the Old Main Street Bridge over Goff Brook until

funding is available to replace the whole bridge. The Town did establish a Dog Park at Elm Ridge Park that was completely paid for by the fund raising efforts of the Rocky Hill Dog Park Committee.

The Town continues the process of exercising its power of eminent domain to acquire the Foundry property, 11 acres of land along the Connecticut River, with the intent of making it a public park. The Town did have a firm perform a phase III study and a remedial action plan for the Foundry property.

The Town of Rocky Hill did issue general obligation (GO) refunding bonds for \$7.42 million in April 2010. All bond proceeds were used to refund the Town's series 2000 and 2001 GO bonds outstanding. The Town received a net present value savings of \$498 thousand, 6.4% of principal, and the Town will use this savings in the next two budget years. Standard & Poor's Rating Services reviewed the refunding bonds issue and assigned its 'AA' rating with a stable outlook. In addition, after Moody's Investor Service recalibrated its Global Scale Ratings, the Town's bond rating went to Aa2 from Aa3.

On the November 2009 ballot, the voters of Rocky Hill did not have any referendum questions. However, the voters did have a referendum in June 2010 with one question asking to appropriate \$91.9 million for town-wide school system improvements consisting of the replacement of one of the elementary schools with a new elementary school, and the renovation and expansion of one of the existing elementary schools and of the high school. This referendum was the result of a feasibility study that was completed for all five of the Town's school buildings. This referendum was voted down by the voters of Rocky Hill. On the November 2010 ballot, the voters of Rocky Hill did not have any referendum questions.

#### *Awards and Acknowledgements*

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Rocky Hill for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2009. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period on one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the finance department. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Town Manager and especially to the Town Council for their unfailing support for maintaining the highest standards of professionalism in the management of the Town of Rocky Hill's finances.

Respectfully submitted,



John R. Mehr  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Rocky Hill  
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

## **Financial Section**



Accounting | Tax | Business Consulting

## Independent Auditors' Report

To the Mayor and Town Council  
Town of Rocky Hill, Connecticut

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Rocky Hill, Connecticut, as of June 30, 2010 and the respective changes in financial position 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 15, 2010 on our consideration of the Town of Rocky Hill, Connecticut's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 3 through 10, and the budgetary comparison information on pages 41 through 44, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

*Blum, Shapiro & Company, P.C.*

December 15, 2010

**TOWN OF ROCKY HILL, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2010**

This discussion and analysis of the Town of Rocky Hill, Connecticut's (the Town) financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2010. Please read this MD&A in conjunction with the Town's financial statements, Exhibits I to VI.

**Financial Highlights**

- Net assets of our governmental activities increased by \$821 thousand or nearly 3%.
- During the year, the Town had expenses that were \$821 thousand less than the \$64.9 million generated in tax and other revenues for governmental programs.
- Total cost of all of the Town's programs was \$64.1 million with no new programs added this year.
- The General Fund reported a fund balance this year of \$4.0 million.
- The resources available for appropriation were \$1.0 million less than budgeted for the General Fund, however, expenditures were \$1.2 million below spending limits.

**Overview of the Financial Statements**

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

**Government-Wide Financial Statements**

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

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

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

- *Governmental Activities* - The Town's basic services are reported here, including education, public safety, public works, health and human services, parks, recreation and facilities, and general administration. Property taxes, charges for services and state and federal grants finance most of these activities.

## Fund Financial Statements

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

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

## Government-Wide Financial Analysis

The Town's governmental activities net assets increased from \$30.8 million to \$31.6 million. The analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Town's governmental activities.

**Table 1**  
**NET ASSETS**

	<b>Governmental Activities</b>	
	<u>2010</u>	<u>2009</u>
Current and other assets	\$ 12,426,611	\$ 13,161,256
Capital assets, net of accumulated depreciation	50,461,753	49,991,421
Total assets	<u>62,888,364</u>	<u>63,152,677</u>
Long-term debt outstanding	25,782,869	27,060,559
Other liabilities	5,500,885	5,308,524
Total liabilities	<u>31,283,754</u>	<u>32,369,083</u>
Net Assets:		
Invested in capital assets, net of debt	31,869,594	29,246,456
Restricted	131,678	140,572
Unrestricted	<u>(396,662)</u>	<u>1,396,566</u>
Total Net Assets	<u>\$ 31,604,610</u>	<u>\$ 30,783,594</u>

Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements - changed from \$1.4 million at June 30, 2009 to (\$396 thousand) at the end of this year.

**Table 2  
CHANGE IN NET ASSETS**

	<b>Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
Revenues:		
Program revenues:		
Charges for services	\$ 2,380,780	\$ 2,671,084
Operating grants and contributions	8,501,954	7,404,475
Capital grants and contributions	1,476,910	66,818
General revenues:		
Property taxes	50,427,420	49,055,467
Grants and contributions not restricted to specific purposes	1,522,516	1,821,208
Unrestricted investment earnings	47,329	158,628
Other general revenues	565,584	635,906
Total revenues	64,922,493	61,813,586
Program expenses:		
General government	10,548,036	8,941,339
Public safety	6,539,663	6,719,233
Public works	5,657,194	6,647,194
Health and human services	602,681	632,245
Parks, recreation and facilities	6,122,943	6,105,163
Library services	899,916	932,326
Education	33,004,998	30,795,035
Interest on long-term debt	726,046	859,804
Total program expenses	64,101,477	61,632,339
Increase in Net Assets	\$ 821,016	\$ 181,247

The Town's total revenues were \$64.9 million. The total cost of all programs and services was \$64.1 million. Our analysis below separately considers the operations of governmental activities.

**Governmental Activities**

More than 78% of the Town's revenues were derived from property taxes, followed by 13% from operating grants and contributions.

Major revenue factors included:

The Town's mill rate decreased by 6.3 mills over fiscal year 2009 mill rate as a result of an increase in the growth of the Net Taxable Grand List of 32.6% due to revaluation. Property tax revenues for fiscal year 2010 increased 3.0% compared to fiscal year 2009.

Investment earnings continue to decrease over the prior fiscal year as the Federal Reserve continued its policies to have lower short-term interest rates. Investment earnings were 70% lower than in fiscal year 2009.

The Town did not issue any debt during the period to fund capital projects. The Town did issue refunding bonds using the proceeds to refund bonds outstanding.

Operating grants and contributions increased over the prior fiscal year despite the State of Connecticut reducing the amount it paid the Town by 36% for the Pequot Grant and by 20% for the Manufacturer machinery/equipment grant.

Building department fees decreased 9% over fiscal year 2009. The collections of real estate conveyance tax decreased 20% over the prior fiscal year.

More than 51% of the Town's expenditures relate to education, 10% to public safety, 9% to parks, recreation and facilities, 16% to general government, and 9% to public works.

Major expenditure factors included:

Increases in employee wages from negotiated step and general wage increases. The cost of employee benefits continued to decrease due to negotiated changes to the Town employees' group health insurance plan.

Another warmer winter resulted in lower than expected heating expenses.

The Town has a third party supplier for "green power" electricity and locked in at a lower kilowatt rate through January of 2013. This has stabilized the Town's cost of electricity for its operations.

Another year with a reduction of the tip fee for municipal solid waste occurring during the fiscal year resulted in lower sanitation charges.

The Town's legal expenses increased due to defending and resolving the number of cases challenging the new assessed property values in Superior Court, and the Town exercising its power of eminent domain to acquire the Foundry property.

The Town's previous workers compensation insurer, Municipal Interlocal Risk Management Agency (MIRMA), charged Rocky Hill and its other member towns an assessment for worker compensation claim run out for claims occurring from July 1, 2002 through June 30, 2009. The Town expects to pay an assessment in each of the next three fiscal years.

Due to projected revenue shortfalls, the Town departments monitored and managed expenses that resulted in the Town operating budget coming in 2% below budgeted expenditures.

The cost of education increased primarily due to negotiated wage settlements, increased cost for employee benefits and higher special education costs.

Table 3 presents the cost of each of the Town's five largest programs - education, general government, public works, public safety, and parks, recreation and facilities - as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

**Table 3  
GOVERNMENTAL ACTIVITIES**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Education	\$ 33,004,998	\$ 30,795,035	\$ 24,921,046	\$ 23,488,286
General government	10,548,036	8,941,339	9,790,781	7,887,290
Public works	5,657,194	6,647,194	4,180,284	6,565,525
Public safety	6,539,663	6,719,233	6,009,333	6,205,299
Parks, recreation and facilities	6,122,943	6,105,163	5,359,040	5,328,591
All others	2,228,643	2,424,375	1,481,349	2,014,971
<b>Total</b>	<b>\$ 64,101,477</b>	<b>\$ 61,632,339</b>	<b>\$ 51,741,833</b>	<b>\$ 51,489,962</b>

**Town Funds Financial Analysis**

**Governmental Funds**

As the Town completed the year, its governmental funds (as presented in the balance sheet - Exhibit III) reported a combined fund balance of \$6.3 million, which is a decrease from last year's total of \$7.1 million. Included in this year's total change in fund balance is a decrease of \$194 thousand in the Town's General Fund. The primary reasons for the General Fund's increase mirror the governmental activities analysis highlighted in Exhibit IV. In addition, these other changes in fund balances should be noted:

The fund balance of the Town of Rocky Hill's Capital Project Fund decreased by \$713 thousand due to the Town having to deposit a check of \$775 thousand with the Clerk of the Superior Court for the Judicial District of New Britain as it relates to filing a statement of compensation for the taking of real property as part of the legal process to acquire the Foundry property.

**General Fund Budgetary Highlights**

Tax collections were unfavorable by \$395 thousand and other revenues were unfavorable by \$300 thousand primarily due to current economic conditions. Intergovernmental revenue was unfavorable by \$288 thousand due to LOCIP payments being charged to a different fund, and to the Pequot Grant and Manufacturer machinery/equipment grant payments from the State being lower than anticipated.

Legal expenses were higher than the original budget due to the Foundry case and the new assessed property values cases.

Interest from investment was unfavorable by \$63 thousand due to lower short-term interest rates.

The aforementioned items, when combined with the planned \$281 thousand use of fund balance to minimize the annual tax impact to Town residents, resulted in completing the June 30, 2010 year with an undesignated fund balance of \$3.5 million.

The Town budgets for unanticipated and unbudgeted expenditures that occurred during the budget year. For the 2009-2010 budget years, the Town budgeted \$449 thousand for contingency. This provided the Town with a reserve to cover salary increases in labor agreements, increased electric, heating and motor fuel costs and increases in overtime costs associated with snow removal.

The Town's General Fund balance of \$4.0 million reported on Exhibit III differs from the General Fund's budgetary fund balance of \$3.5 million reported in the budgetary comparison in the required supplementary information. This is principally because fund balance includes a \$210 thousand of outstanding encumbrances at year end which are reported as expenditures for budgetary purposes and the use of \$281 thousand appropriated to the 2010-2011 budget.

**Capital Asset and Debt Administration**

**Capital Assets**

At June 30, 2010, the Town had \$50.4 million invested in a broad range of capital assets, including land, buildings, park facilities, roads, vehicles and equipment - Table 4. This amount represents a net increase (including additions and deductions) of \$470 thousand or 1.0%, over last year.

**Table 4  
CAPITAL ASSETS (Net of Depreciation)**

	<b>Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
Land	\$ 3,837,249	\$ 3,837,249
Buildings and improvements	23,068,461	23,593,490
Furniture, vehicles and equipment	667,851	1,100,417
Infrastructure	22,076,883	21,216,085
Construction in progress	<u>811,309</u>	<u>244,180</u>
Total	<u>\$ 50,461,753</u>	<u>\$ 49,991,421</u>

This year's major additions included (in millions):

Pavement Rehabilitation of Old Main Street (1.6 miles)      \$ 1.2

The Town's fiscal year 2010-2011 capital budget calls for it to spend \$1.6 million for capital projects, principally for sidewalk improvements, vehicles for various departments, road improvements, facilities improvements and IT upgrades, design services for Goff Brook bridge replacement and land acquisition.

Additional information on the Town's capital assets can be found in Note 5 of this report.

## Long-Term Debt

At June 30, 2010, the Town had \$18.5 million in bonds outstanding versus \$20.5 million last year - a decrease of 9.6% - as shown in Table 5.

**Table 5**  
**OUTSTANDING DEBT**

	Governmental Activities	
	2010	2009
General Obligation Bonds (Backed by the Town)	\$ 18,523,827	\$ 20,500,973

The Town of Rocky Hill did issue general obligation (GO) refunding bonds for \$7.42 million in April 2010 with all the proceeds used to refund the Town's series 2000 and 2001 GO bonds outstanding. Standard & Poor's Rating Services reviewed the refunding bonds issue and assigned its 'AA' rating with a stable outlook. In addition, after Moody's Investor Service recalibrated its Global Scale Ratings, the Town's bond rating went to Aa2 from Aa3. The State limits the amount of general obligation debt that cities can issue based on a formula determined under State Statutes based on type of debt and tax base. The Town's outstanding general obligation debt is significantly below this \$353 million state-imposed limit.

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

### **Economic Factors and Next Year's Budgets and Rates**

The Town's elected and appointed officials considered many factors when setting the fiscal year 2010 budget and tax rate. One of those factors is the economy and the community's ability to pay for municipal services. As of June 2010, the Town's labor force stood at 10,996 with its unemployment rate being 7.5% compared to 9.1% in the greater Hartford region and 8.9% for the State. These rates have increased from the June 2009 rates of 6.6% for Rocky Hill and 8.1% for the State.

The consumer price index for June 2010 was 1.1% compared to -1.4% for June 2009 and 5.0% for June 2008. The Town has a business development incentive policy that provides tax abatements to help bring new business into the community and retain existing businesses.

These indicators were taken into account when adopting the General Fund Budget for 2010-2011. Amounts available for appropriation in the General Fund are \$59,042,210, an increase of 1.7% over the 2009-2010 budget of \$58,027,675.

For 2010-2011, the Town's Net Taxable Grand List increased by 0.2% from the prior year. This minor increase is the result of the Town settling cases that challenged the new assessed property values as the result of the State mandated revaluation and overall economic conditions. The mill rate used by the Town was 23.8 mills, an increase of 0.9 mills compared to the mill rate used in the 2009-2010 budget year.

The Town appropriated \$281 thousand from fund balance to the 2010-2011 budget. This was a decrease of \$108 thousand from the prior year.

The Town is concerned about any budget deficit that the State of Connecticut might have and the impact balancing the State budget might have on the Town. Approximately 8.1% of the Town's budget revenues are derived from revenues received from the State of Connecticut. About 60.2% of the State revenues come to the Town in the form of Educational Cost Sharing Grants (ECS) which assists the Town's school system.

The Town is concerned about the economy of the United States and its impact on the equities market. Like most towns, Rocky Hill has its pension trusts assets invested with various mutual funds that hold investments in the stock market. The Town has seen these pension trusts assets increase in value 11% from July to October 2010. If this trend does not continue, the Town pension trusts have adequate amounts in fixed income accounts so that the trusts will be able to pay its pension obligations over the next few years without having to liquidate any of its mutual funds positions.

### **Contacting the Town's Financial Management**

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, Town of Rocky Hill, 761 Old Main Street, Rocky Hill, Connecticut 06067.

# **Basic Financial Statements**

## TOWN OF ROCKY HILL, CONNECTICUT

## STATEMENT OF NET ASSETS

JUNE 30, 2010

	<u>Governmental Activities</u>
Assets:	
Cash and cash equivalents	\$ 10,895,357
Receivables, net	1,482,157
Inventory	5,288
Net pension assets	43,809
Capital assets not being depreciated	4,648,558
Capital assets being depreciated, net	45,813,195
Total assets	<u>62,888,364</u>
Liabilities:	
Accounts and other payables	1,742,600
Unearned revenue	3,758,285
Noncurrent liabilities:	
Due within one year	2,271,818
Due in more than one year	23,511,051
Total liabilities	<u>31,283,754</u>
Net Assets:	
Invested in capital assets, net of related debt	31,869,594
Restricted for:	
Trust purposes:	
Nonexpendable	131,678
Unrestricted	<u>(396,662)</u>
Total Net Assets	<u>\$ 31,604,610</u>

The accompanying notes are an integral part of the financial statements

## TOWN OF ROCKY HILL, CONNECTICUT

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
General government	\$ 10,548,036	\$ 567,302	\$ 189,953	\$	\$ (9,790,781)
Public safety	6,539,663	434,836	95,494		(6,009,333)
Public works	5,657,194			1,476,910	(4,180,284)
Health and human services	602,681		128,266		(474,415)
Parks, recreation and facilities	6,122,943	763,903			(5,359,040)
Library services	899,916	29,975	582,520		(287,421)
Education	33,004,998	584,764	7,499,188		(24,921,046)
Debt service	726,046		6,533		(719,513)
Total Governmental Activities	<u>\$ 64,101,477</u>	<u>\$ 2,380,780</u>	<u>\$ 8,501,954</u>	<u>\$ 1,476,910</u>	<u>(51,741,833)</u>
General revenues:					
Property taxes					50,427,420
Grants and contributions not restricted to specific programs					1,522,516
Unrestricted investment earnings					47,329
Miscellaneous					565,584
Total general revenues					<u>52,562,849</u>
Change in net assets					821,016
Net Assets at Beginning of Year					<u>30,783,594</u>
Net Assets at End of Year					<u>\$ 31,604,610</u>

The accompanying notes are an integral part of the financial statements

## TOWN OF ROCKY HILL, CONNECTICUT

## BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2010

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 6,987,028	\$ 2,094,960	\$ 1,813,369	\$ 10,895,357
Receivables, net	1,371,767		110,390	1,482,157
Due from other funds	1,418,107		182,553	1,600,660
Inventory			5,288	5,288
Total Assets	<u>\$ 9,776,902</u>	<u>\$ 2,094,960</u>	<u>\$ 2,111,600</u>	<u>\$ 13,983,462</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts and contracts payable	\$ 1,318,472	\$ 5,450	\$ 197,644	\$ 1,521,566
Due to other funds	182,553	926,752	491,355	1,600,660
Deferred revenue	4,258,075		287,132	4,545,207
Total liabilities	<u>5,759,100</u>	<u>932,202</u>	<u>976,131</u>	<u>7,667,433</u>
<b>Fund balances:</b>				
Reserved	209,884		5,288	215,172
Unreserved, reported in:				
General Fund	3,807,918			3,807,918
Special Revenue Funds			998,503	998,503
Capital Projects Funds		1,162,758		1,162,758
Permanent Funds			131,678	131,678
Total fund balances	<u>4,017,802</u>	<u>1,162,758</u>	<u>1,135,469</u>	<u>6,316,029</u>
Total Liabilities and Fund Balances	<u>\$ 9,776,902</u>	<u>\$ 2,094,960</u>	<u>\$ 2,111,600</u>	<u>\$ 13,983,462</u>

(Continued on next page)

## TOWN OF ROCKY HILL, CONNECTICUT

## BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)

JUNE 30, 2010

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

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

Fund balances - total governmental funds (Exhibit III)	\$ 6,316,029
--	--------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 104,833,070	
Less accumulated depreciation	<u>(54,371,317)</u>	
Net capital assets		50,461,753

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

Net pension asset	43,809
Property tax receivables greater than 60 days	445,956
Interest receivable on property taxes	150,075
Receivable from the state for school construction projects	190,891

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

Net pension obligation	(1,535,116)
Bonds and notes payable	(18,250,000)
Interest payable on bonds and notes	(221,034)
Compensated absences	(4,027,049)
Capital lease	(68,332)
Deferred charges on refunding	(273,827)
Net OPEB obligation	(1,371,601)
Early retirement incentive program	<u>(256,944)</u>

Net Assets of Governmental Activities (Exhibit I)	<u>\$ 31,604,610</u>
---	----------------------

The accompanying notes are an integral part of the financial statements

## TOWN OF ROCKY HILL, CONNECTICUT

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

FOR THE YEAR ENDED JUNE 30, 2010

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Taxes and assessments	\$ 50,445,629	\$	\$	\$ 50,445,629
Intergovernmental	7,203,662	1,184,323	2,945,576	11,333,561
Charges for services	792,346		1,411,138	2,203,484
Income on investments	39,737	7,005	587	47,329
Miscellaneous	656,980	71,440	137,062	865,482
Total revenues	<u>59,138,354</u>	<u>1,262,768</u>	<u>4,494,363</u>	<u>64,895,485</u>
Expenditures:				
Current:				
General government	2,313,302			2,313,302
Public safety	5,341,066		83,720	5,424,786
Public works	4,973,582		44,721	5,018,303
Health and human services	501,487		119,851	621,338
Parks, recreation and facilities	5,253,636		675,125	5,928,761
Library services	875,847		599,275	1,475,122
Education	30,266,724		2,596,082	32,862,806
Miscellaneous	6,162,034		278,374	6,440,408
Capital outlay	523,784	2,306,039		2,829,823
Debt service	2,895,090			2,895,090
Total expenditures	<u>59,106,552</u>	<u>2,306,039</u>	<u>4,397,148</u>	<u>65,809,739</u>
Excess (Deficiency) of Revenues over Expenditures	<u>31,802</u>	<u>(1,043,271)</u>	<u>97,215</u>	<u>(914,254)</u>
Other Financing Sources (Uses):				
Transfers in		330,000		330,000
Transfers out	(330,000)			(330,000)
Refunding bonds issued	7,420,000			7,420,000
Payment to refunded bond escrow agent	(7,316,494)			(7,316,494)
Total other financing sources (uses)	<u>(226,494)</u>	<u>330,000</u>	<u>-</u>	<u>103,506</u>
Net Change in Fund Balances	(194,692)	(713,271)	97,215	(810,748)
Fund Balances at Beginning of Year	<u>4,212,494</u>	<u>1,876,029</u>	<u>1,038,254</u>	<u>7,126,777</u>
Fund Balances at End of Year	<u>\$ 4,017,802</u>	<u>\$ 1,162,758</u>	<u>\$ 1,135,469</u>	<u>\$ 6,316,029</u>

(Continued on next page)

## TOWN OF ROCKY HILL, CONNECTICUT

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

FOR THE YEAR ENDED JUNE 30, 2010

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

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ (810,748)
---	--------------

Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay	2,315,942
Depreciation expense	(1,845,610)

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:

School building grant receipts	(196,397)
Property tax receivable - accrual basis change	(28,791)
Property tax interest and lien revenue - accrual basis change	10,582

Change in pension assets and liabilities	24,948
--	--------

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

Bond principal payments	1,985,000
Capital lease payments	175,660
Refunding bonds issued	(7,420,000)
Payments to bond refunding agent	7,316,494

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

Compensated absences	(190,832)
Accrued interest	88,392
Amortization of deferred charge on refunding	(7,854)
OPEB obligations	(827,748)
Early retirement incentive	128,472
Refunding bonds issuance cost	<u>103,506</u>

	<u>\$ 821,016</u>
--	-------------------

Change in Net Assets of Governmental Activities (Exhibit II)

The accompanying notes are an integral part of the financial statements

## TOWN OF ROCKY HILL, CONNECTICUT

## FIDUCIARY FUNDS

## STATEMENT OF FIDUCIARY NET ASSETS

JUNE 30, 2010

	<b>Pension Trust Fund</b>	<b>Other Post Employment Benefits Trust Fund</b>	<b>Agency Funds</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Assets:			
Cash and cash equivalents	\$	\$	\$ 1,200,525
Investments:			
Certificate of deposits			186,488
Mutual funds	<u>32,690,540</u>	<u>181,020</u>	<u>164,906</u>
Total assets	<u>32,690,540</u>	<u>181,020</u>	<u>\$ 1,551,919</u>
Liabilities:			
Deposits and amounts due to student groups and participants			\$ 1,541,676
Accounts payable			<u>10,243</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 1,551,919</u>
Net Assets:			
Held in Trust for Pension and Other Benefits	<u>\$ 32,690,540</u>	<u>\$ 181,020</u>	

The accompanying notes are an integral part of the financial statements

## TOWN OF ROCKY HILL, CONNECTICUT

## FIDUCIARY FUNDS

## STATEMENT OF CHANGES IN PLAN NET ASSETS

## FOR THE YEAR ENDED JUNE 30, 2010

	<b>Pension Trust Fund</b>	<b>Other Post Employment Benefits Trust Fund</b>
	<u>          </u>	<u>          </u>
Additions:		
Contributions:		
Employer	\$ 1,813,420	\$ 332,013
Plan members	415,940	
Total contributions	<u>2,229,360</u>	<u>332,013</u>
Investment income (loss):		
Net appreciation (depreciation) in fair value of investments	2,850,980	(18,980)
Interest and dividends	423,142	
Total investment income (loss)	<u>3,274,122</u>	<u>(18,980)</u>
Less investment expense	128,471	
Net investment income (loss)	<u>3,145,651</u>	<u>(18,980)</u>
Total additions	<u>5,375,011</u>	<u>313,033</u>
Deductions:		
Benefits	1,510,400	332,013
Other expenses	32,925	
Refunds	8,120	
Total deductions	<u>1,551,445</u>	<u>332,013</u>
Net Increase (Decrease)	3,823,566	(18,980)
Net Assets Held in Trust Funds at Beginning of Year	<u>28,866,974</u>	<u>200,000</u>
Net Assets Held in Trust Funds at End of Year	<u>\$ 32,690,540</u>	<u>\$ 181,020</u>

The accompanying notes are an integral part of the financial statements

# TOWN OF ROCKY HILL, CONNECTICUT

## NOTES TO FINANCIAL STATEMENTS

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

#### A. Reporting Entity

Rocky Hill, settled in 1650 as part of Wethersfield, was incorporated as a separate Town in May 1843. The Town operates under a Council - Manager form of government. The Town Council is the legislative and policy making body of the Town, and consists of nine members elected at-large for two-year terms. The Mayor (one of the nine Council members) is separately elected and presides over all meetings of the Town Council. The Mayor submits recommendations for appointments under the Council jurisdiction and, as directed by the Council, appoints such special subcommittees of the Council as are needed to effectively conduct the Council's business.

The Town Manager is the Chief Executive and Administrative Officer of the Town and is responsible for the over-all management of all departments of the Town except for the Board of Education. The Town Manager is directly responsible to the Town Council for the implementation of policies established by the Council and the appointment and supervision of all department heads and municipal employees, except for the Town Clerk, Clerk of the Town Council and the Town Attorney.

#### B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The Town has no business-type activities.

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

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The Town reports the following major governmental funds:

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

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

Additionally, the Town reports the following fund types:

The Pension Trust Fund accounts for the activities of the Town Pension Plans, which accumulates resources for pension benefit payments to qualified Town employees.

The Other Post Employment Benefits Trust Fund accounts for the activities of the Town Post Employment Benefits plans, which accumulates resources for healthcare payments to qualified Town employees.

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between certain Town functions because the elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

#### **D. Deposits and Investments**

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

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

Investments for the Town are reported at fair value.

#### **E. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." All trade and property tax receivables are shown net of an allowance for uncollectibles.

Property taxes are assessed as of October 1 and billed at 70% of assessed value on the following July 1. Generally, taxes are due in two installments. Taxes not paid within 30 days of the due date are subject to an interest charge of 1½% per month. As of June 30, liens are placed upon delinquent accounts in accordance with the provisions of the Connecticut General Statutes.

In the governmental fund financial statements property taxes are recognized when they are available. Available means due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Such time does not exceed 60 days.

#### **F. Inventories and Prepaid Items**

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

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

#### **G. Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000, except computer hardware (\$1,000), and an estimated useful life in excess of one year. 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 is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	35
Buildings and improvements	25-50
Vehicles	3-5
Office equipment	3-5
Computer equipment	3-5

## **H. Compensated Absences**

### **Municipal**

Employees earn 12 to 18 days of sick leave per year and 5 to 25 vacation days per year depending on employees' length of service. Upon termination an employee is entitled to be paid for all unused vacation time and 20% to 50% of sick leave depending on employees' length of service.

### **Board of Education**

Employees earn from 12.5 to 25 days of sick leave per year depending on their bargaining unit. Maximum sick leave accrual also varies by bargaining unit from 70 to 221 days. All employees, with exception of teachers, paraprofessionals and cafeteria workers, earn from 5 to 25 days of vacation leave per year. All vacation days must be used within the fiscal year earned except for five days, which may be carried forward to the next year. Upon termination of employment, employees are paid for all earned and unused vacation leave. Unused sick leave may also be paid subject to the terms and limits of each bargaining unit contract.

## **I. Long-Term Obligations**

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

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

## **J. Fund Equity**

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.

## **2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### **Budgetary Information**

The budget for the General Fund is authorized annually by the Town on a modified accrual basis of accounting except for encumbrances.

Unencumbered appropriations for the General Fund shall lapse at the end of the fiscal year, unless otherwise provided for by Council resolution. Additional appropriations, up to \$150,000 for each item, can be made by the Town Council. Additional appropriations over \$150,000 require the approval of the electors. The legal level of control on which expenditures may not exceed appropriations is on the departmental level. Transfers between line items within a department may be made by the Town Manager. The Council may, by resolution, transfer any unencumbered appropriation balance or portion from one department, office or agency, except the Board of Education, to another. There were no additional appropriations approved during the fiscal year.

Budgetary accounting uses encumbrance accounting. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in all budgeted governmental type funds. Encumbrances outstanding at year end are reported in the GAAP financial statements as reservations of fund balances since they do not constitute expenditures or liabilities.

The differences between the budgetary and GAAP basis of accounting are as follows:

- Encumbrances are recognized as valid and proper charges against budget appropriations in the year in which the purchase order is issued, and, accordingly, encumbrances outstanding at year end are reflected in budgetary reports as expenditures in the current year but are shown as a reservation of fund balance on a GAAP basis.
- State of Connecticut payments on behalf of Town of Rocky Hill teachers for the State Teachers' Retirement System are reported for GAAP purposes only.
- Refunding of general obligation bonds transactions are reported for GAAP purposes only.

## **3. CASH, CASH EQUIVALENTS AND INVESTMENTS**

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

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

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

## Deposits

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

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$7,977,148 of the Town’s bank balance of \$9,565,739 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 7,079,433
Uninsured and collateral held by the pledging bank’s trust department, not in the Town’s name	<u>897,715</u>
Total Amount Subject to Custodial Credit Risk	<u><u>\$ 7,977,148</u></u>

## Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2010, the Town’s cash equivalents amounted to \$2,380,493. The following table provides a summary of the Town’s cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations.

	<b><u>Standard and Poor’s</u></b>
State Short-Term Investment Fund (STIF)	AAAm
Cutwater Asset Management - Cooperative Liquid Assets Securities System (CLASS)	AAAm
State Tax Exempt Proceeds Fund *	

\* Not rated

## Investments

Investments as of June 30, 2010 in all funds are as follows:

Investment Type	Credit Rating	Fair Value	Investment Maturities (Years)		
			Less Than 1	1 - 10	More Than 10
Interest-bearing investments:					
Certificates of Deposit	*	\$ 186,488	\$ 65,482	\$ 121,006	\$ -
Other investments:					
Pooled open-end Mutual Funds	NA	<u>33,036,466</u>			
Total Investments		<u>\$ 33,222,954</u>			

\* Subject to coverage by Federal Depository Insurance and collateralization.

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

*Credit Risk - Investments* - As indicated above, State Statutes limit the investment options of cities and towns. The Town has no investment policy that would further limit its investment choices. The pooled open-end mutual funds accounts above are not rated by the nationally recognized statistical rating organizations.

*Concentration of Credit Risk* - The Town does not have an investment policy that allows for an investment in any one issuer that is in excess of 5% of the Town's total investments.

*Custodial Credit Risk* - Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. At June 30, 2010, the Town did not have any uninsured and unregistered securities held by the counterparty or by its trust department or agent that were not in the Town's name.

#### 4. RECEIVABLES

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

	<u>General</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:			
Interest	\$ 150,075	\$	\$ 150,075
Taxes	580,141		580,141
Accounts	475,660	19,391	495,051
Intergovernmental	190,891	90,999	281,890
Gross receivables	<u>1,396,767</u>	<u>110,390</u>	<u>1,507,157</u>
Less allowance for uncollectibles	<u>(25,000)</u>		<u>(25,000)</u>
Net Total Receivables	<u>\$ 1,371,767</u>	<u>\$ 110,390</u>	<u>\$ 1,482,157</u>

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

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes receivable principal	\$ 445,956	\$
Delinquent property tax receivable interest	150,075	
Property taxes collected in advance		3,471,153
School building grant	190,891	
Grant drawdowns prior to meeting all eligibility requirements		<u>287,132</u>
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 786,922</u>	<u>\$ 3,758,285</u>

## 5. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,837,249	\$	\$	\$ 3,837,249
Construction in progress	244,180	567,129		811,309
Total capital assets not being depreciated	<u>4,081,429</u>	<u>567,129</u>	<u>-</u>	<u>4,648,558</u>
Capital assets being depreciated:				
Buildings and improvements	48,791,942	129,403		48,921,345
Furniture, vehicles and equipment	13,776,829	130,473	(28,473)	13,878,829
Infrastructure	35,895,401	1,488,937		37,384,338
Total capital assets being depreciated	<u>98,464,172</u>	<u>1,748,813</u>	<u>(28,473)</u>	<u>100,184,512</u>
Less accumulated depreciation for:				
Buildings and improvements	(25,198,452)	(654,432)		(25,852,884)
Furniture, vehicles and equipment	(12,676,412)	(563,039)	28,473	(13,210,978)
Infrastructure	(14,679,316)	(628,139)		(15,307,455)
Total accumulated depreciation	<u>(52,554,180)</u>	<u>(1,845,610)</u>	<u>28,473</u>	<u>(54,371,317)</u>
Total capital assets being depreciated, net	<u>45,909,992</u>	<u>(96,797)</u>	<u>-</u>	<u>45,813,195</u>
Governmental Activities Capital Assets, Net	<u>\$ 49,991,421</u>	<u>\$ 470,332</u>	<u>\$ -</u>	<u>\$ 50,461,753</u>

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

Governmental activities:	
General government	\$ 832,741
Public safety	334,216
Public works	250,377
Health and human services	18,587
Parks, recreation and facilities	165,067
Library services	4,497
Education	<u>240,125</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,845,610</u>

### Construction Commitments

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

	<u>Project Authorization</u>	<u>Cumulative Expenditures</u>	<u>Project Balance</u>
Capital and nonrecurring	\$ 4,774,732	\$ 3,801,089	\$ 973,643

**6. INTERFUND RECEIVABLE AND PAYABLE BALANCES**

A summary of interfund balances at June 30, 2010 is presented below:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital Projects Fund	\$ 926,752
General Fund	Nonmajor Governmental	491,355
Nonmajor Governmental	General Fund	<u>182,553</u>
 Total		 \$ <u><u>1,600,660</u></u>

Interfund receivables and payables generally represent temporary balances arising from reimbursement type transactions.

Interfund transfers:

	<u>Transfer In</u> <u>Capital</u> <u>Projects Fund</u>
Transfers out:	
General Fund	\$ <u><u>330,000</u></u>

Transfers are used to move unrestricted General Fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations.

**7. LEASES**

**Capital Leases**

The Town has entered into lease agreements as lessee for financing vehicles, equipment for several Town’s departments, computers and related equipment for Board of Education. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

Asset:	
Furniture, vehicle and equipment	\$ 307,536
Less accumulated depreciation	<u>(216,552)</u>
 Total	 \$ <u><u>90,984</u></u>

The following is a schedule of future minimum lease payments under this capital lease and the present value of the net minimum lease payments at June 30, 2010:

**Fiscal Year Ending June 30,**

2011	\$ 71,673
Interest on future lease payments	<u>(3,341)</u>
Principal Balance of Future Minimum Payments	<u>\$ 68,332</u>

**8. LONG-TERM DEBT**

**Changes in Long-Term Liabilities**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 20,515,000	\$ 7,420,000	\$ (9,685,000)	\$ 18,250,000	\$ 1,735,000
Less deferred amounts on refunding	<u>(14,027)</u>	<u>280,000</u>	<u>7,854</u>	<u>273,827</u>	<u>1,735,000</u>
Total bonds payable	20,500,973	7,700,000	(9,677,146)	18,523,827	1,735,000
Capital leases	243,992		(175,660)	68,332	68,332
Net pension obligation	1,550,108		(14,992)	1,535,116	
Compensated absences	3,836,217	567,009	(376,177)	4,027,049	340,014
Net OPEB obligation	543,853	827,748		1,371,601	
Early retirement incentive	<u>385,416</u>		<u>(128,472)</u>	<u>256,944</u>	<u>128,472</u>
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 27,060,559</u>	<u>\$ 9,094,757</u>	<u>\$ (10,372,447)</u>	<u>\$ 25,782,869</u>	<u>\$ 2,271,818</u>

Compensated absences are generally liquidated by the General Fund.

Bonds payable amounting to \$18,250,000 are secured by the general revenue raising powers of the municipality. There are presently four issues outstanding which bear interest at rates ranging from 2.05% to 5.25% with annual maturities in varying amounts until 2025.

On April 28, 2010, the Town issued \$7,420,000 of general obligation refunding bonds with interest rates ranging from 2.0% to 5.0%. The bonds were issued to refund all or a portion of the aggregate outstanding principal amounts of general obligation bonds of the Town dated December 15, 2000 and September 1, 2001. The net proceeds of \$7,928,795 were deposited in an irrevocable trust fund. The Escrow Agent will use such proceeds to purchase a portfolio of United States Treasury State and Local Government Securities. All investment income on and the maturing principal of the escrow securities held in the escrow deposit fund will be irrevocably deposited by the Town for payment of the refunded bonds.

The Town refunded the above bonds to reduce total debt service payments over the next 12 years by approximately \$513,192.

A summary of debt service requirements by year for long-term bonded debt is presented below:

<u>Fiscal Year Ending June 30</u>	<u>Principal Total</u>	<u>Interest</u>	<u>Total Requirements</u>
2011	\$ 1,735,000	\$ 628,467	\$ 2,363,467
2012	1,765,000	620,319	2,385,319
2013	1,555,000	576,350	2,131,350
2014	1,545,000	524,213	2,069,213
2015	1,530,000	469,888	1,999,888
2016-2020	6,230,000	1,540,806	7,770,806
2021-2025	3,890,000	389,950	4,279,950
Total	\$ <u>18,250,000</u>	\$ <u>4,749,993</u>	\$ <u>22,999,993</u>

The Town is a member of the Metropolitan District Commission, a quasi-municipal corporation that provides water supply, sewerage collection and disposal facilities for members. Member towns are assessed a portion of the Metropolitan District's budget each year, based on the applicable town's property tax receipts. As such, the Town's overlapping share of debt issued by the Metropolitan District is \$11,788,932 as of June 30, 2010.

The Town is subject to the General Statutes of Connecticut, which limits the amount of debt outstanding at June 30, 2010 to the following:

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose	\$ 113,388,001	\$ 16,593,472	\$ 96,794,529
Schools	226,776,002	3,347,637	223,428,365
Sewers	188,980,001	11,788,932	177,191,069
Urban renewal	163,782,668		163,782,668
Pension deficit	151,184,001		151,184,001

Total debt outstanding may not exceed seven times annual receipts from taxation (\$352,762,669).

School indebtedness is net of school building grants amounting to \$190,891 as of June 30, 2010.

Bonds authorized and unissued as of June 30, 2010 are summarized below:

	<u>Authorization</u>	<u>Bonds Issued</u>	<u>Self-Funded Pay Down</u>	<u>Bonds Authorized Unissued</u>
School improvements	\$ 4,657,000	\$ 3,598,000	\$ 40,000	\$ 1,019,000
Various improvements	16,025,000	15,162,000		863,000
Total	\$ <u>20,682,000</u>	\$ <u>18,760,000</u>	\$ <u>40,000</u>	\$ <u>1,882,000</u>

**9. RISK MANAGEMENT**

The Town is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance. There are no significant reductions in insurance coverage from the prior year. The amount of claim settlements has not exceeded insurance coverage for each of the past three years.

**10. FUND BALANCE RESERVED**

Fund balance reserved consists of the following:

Reserved for encumbrances:	
General Fund	\$ 209,884
Reserved for inventory:	
School Cafeteria Fund	5,288

**11. CONTINGENT LIABILITIES**

A number of claims are presently pending against the Town. It is the opinion of management and legal counsel that the final settlement of these matters will not have a material adverse affect on the financial condition of the Town.

**12. OTHER POSTEMPLOYMENT BENEFITS**

**A. Plan Description**

The Town and Board of Education provide postretirement health care benefits, in accordance with various labor and personnel contracts, to employees meeting specific service and age requirements. The postretirement health care benefits program is considered to be part of the Town’s financial reporting entity and is included in the Town’s financial report as the Other Post Employment Benefits Trust Fund. The Town does not issue stand-alone financial statements for this program. The postretirement health care benefits program is a single-employer defined benefit plan administered by the Town of Rocky Hill.

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

	<b>Town Plan</b>	<b>Board of Education Plan</b>
	<hr/>	<hr/>
Active plan members	147	234
Retired members	26	33
	<hr/>	<hr/>
Total Participants	<u>173</u>	<u>267</u>

**B. Funding Policy**

The Town’s funding and payment of postemployment benefits for the year ended June 30, 2010 are accounted for in the Other Post Employment Benefits Trust Fund. The contribution requirements of plan members and the Town are also negotiated with the various unions representing the employees.

### C. Annual OPEB Cost and Net OPEB Obligations

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

	<b>Town Retiree Healthcare Plan</b>	<b>Board of Education Retiree Healthcare Plan</b>
Annual required contribution (ARC)	\$ 995,621	\$ 163,928
Interest on net OPEB obligation	24,473	-
Adjustment to annual required contribution	(24,261)	-
Annual OPEB cost	995,833	163,928
Contributions made	(176,609)	(155,404)
Increase in net OPEB obligation	819,224	8,524
Net OPEB obligation, beginning of year	543,853	-
Net OPEB Obligation, End of Year	\$ 1,363,077	\$ 8,524

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as accrual results are compared with past expectations and new estimates are made about the future.

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for the last two fiscal year is presented below. Data is only presented for two years due to the year ended June 30, 2010 being the second year of transition.

<b>Town Employees</b>				
<b>Fiscal Year Ended</b>	<b>Annual OPEB Cost (AOC)</b>	<b>Actual Contribution</b>	<b>Percentage of AOC Contributed</b>	<b>Net OPEB Obligation</b>
6/30/2009	\$ 947,138	\$ 203,285	42.6%	\$ 543,853
6/30/2010	995,833	176,609	17.7	1,363,077
<b>Board of Education Employees</b>				
<b>Fiscal Year Ended</b>	<b>Annual OPEB Cost (AOC)</b>	<b>Actual Contribution</b>	<b>Percentage of AOC Contributed</b>	<b>Net OPEB Obligation</b>
6/30/2009	\$ 164,100	\$ 164,100	100.0%	\$ -
6/30/2010	163,928	155,404	94.8	8,524

## Schedule of Funding Progress

<b>Town Employees</b>						
<b>Actuarial Valuation Date*</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability(AAL) (b)</b>	<b>Funded (Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
7/1/08	\$ -	\$ 9,153,251	\$ (9,153,251)	0.0%	N/A	N/A

<b>Board of Education Employees</b>						
<b>Actuarial Valuation Date*</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability(AAL) (b)</b>	<b>Funded (Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
7/1/08	\$ -	\$ 1,526,950	\$ (1,526,950)	0.0%	\$ N/A	N/A

\*Data is only presented for July 1, 2008 because it is the only valuation done since implementing the standard.

## Schedule of Employer Contributions

<b>Town Employees</b>		
<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2009	\$ 947,138	42.6%
2010	995,621	17.7

<b>Board of Education Employees</b>		
<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2009	\$ 164,140	100.0%
2010	163,928	94.8

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

In the July 1, 2008 actuarial valuation, the projected unit credit actuarial cost method was used. The annual required contribution (ARC) reflects a 30-year open period, level amortization of the unfunded actuarial accrued liability (AAL). The actuarial assumptions include a 4.5% interest rate, annual salary increase of 3.5% and annual payroll growth rate of 2.5%. The annual healthcare cost trend rate is 9% initially with an ultimate rate of 5%.

### 13. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

#### A. Plan Description

The Town of Rocky Hill is the administrator of four single-employer Public Retirement Systems (PERS) established and administered by the Town to provide pension benefits for its employees. The PERS are considered to be part of the Town of Rocky Hill’s financial reporting entity and are included in the Town’s financial reports as Pension Trust Funds. The PERS do not issue stand-alone financial statements. The authority of the Town Council established these plans.

The PERS membership, as of the latest actuarial valuation, consisted of the following:

	<u>General Employees</u>	<u>Police Officers</u>	<u>Firefighters</u>	<u>Ambulance</u>
Retirees and beneficiaries currently receiving benefits	98	15	11	4
Terminated plan members entitled to benefits but not yet receiving them	36	1	57	3
Current employees:				
Vested	140	27	24	16
Nonvested	<u>37</u>	<u>6</u>	<u>54</u>	<u>14</u>
Total	<u><u>311</u></u>	<u><u>49</u></u>	<u><u>146</u></u>	<u><u>37</u></u>

The Town’s General Employee Pension System covers all full-time employees not covered under one of the other plans. Employees become participants on the first of September coinciding with or the next September following their completion of six full months of continuous service and attainment of age 18. The normal retirement date is the first day of the month coinciding with age 62 with 5 years of participation. The retirement benefit is 1.25% of average monthly earnings plus .6% of average monthly earnings in excess of \$650, all multiplied by years of credited service (to a maximum of 30 years). Certain employees designated by the Town Council shall receive 1.5% of average monthly earnings plus .6% of average monthly earnings in excess of \$500, all multiplied by years of credited service (to a maximum of 30 years). Average monthly earnings are the employee’s earnings averaged for the highest five years of employment with the Town. The employee’s rate of contribution is 3% of earnings.

The Town’s Police Officers Pension System covers all full-time police officers. Employees become participants on the first of September coinciding with or next following their completion of six full months of continuous service and attainment of age 21. The normal retirement date is the first day of the month coinciding with age 45 with 25 years of continuous service, but no later than age 65. The retirement benefit is 2.5% of average monthly earnings multiplied by years of credited service (to a maximum of 28 years). Average monthly earnings are the employee’s earnings averaged for the highest five years of employment with the Town. The employee’s rate of contribution is 7% of earnings; however, any employee who has been a participant for 28 years shall no longer be required to make a contribution.

The Town's Firefighters Pension System covers all volunteer firefighters who have not attained age 42 at their first day of service. Employees become participants on the first day of service or, if later, attainment of age 19. The normal retirement date is the first day of the month coinciding with age 62 with 20 years of service. The retirement benefit shall be in accordance with the schedule below plus \$5 per month for each year of service in excess of 20 years.

<u>Service Years</u>	<u>Amount</u>
10 years	\$ 50
11 years - 14 years	75
15 years - 19 years	100
20 years or more	315

The Town's Ambulance Pension System covers all volunteer ambulance personnel who perform emergency medical services, administration, public relations or other related duties for the Town. All participants become eligible at the minimum age of 19. The normal retirement date of the plan is the first month following the participant's 62nd birthday or the 5th anniversary of joining the plan, if later. A participant who has reached normal retirement date shall be entitled to receive a retirement according to the following schedule plus \$5 for each year in excess of 20 years:

<u>Service Years</u>	<u>Monthly Benefit</u>
At least 10 years	\$ 50
11 years - 14 years	75
15 years - 19 years	100
20 years or more	315 (plus \$5.00 for each year in excess of 20)

**B. Summary of Significant Accounting Policies and Plan Asset Matters**

Basis of Accounting: All the PERS financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirement. Benefit payments and refunds are payable when due and payable in accordance with the terms of the PERS.

Method Used to Value Investments: All funds are invested with The Hartford and are reported at fair value.

**C. Funding Status and Progress**

Employees covered under the General Employees and Police Officers plans are required to contribute 3% and 7% of earnings respectively, to the PERS. The Firefighters and Ambulance plans are noncontributory. The Town is required to contribute the remaining amounts necessary to finance the benefits for its employees. For the fiscal year ended June 30, 2010, these required contributions were \$1,023,081, \$704,704, \$41,594 and \$35,635 for the General Employees, the Police Officers the Firefighters and the Ambulance plans, respectively. The Town Council is the authoritative body governing all plans. Administrative costs for the General Employees, the Police Officers and the Firefighters are financed by each plan. Administrative costs for the Ambulance Pension plan are financed by the General Fund.

#### D. Annual Pension Cost and Net Pension Obligation

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

	<u>General Employees</u>	<u>Police Officers</u>	<u>Firefighters</u>	<u>Ambulance</u>
Annual required contribution	\$ 1,023,081	\$ 704,704	\$ 41,594	\$ 35,635
Interest on net pension obligation	79,868	36,390	(2,539)	(3,545)
Adjustment to annual required contribution	(90,167)	(41,083)	4,948	(414)
Annual pension cost	1,012,782	700,011	44,003	31,676
Contributions made	1,023,081	704,704	50,000	35,635
Increase in net pension asset	(10,299)	(4,693)	(5,997)	(3,959)
Net pension obligation, beginning of period	1,064,907	485,201	(33,853)	-
Net Pension Obligation (Asset), End of Period	<u>\$ 1,054,608</u>	<u>\$ 480,508</u>	<u>\$ (39,850)</u>	<u>\$ (3,959)</u>

	<u>General Employees</u>	<u>Police Officers</u>	<u>Firefighters</u>	<u>Ambulance</u>
Actuarial Valuation Date	9-1-08	9-1-08	7-1-08	7-1-09
Actuarial Cost Method	Projected Unit Credit	Projected Unit Credit	Aggregate	Aggregate
Amortization Method	Level Dollar	Level Dollar	N/A	N/A
Remaining Amortization Period	30 Years open	30 Years open	N/A	N/A
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value
Actuarial Assumptions:				
Investment rate of return*	7.5%	7.5%	7.5%	6.5%
Projected salary increases*	5.0%	5.0%	N/A	N/A

\*No inflation factor included

#### E. Trend Information

	<u>General Employees</u>		
<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
07-08	\$ 1,171,386	100.0%	\$ 1,237,262
08-09	1,011,115	117.0	1,064,907
09-10	1,012,782	101.0	1,054,608

**Police Officers**

<b>Fiscal Year</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
07-08	\$ 682,156	100.7%	\$ 471,824
08-09	700,141	98.1	485,201
09-10	700,011	100.7	480,508

**Firefighters**

<b>Fiscal Year</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation (Asset)</b>
07-08	\$ 53,682	176.1%	\$ (22,013)
08-09	43,160	127.4	(33,853)
09-10	44,003	113.6	(39,850)

**Ambulance**

<b>Fiscal Year</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation (Asset)</b>
07-08	\$ 30,475	100.0%	\$ -
08-09	23,605	100.0	-
09-10	31,676	112.5	(3,959)

**F. Schedule of Funding Progress and Employer Contributions**

**Schedule of Funding Progress**

**General Employees**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Liability(AAL) (b)</b>	<b>Funded (Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
9/1/04	\$ 15,351,849	\$ 18,540,266	\$ (3,188,417)	82.8%	\$ 7,116,916	(44.8)%
9/1/06	17,367,572	22,253,896	(4,886,324)	78.0	8,031,693	(60.8)
9/1/08	21,046,139	24,750,801	(3,704,662)	85.0	8,474,681	(43.7)

**Police Officers**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Liability(AAL) (b)</b>	<b>Funded (Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
9/1/04	\$ 10,500,158	\$ 12,978,585	\$ (2,478,427)	80.9%	\$ 1,494,566	165.8%
9/1/06	11,560,605	16,174,000	(4,613,395)	71.5	1,702,761	270.9
9/1/08	13,869,702	18,028,640	(4,158,938)	76.9	2,441,653	170.3

**Firefighters**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability(AAL) (b)</b>	<b>Funded (Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)**</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
7/1/04	\$ 561,815	\$ 561,815	\$ -	100.0%	N/A	N/A
7/1/06	625,344	876,806*	(251,462)	71.3	N/A	N/A
7/1/08	823,446	998,352*	(174,906)	82.5	N/A	N/A

\* As of July 1, 2006 the Actuarial Accrued Liability is determined using the entry age actuarial cost method as required by GASB Statement 50.

\*\* Pay for volunteer firefighters is not available

**Ambulance**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability(AAL) (b)*</b>	<b>Funded (Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)**</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
7/1/07	\$ 357,354	\$ 428,399	\$ (71,045)	83.42%	N/A	N/A
7/1/08	288,459	471,135	(182,676)	61.23	N/A	N/A
7/1/09	343,463	470,970	(127,507)	72.93	N/A	N/A

\* Actuarial Accrued Liability is determined using the entry age actuarial cost method as required by GASB Statement 50.

\*\* Pay for volunteer ambulance is not available

**Schedule of Employer Contributions**

**General Employees**

<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2005	\$ 745,948	104.74%
2006	1,009,123	68.48
2007	1,183,469	85.27
2008	1,183,469	100.00
2009	1,023,081	115.68
2010	1,023,081	100.00

**Police Officers**

<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2005	\$ 281,218	149.88%
2006	485,918	64.46
2007	686,764	70.75
2008	686,764	100.00
2009	704,704	97.45
2010	704,704	100.00

<b>Firefighters</b>		
<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2005	\$ 54,557	84.32%
2006	54,557	84.32
2007	54,958	99.27
2008	54,958	172.05
2009	41,594	132.23
2010	41,594	120.21

<b>Ambulance</b>		
<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2005	\$ 33,885	100.00%
2006	32,500	100.00
2007	35,250	100.00
2008	30,475	100.00
2009	22,164	106.50
2010	35,635	100.00

### **Pension Trust Funds**

The Town maintains four pension trust funds (Volunteer Ambulance Pension Plan, Firemen's Pension Plan, General Employees' Pension Plan and Police Pension Plan) 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.

	<b>Pension Trust Funds</b>				
	<b>General Employees' Pension Plan</b>	<b>Police Pension Plan</b>	<b>Firefighters' Pension Plan</b>	<b>Volunteer Ambulance Pension Plan</b>	<b>Total Pension Trust Funds</b>
Assets:					
Investments	\$ 19,042,188	\$ 12,658,564	\$ 646,171	\$ 343,617	\$ 32,690,540
Liabilities					-
Net Assets:					
Reserved for Pension Plan Benefits	\$ <u>19,042,188</u>	\$ <u>12,658,564</u>	\$ <u>646,171</u>	\$ <u>343,617</u>	\$ <u>32,690,540</u>

	<b>Pension Trust Funds</b>				
	<b>General Employees' Pension Plan</b>	<b>Police Pension Plan</b>	<b>Firefighters' Pension Plan</b>	<b>Volunteer Ambulance Pension Plan</b>	<b>Total Pension Trust Funds</b>
Additions:					
Contributions:					
Employer	\$ 1,023,081	\$ 704,704	\$ 50,000	\$ 35,635	\$ 1,813,420
Employee	279,878	136,062			415,940
Total contributions	<u>1,302,959</u>	<u>840,766</u>	<u>50,000</u>	<u>35,635</u>	<u>2,229,360</u>
Investment income:					
Net appreciation in fair value of investments	1,633,723	1,116,806	69,957	30,494	2,850,980
Interest and dividends	<u>252,839</u>	<u>159,968</u>	<u>6,912</u>	<u>3,423</u>	<u>423,142</u>
Total investment gain	1,886,562	1,276,774	76,869	33,917	3,274,122
Less investment expense	<u>73,879</u>	<u>50,107</u>	<u>3,029</u>	<u>1,456</u>	<u>128,471</u>
Net investment income	<u>1,812,683</u>	<u>1,226,667</u>	<u>73,840</u>	<u>32,461</u>	<u>3,145,651</u>
Total additions	<u>3,115,642</u>	<u>2,067,433</u>	<u>123,840</u>	<u>68,096</u>	<u>5,375,011</u>
Deductions:					
Benefit payments	928,284	478,054	92,374	11,688	1,510,400
Other expenses	15,675	11,000	5,000	1,250	32,925
Refunds	<u>8,120</u>				<u>8,120</u>
Total deductions	<u>952,079</u>	<u>489,054</u>	<u>97,374</u>	<u>12,938</u>	<u>1,551,445</u>
Net increase	2,163,563	1,578,379	26,466	55,158	3,823,566
Net Assets Held in Trust for Pension Benefits, Beginning of Year	<u>16,878,625</u>	<u>11,080,185</u>	<u>619,705</u>	<u>288,459</u>	<u>28,866,974</u>
Net Assets Held in Trust for Pension Benefits, End of Year	<u>\$ 19,042,188</u>	<u>\$ 12,658,564</u>	<u>\$ 646,171</u>	<u>\$ 343,617</u>	<u>\$ 32,690,540</u>

### **G. Teachers' Retirement System**

All Town certified teachers participate in the State of Connecticut Teachers' Retirement System under Section 10.183 of the General Statutes of the State of Connecticut. A teacher is eligible to receive a normal retirement benefit if he or she has: 1) attained age 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or 2) attained any age and has accumulated 35 years of credited service, at least 25 years of which are service in the public schools of Connecticut.

The Board of Education withholds 7.25% of all teachers' annual salaries and transmits the funds to the State Teachers' Retirement Board. Teacher payroll subject to retirement amounted to \$16,286,256.

The retirement system for teachers is funded by the State based upon the recommendation of the Teachers' Retirement Board. Such contribution includes amortization of actuarially computed unfunded liability. The Town does not have any liability for teacher pensions. For the year ended June 30, 2010, the Town has recorded, in the General Fund, intergovernmental revenue and education expenditures in the amount of \$2,519,395 as payments made by the State of Connecticut on behalf of the Town.

**Required  
Supplementary Information**

## TOWN OF ROCKY HILL, CONNECTICUT

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Property taxes:				
Revenues from property taxes	\$ 50,665,213	\$ 50,665,213	\$ 50,270,263	\$ (394,950)
Interest and liens fees	175,000	175,000	175,366	366
Total property taxes	<u>50,840,213</u>	<u>50,840,213</u>	<u>50,445,629</u>	<u>(394,584)</u>
Intergovernmental:				
Education:				
Education Cost Sharing Grant	2,885,495	2,885,495	2,900,918	15,423
School bond interest subsidy	6,533	6,533	6,533	-
School Building Construction Grants	196,397	196,397	196,397	-
Transportation	97,125	97,125	57,903	(39,222)
Total education	<u>3,185,550</u>	<u>3,185,550</u>	<u>3,161,751</u>	<u>(23,799)</u>
Other:				
Reimbursement - elderly, veterans and disability exemptions	115,731	115,731	112,222	(3,509)
State tax-exempt property - in lieu of taxes and Tobacco Grant	694,724	694,724	695,900	1,176
LOCIP and Town Aid Road	278,142	278,142	140,720	(137,422)
Manufacturers machinery/equipment grant	251,608	251,608	200,601	(51,007)
Pequot Grant	401,861	401,861	273,214	(128,647)
Miscellaneous grants	45,000	45,000	99,859	54,859
Total other	<u>1,787,066</u>	<u>1,787,066</u>	<u>1,522,516</u>	<u>(264,550)</u>
Total intergovernmental	<u>4,972,616</u>	<u>4,972,616</u>	<u>4,684,267</u>	<u>(288,349)</u>
Licenses and permits:				
Building Department	225,000	225,000	270,714	45,714
Business licenses	2,750	2,750	2,431	(319)
Land Use Commission	12,000	12,000	13,127	1,127
Animal licenses	1,200	1,200	1,214	14
Other licenses and permits	10,000	10,000	8,400	(1,600)
Total licenses and permits	<u>250,950</u>	<u>250,950</u>	<u>295,886</u>	<u>44,936</u>
Investment income:				
Interest from investments	<u>103,000</u>	<u>103,000</u>	<u>39,737</u>	<u>(63,263)</u>

(Continued on next page)

## TOWN OF ROCKY HILL, CONNECTICUT

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

**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Charges for services:				
Real estate conveyance tax	\$ 149,600	\$ 149,600	\$ 162,232	\$ 12,632
Recording - legal instruments	74,500	74,500	92,775	18,275
Police charges	160,000	160,000	135,609	(24,391)
Recreation admission and fees	25,000	25,000	16,290	(8,710)
Vital statistics	15,000	15,000	22,158	7,158
Library fines and fees	20,000	20,000	15,219	(4,781)
Fire charges	1,000	1,000	1,695	695
All other	40,000	40,000	34,588	(5,412)
Total charges for services	<u>485,100</u>	<u>485,100</u>	<u>480,566</u>	<u>(4,534)</u>
Fines, forfeitures and penalties:				
Parking fines	<u>17,000</u>	<u>17,000</u>	<u>15,894</u>	<u>(1,106)</u>
Other revenues:				
Telephone access lines	91,490	91,490	60,351	(31,139)
Refunds and recoveries	65,000	65,000	28,890	(36,110)
Transit District			6,982	6,982
Sale of assets	3,000	3,000	1,650	(1,350)
Housing Authority PILOT	20,000	20,000	26,541	6,541
Recycling revenue	65,000	65,000	36,051	(28,949)
Health insurance - COBRA	50,000	50,000	37,439	(12,561)
Health insurance - employee copay	275,000	275,000	244,296	(30,704)
Workers comp insurance	20,000	20,000	12,809	(7,191)
Lease - Comm Towers	140,000	140,000	174,750	34,750
Other revenues	240,000	240,000	39,685	(200,315)
Total other revenues	<u>969,490</u>	<u>969,490</u>	<u>669,444</u>	<u>(300,046)</u>
Total	\$ <u>57,638,369</u>	\$ <u>57,638,369</u>	56,631,423	\$ <u>(1,006,946)</u>

Budgetary revenues are different than GAAP revenues because:

State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted	2,519,395
Cancellation of prior year encumbrances are recognized as budgetary revenue	(12,464)
Refunding bonds issued proceeds	<u>7,420,000</u>

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

\$ 66,558,354

## TOWN OF ROCKY HILL, CONNECTICUT

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
General government:				
Mayor and Town Council	\$ 35,423	\$ 43,424	\$ 41,015	\$ 2,409
Town Manager	257,870	262,831	262,168	663
Personnel Administration	82,132	83,355	64,310	19,045
Finance and Accounting	410,557	410,557	400,494	10,063
Tax Assessor	265,954	267,954	265,728	2,226
Tax Collector	223,841	228,129	228,054	75
Central Services	82,259	81,009	65,803	15,206
Legal expenditures	174,700	401,700	377,345	24,355
Probate Court	23,525	26,775	26,571	204
Registrars of Voters	69,850	69,850	64,389	5,461
Town Clerk	255,269	250,549	232,210	18,339
Open Space and Conservation Commission	6,558	6,558	2,254	4,304
Planning Boards and Commissions	7,850	7,850	6,610	1,240
Town Planner	156,443	159,098	158,542	556
Economic Development	113,850	118,100	117,810	290
Total general government	<u>2,166,081</u>	<u>2,417,739</u>	<u>2,313,303</u>	<u>104,436</u>
Public safety:				
Police	4,020,350	4,234,739	4,146,768	87,971
Fire Department	877,913	884,833	833,336	51,497
Building Department	217,579	226,579	226,143	436
Volunteer Ambulance Association	135,625	146,125	145,586	539
Total public safety	<u>5,251,467</u>	<u>5,492,276</u>	<u>5,351,833</u>	<u>140,443</u>
Public works:				
Highway Department	1,809,964	1,817,946	1,788,740	29,206
Engineering	342,567	353,219	352,168	1,051
Sanitation	2,887,511	2,847,511	2,828,874	18,637
Total public works	<u>5,040,042</u>	<u>5,018,676</u>	<u>4,969,782</u>	<u>48,894</u>
Health and human services:				
Public Health	76,400	76,400	76,360	40
Human Services	434,574	434,574	425,127	9,447
Total health and human services	<u>510,974</u>	<u>510,974</u>	<u>501,487</u>	<u>9,487</u>
Parks, recreation and facilities	<u>5,579,282</u>	<u>5,507,631</u>	<u>5,238,605</u>	<u>269,026</u>
Library services:				
Cora Belden Public Library	<u>908,953</u>	<u>911,330</u>	<u>861,128</u>	<u>50,202</u>

(Continued on next page)

## TOWN OF ROCKY HILL, CONNECTICUT

## GENERAL FUND

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

FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Miscellaneous:				
Insurance - employee benefits	\$ 5,314,066	\$ 5,160,994	\$ 5,109,822	\$ 51,172
Insurance - property and liability	964,246	1,064,891	1,041,666	23,225
Contingency	449,400	100,000		100,000
Miscellaneous	13,600	13,600	10,546	3,054
Total miscellaneous	<u>6,741,312</u>	<u>6,339,485</u>	<u>6,162,034</u>	<u>177,451</u>
Capital outlays:				
Capital outlay - Town	<u>1,266,321</u>	<u>946,321</u>	<u>557,834</u>	<u>388,487</u>
Debt service:				
Debt redemption - principal	1,985,000	1,985,000	1,985,000	-
Debt redemption - interest	806,584	806,584	806,584	-
Total debt service	<u>2,791,584</u>	<u>2,791,584</u>	<u>2,791,584</u>	<u>-</u>
Board of Education	<u>27,771,659</u>	<u>27,761,659</u>	<u>27,708,444</u>	<u>53,215</u>
Transfers to other funds:				
Transfer to CNR Fund		<u>330,000</u>	<u>330,000</u>	<u>-</u>
Total	<u>\$ 58,027,675</u>	<u>\$ 58,027,675</u>	56,786,034	<u>\$ 1,241,641</u>

Budgetary expenditures are different than GAAP expenditures because:

State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted	2,519,395
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes	27,617
Payments to refunding bond escrow agent	7,316,494
Refunding bonds issuance cost	<u>103,506</u>

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

\$ 66,753,046

**Combining and Individual  
Fund Statements and Schedules**

**General Fund**

## **GENERAL FUND**

The account for resources traditionally associated with governments which are not required to be accounted for in another fund.

## TOWN OF ROCKY HILL, CONNECTICUT

## GENERAL FUND

## COMPARATIVE BALANCE SHEET

JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 6,987,028	\$ 8,017,430
Investment		75,430
Property taxes receivable, net of allowance for doubtful accounts	555,141	532,970
Accounts receivable	475,660	126,475
Interest receivable	150,075	139,493
Due from other governments	190,891	387,288
Due from other funds	<u>1,418,107</u>	<u>732,911</u>
Total Assets	<u>\$ 9,776,902</u>	<u>\$ 10,011,997</u>
<b>LIABILITIES AND FUND EQUITY</b>		
Liabilities:		
Accounts payable and accrued expenditures	\$ 1,318,472	\$ 1,196,541
Advance tax collections	3,471,153	3,448,864
Due to other funds	182,553	152,570
Deferred revenues	786,922	1,001,528
Total liabilities	<u>5,759,100</u>	<u>5,799,503</u>
Fund Equity:		
Reserved for encumbrances	209,884	249,965
Unreserved:		
Designated for subsequent year's budget	281,148	389,306
Undesignated fund balance	<u>3,526,770</u>	<u>3,573,223</u>
Total fund equity	<u>4,017,802</u>	<u>4,212,494</u>
Total Liabilities and Fund Equity	<u>\$ 9,776,902</u>	<u>\$ 10,011,997</u>

TOWN OF ROCKY HILL, CONNECTICUT

GENERAL FUND

REPORT OF TAX COLLECTOR

FOR THE YEAR ENDED JUNE 30, 2010

Grand List as of October 1,	Uncollected Taxes July 1, 2009	Lawful Corrections		Transfers to Suspense	Adjustments	Net Amount Collectible	Collections				Uncollected Taxes June 30, 2010	
		Additions	Deductions				Taxes	Interest	Lien Fees	Suspense Taxes		Total
2008	\$ 50,388,258 *	\$ 113,732	\$ 225,721	\$	\$	\$ 50,276,269	\$ 49,918,954	\$ 87,419	\$ 824	\$	\$ 50,007,197	\$ 357,315
2007	339,671	36,771	48,008		17,766	346,200	195,335	40,997	1,074	9,500	246,906	150,865
2006	163,273	27,715	5,503	98,441	526	87,570	55,758	24,485	339	9,661	90,243	31,812
2005	24,100		322		322	24,100	9,354	11,747	126	9,904	31,131	14,746
2004	13,247		297		297	13,247	4,350	3,143	48	2,318	9,859	8,897
2003	4,728		219		219	4,728		1,752		1,713	3,465	4,728
2002	2,576					2,576		1,046	15	923	1,984	2,576
2001	1,124					1,124		812		373	1,185	1,124
2000	1,029					1,029		31		22	53	1,029
1999	1,018					1,018		393		239	632	1,018
1998	1,218					1,218		89		224	313	1,218
1997	1,212					1,212		322		160	482	1,212
1996	1,211	53				1,264	53	622		356	1,031	1,211
1995	1,217					1,217		52		22	74	1,217
1994	1,173					1,173		81		31	112	1,173
1993	1,773		1,773			-					-	-
	<u>\$ 50,946,828</u>	<u>\$ 178,271</u>	<u>\$ 281,843</u>	<u>\$ 98,441</u>	<u>\$ 19,130</u>	<u>\$ 50,763,945</u>	<u>\$ 50,183,804</u>	<u>\$ 172,991</u>	<u>\$ 2,426</u>	<u>\$ 35,446</u>	50,394,667	<u>\$ 580,141</u>

Property taxes receivable considered available:

June 30, 2009

(58,223)

June 30, 2010

109,185

Total Property Tax Revenue

\$ 50,445,629

\* Includes motor vehicle supplement in the amount of \$322,814

**Nonmajor  
Governmental Funds**

**NONMAJOR GOVERNMENTAL FUNDS**

**Special Revenue Funds**

Special revenue funds are used to account for the proceeds of specific revenue sources that are designated or legally restricted to expenditures for specific purposes. The nature and purpose of each special revenue fund is as follows:

<b>Fund</b>	<b>Funding source</b>	<b>Function</b>
School Cafeteria	Sale of food and grants	School lunch programs
CDBG Small Cities	Federal grant	Income eligible individuals for housing activities
Federal and State School Programs	Federal and state grants	State and federal education prepayment grant
Industrial Park Development	Fees	Development of phase I and II industrial park
Recreation Program	User fee	Recreational activities
Insurance Loss	Claim reimbursements	Insurance property losses
Library Operating	Grants and donations	Library activities
Dog	Fees	Receipts and non-salary disbursements
Asset Forfeiture	Police operations	Drug related activities
Narcotics Enforcement	Grants	Drug enforcement programs (DEP) A20
Human Services	Donations	Volunteer care teams and services for chronically ill and at risk residents
Miscellaneous Grants	State and federal grants	To account for miscellaneous State and Federal grants
Youth Services	Fees and donations	Various youth activities administered through the Youth Services Department
Highway Grants	State grants	Excess State revenues from Town Road Aid unanticipated when generating General Fund revenue for road repairs, improvements and maintenance such as salt, sand, etc.
Parks Grants	State grants	State DEP grants for the Parks Amphitheater, Ferry Landing and Skateboard Park projects
Economic Development Grants	State grants	Silas Deane Revitalization project
Library Grant	State grants	Renovation of the library building

**Permanent Funds**

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

- Abigail Williams - To account for funds donated from Abigail Williams
- Adelaide Wright - To account for funds donated from Adelaide Wright
- Ruth Wilcox - To account for funds donated from Ruth Wilcox
- Center Cemetery - To account for funds for the maintenance of the Center Cemetery
- Land Preservation Trust - To account for funding capital improvements and nonrecurring expenses on land acquisition

TOWN OF ROCKY HILL, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2010

	<u>Special Revenue</u>								
	<u>School Cafeteria</u>	<u>CDBG Small Cities</u>	<u>Federal and State School Programs</u>	<u>Industrial Park Development</u>	<u>Recreation Program</u>	<u>Insurance Loss</u>	<u>Library Operating</u>	<u>Dog</u>	<u>Asset Forfeiture</u>
<b>ASSETS</b>									
Cash and cash equivalents	\$ 26,945	\$ 60,059	\$ 287,978	\$ 64,498	\$ 594,762	\$ 461,685	\$ 76,834	\$ 32,760	\$ 229
Accounts receivable		15,700					191		
Due from other governments	23,149		9,542						
Due from other funds							12,147		51,919
Inventory	<u>5,288</u>								
<b>Total Assets</b>	<u>\$ 55,382</u>	<u>\$ 75,759</u>	<u>\$ 297,520</u>	<u>\$ 64,498</u>	<u>\$ 594,762</u>	<u>\$ 461,685</u>	<u>\$ 89,172</u>	<u>\$ 32,760</u>	<u>\$ 52,148</u>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Accounts payable and accrued payroll	\$ 37,881	\$ 32	\$ 10,388	\$	\$ 101,529	\$	\$ 40,375	\$	\$
Due to other funds		803		35,992	67,884	200,045		2,357	
Deferred revenue			287,132						
<b>Total liabilities</b>	<u>37,881</u>	<u>835</u>	<u>297,520</u>	<u>35,992</u>	<u>169,413</u>	<u>200,045</u>	<u>40,375</u>	<u>2,357</u>	<u>-</u>
<b>Fund balances:</b>									
<b>Reserved:</b>									
Inventory	5,288								
<b>Unreserved:</b>									
Designated for specific purposes									
Undesignated	<u>12,213</u>	<u>74,924</u>		<u>28,506</u>	<u>425,349</u>	<u>261,640</u>	<u>48,797</u>	<u>30,403</u>	<u>52,148</u>
<b>Total fund balance</b>	<u>17,501</u>	<u>74,924</u>	<u>-</u>	<u>28,506</u>	<u>425,349</u>	<u>261,640</u>	<u>48,797</u>	<u>30,403</u>	<u>52,148</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 55,382</u>	<u>\$ 75,759</u>	<u>\$ 297,520</u>	<u>\$ 64,498</u>	<u>\$ 594,762</u>	<u>\$ 461,685</u>	<u>\$ 89,172</u>	<u>\$ 32,760</u>	<u>\$ 52,148</u>

(Continued on next page)

**TOWN OF ROCKY HILL, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET (CONTINUED)**

**JUNE 30, 2010**

	<b>Special Revenue</b>						
	<b>Narcotics Enforcement</b>	<b>Human Services</b>	<b>Miscellaneous Grants</b>	<b>Youth Services</b>	<b>Highway Grants</b>	<b>Parks Grants</b>	<b>Economic Development Grants</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 19,521	\$	\$	\$	\$	\$	\$
Accounts receivable				3,500			
Due from other governments							58,308
Due from other funds		12,852		55,153			
Inventory							
<b>Total Assets</b>	<b>\$ 19,521</b>	<b>\$ 12,852</b>	<b>\$ -</b>	<b>\$ 58,653</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 58,308</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Accounts payable and accrued payroll	\$	\$ 4,431	\$	\$ 204	\$	\$ 460	\$
Due to other funds	18,566		152			2,690	58,308
Deferred revenue							
<b>Total liabilities</b>	<b>18,566</b>	<b>4,431</b>	<b>152</b>	<b>204</b>	<b>-</b>	<b>3,150</b>	<b>58,308</b>
<b>Fund balances:</b>							
<b>Reserved:</b>							
Inventory							
<b>Unreserved:</b>							
Designated for specific purposes							
Undesignated	955	8,421	(152)	58,449		(3,150)	
<b>Total fund balance</b>	<b>955</b>	<b>8,421</b>	<b>(152)</b>	<b>58,449</b>	<b>-</b>	<b>(3,150)</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 19,521</b>	<b>\$ 12,852</b>	<b>\$ -</b>	<b>\$ 58,653</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 58,308</b>

(Continued on next page)

**TOWN OF ROCKY HILL, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET (CONTINUED)**

**JUNE 30, 2010**

	<u>Special Revenue</u>		<u>Permanent</u>					<u>Total Nonmajor Governmental Funds</u>	
	<u>Library Grant</u>	<u>Total</u>	<u>Abigail Williams</u>	<u>Adelaide Wright</u>	<u>Ruth Wilcox</u>	<u>Center Cemetery</u>	<u>Land Preservation Trust</u>		<u>Total</u>
<b>ASSETS</b>									
Cash and cash equivalents	\$	\$ 1,625,271	\$	\$	\$ 154,667	\$ 6,331	\$ 27,100	\$ 188,098	\$ 1,813,369
Accounts receivable		19,391							19,391
Due from other governments		90,999							90,999
Due from other funds		132,071	18,369	5,306		26,807		50,482	182,553
Inventory		5,288							5,288
<b>Total Assets</b>	<b>\$</b>	<b>\$ 1,873,020</b>	<b>\$ 18,369</b>	<b>\$ 5,306</b>	<b>\$ 154,667</b>	<b>\$ 33,138</b>	<b>\$ 27,100</b>	<b>\$ 238,580</b>	<b>\$ 2,111,600</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Accounts payable and accrued payroll	\$	\$ 195,300	\$	\$	\$	\$ 2,275	\$ 69	\$ 2,344	\$ 197,644
Due to other funds		386,797			104,558			104,558	491,355
Deferred revenue		287,132							287,132
<b>Total liabilities</b>	<b>\$</b>	<b>\$ 869,229</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 104,558</b>	<b>\$ 2,275</b>	<b>\$ 69</b>	<b>\$ 106,902</b>	<b>\$ 976,131</b>
<b>Fund balances:</b>									
<b>Reserved:</b>									
Inventory		5,288							5,288
<b>Unreserved:</b>									
Designated for specific purposes		-	18,369	5,306	50,109	30,863	27,031	131,678	131,678
Undesignated		998,503							998,503
<b>Total fund balance</b>	<b>\$</b>	<b>\$ 1,003,791</b>	<b>\$ 18,369</b>	<b>\$ 5,306</b>	<b>\$ 50,109</b>	<b>\$ 30,863</b>	<b>\$ 27,031</b>	<b>\$ 131,678</b>	<b>\$ 1,135,469</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$</b>	<b>\$ 1,873,020</b>	<b>\$ 18,369</b>	<b>\$ 5,306</b>	<b>\$ 154,667</b>	<b>\$ 33,138</b>	<b>\$ 27,100</b>	<b>\$ 238,580</b>	<b>\$ 2,111,600</b>

TOWN OF ROCKY HILL, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2010

	Special Revenue								
	School Cafeteria	CDBG Small Cities	Federal and State School Programs	Industrial Park Development	Recreation Program	Insurance Loss	Library Operating	Dog	Asset Forfeiture
Revenues:									
Intergovernmental revenues	\$ 151,099	\$	\$ 1,869,873	\$	\$	\$	\$ 15,391	\$	\$ 38,584
Charges for services	584,764				731,522		14,756	10,925	
Investment income				196	22				
Miscellaneous		76				67,465			
Total revenues	<u>735,863</u>	<u>76</u>	<u>1,869,873</u>	<u>196</u>	<u>731,544</u>	<u>67,465</u>	<u>30,147</u>	<u>10,925</u>	<u>38,584</u>
Expenditures:									
Current:									
Public safety								8,522	8,947
Public works									
Health and human services									
Parks, recreation and facilities					653,942				
Library services							32,146		
Education	726,209		1,869,873						
Miscellaneous		666				78,555			
Total expenditures	<u>726,209</u>	<u>666</u>	<u>1,869,873</u>	<u>-</u>	<u>653,942</u>	<u>78,555</u>	<u>32,146</u>	<u>8,522</u>	<u>8,947</u>
Excess (Deficiency) of Revenues over Expenditures	9,654	(590)	-	196	77,602	(11,090)	(1,999)	2,403	29,637
Fund Balances at Beginning of Year	<u>7,847</u>	<u>75,514</u>	<u>-</u>	<u>28,310</u>	<u>347,747</u>	<u>272,730</u>	<u>50,796</u>	<u>28,000</u>	<u>22,511</u>
Fund Balances at End of Year	<u>\$ 17,501</u>	<u>\$ 74,924</u>	<u>\$ -</u>	<u>\$ 28,506</u>	<u>\$ 425,349</u>	<u>\$ 261,640</u>	<u>\$ 48,797</u>	<u>\$ 30,403</u>	<u>\$ 52,148</u>

(Continued on next page)

## TOWN OF ROCKY HILL, CONNECTICUT

## NONMAJOR GOVERNMENTAL FUNDS

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

FOR THE YEAR ENDED JUNE 30, 2010

	Special Revenue						
	Narcotics Enforcement	Human Services	Miscellaneous Grants	Youth Services	Highway Grant	Parks Grants	Economic Development Grants
Revenues:							
Intergovernmental revenues	\$	\$	\$ 55,475	\$ 16,251	\$ 44,721	\$	\$ 187,053
Charges for services				69,171			
Investment income	63						
Miscellaneous		49,095	1,435			16,091	
Total revenues	<u>63</u>	<u>49,095</u>	<u>56,910</u>	<u>85,422</u>	<u>44,721</u>	<u>16,091</u>	<u>187,053</u>
Expenditures:							
Current:							
Public safety			66,251				
Public works					44,721		
Health and human services		54,291		65,560			
Parks, recreation and facilities						21,183	
Library services							
Education							
Miscellaneous							187,053
Total expenditures	<u>-</u>	<u>54,291</u>	<u>66,251</u>	<u>65,560</u>	<u>44,721</u>	<u>21,183</u>	<u>187,053</u>
Excess (Deficiency) of Revenues over Expenditures	63	(5,196)	(9,341)	19,862	-	(5,092)	-
Fund Balances at Beginning of Year	<u>892</u>	<u>13,617</u>	<u>9,189</u>	<u>38,587</u>	<u>-</u>	<u>1,942</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 955</u>	<u>\$ 8,421</u>	<u>\$ (152)</u>	<u>\$ 58,449</u>	<u>\$ -</u>	<u>\$ (3,150)</u>	<u>\$ -</u>

(Continued on next page)

## TOWN OF ROCKY HILL, CONNECTICUT

## NONMAJOR GOVERNMENTAL FUNDS

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

FOR THE YEAR ENDED JUNE 30, 2010

	Special Revenue		Permanent					Total Nonmajor Governmental Funds	
	Library Grant	Total	Abigail Williams	Adelaide Wright	Ruth Wilcox	Center Cemetery	Land Preservation Trust		Total
Revenues:									
Intergovernmental revenues	\$ 567,129	\$ 2,945,576	\$	\$	\$	\$	\$	\$ -	\$ 2,945,576
Charges for services		1,411,138						-	1,411,138
Investment income		281			499		(193)	306	587
Miscellaneous		134,162				2,900		2,900	137,062
Total revenues	<u>567,129</u>	<u>4,491,157</u>	<u>-</u>	<u>-</u>	<u>499</u>	<u>2,900</u>	<u>(193)</u>	<u>3,206</u>	<u>4,494,363</u>
Expenditures:									
Current:									
Public safety		83,720						-	83,720
Public works		44,721						-	44,721
Health and human services		119,851						-	119,851
Parks, recreation and facilities		675,125						-	675,125
Library services	567,129	599,275						-	599,275
Education		2,596,082						-	2,596,082
Miscellaneous		266,274				12,100		12,100	278,374
Total expenditures	<u>567,129</u>	<u>4,385,048</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,100</u>	<u>-</u>	<u>12,100</u>	<u>4,397,148</u>
Excess (Deficiency) of Revenues over Expenditures	-	106,109	-	-	499	(9,200)	(193)	(8,894)	97,215
Fund Balances at Beginning of Year	<u>-</u>	<u>897,682</u>	<u>18,369</u>	<u>5,306</u>	<u>49,610</u>	<u>40,063</u>	<u>27,224</u>	<u>140,572</u>	<u>1,038,254</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 1,003,791</u>	<u>\$ 18,369</u>	<u>\$ 5,306</u>	<u>\$ 50,109</u>	<u>\$ 30,863</u>	<u>\$ 27,031</u>	<u>\$ 131,678</u>	<u>\$ 1,135,469</u>

**Capital  
Projects Fund**

## **CAPITAL PROJECTS FUND**

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

TOWN OF ROCKY HILL, CONNECTICUT

CAPITAL PROJECTS FUND

SCHEDULE OF EXPENDITURES - ACTUAL VS. APPROPRIATIONS  
FOR THE YEAR ENDED JUNE 30, 2010

53

<u>Fiscal Year</u>	<u>Department</u>	<u>Project Name</u>	<u>Amended Budget</u>	<u>Expended Current Year</u>	<u>Total All Years</u>	<u>Open Purchase Orders</u>	<u>Total Expended</u>	<u>Project Balance</u>
Capital and Nonrecurring - Fund 40:								
1999	Engineering	Sidewalks	\$ 413,016	\$ 8,800	\$ 309,960	\$ -	\$ 309,960	\$ 103,056
1999	Human Services	Elderly/Disable Bus	38,973	9,587	17,338	-	17,338	21,635
2000	Assessor	Revaluation	133,637	1,200	127,481	-	127,481	6,156
2000	Highway	Road Improvements	643,868	5,449	621,130	-	621,130	22,738
2000	Town Council	Foundry	754,875	698,843	754,875	-	754,875	-
2001	Finance	Accounting System	42,316	4,644	42,316	-	42,316	-
2001	Fire	Fire Department Opticom	48,627	675	48,627	-	48,627	-
2002	Engineering	Hayes Pond	57,845	-	405	-	405	57,440
2004	Fire	Fire Department Training Center	58,390	17,037	46,559	-	46,559	11,831
2005	Engineering	Drainage	8,000	-	2,000	-	2,000	6,000
2005	Facilities	Repairs and Improvements to 761 Old Main Street	19,889	-	11,774	-	11,774	8,115
2006	Info Technology	Real Property Acquisition by the Town	450,550	155,050	155,550	-	155,550	295,000
2007	Facilities	Schools - Portable Classrooms	161,123	-	157,021	-	157,021	4,102
2007	Town Council	Fuel Cell Technology	10,000	-	-	-	-	10,000
2007	Fire	Fire Department Vehicles	97,873	-	-	-	-	97,873
2007	Various	Town Vehicles and Equipment	15,400	-	5,683	-	5,683	9,717
2007	Finance	Consultants - School Projects and GASB 43 and 45	137,500	44,759	122,784	-	122,784	14,716
2008	Parks	Improvement to Athletic Fields and Recreation Facilities	71,388	32,995	36,345	-	36,345	35,043
2009	BOE	Repairs and Improvements to Schools	184,698	18,413	32,654	-	32,654	152,044
2009	BOE	School Safety Improvements	47,744	46,266	46,266	-	46,266	1,478
2010	Facilities	Repairs and Improvements to Cora Belden Library	22,400	-	-	-	-	22,400
2010	Facilities	Building Improvements - Academy Hall Furnace	5,000	5,000	5,000	-	5,000	-
2010	Engineering	Road Improvement Project - Old Main Street	1,089,580	1,089,580	1,089,580	-	1,089,580	-
2010	Engineering	Road Improvement Project - Old Main Street Golf Brook Bridge	185,000	157,741	157,741	-	157,741	27,259
2010	Highway	Delivery Van for the Board of Education	10,000	-	-	-	-	10,000
2010	Engineering	Route 3 Traffic Study	25,000	-	-	-	-	25,000
2010	Facilities	School Communication Systems	42,040	10,000	10,000	-	10,000	32,040
Total Capital and Nonrecurring - Fund 40			\$ <u>4,774,732</u>	\$ <u>2,306,039</u>	\$ <u>3,801,089</u>	\$ <u>-</u>	\$ <u>3,801,089</u>	\$ <u>973,643</u>

## **Fiduciary Funds**

## **FIDUCIARY FUNDS**

Fiduciary funds are used to account for assets held by the Town in a trustee capacity or as an agent.

**SURETY BONDS** - To account for cash bonds posted by contractors, developers and others.

**SCHOOL ACTIVITY FUNDS** - To account for revenues and expenditures relating to the various student functions and activities.

## TOWN OF ROCKY HILL, CONNECTICUT

## AGENCY FUNDS

## COMBINING BALANCE SHEET

JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR 2009

	<u>Surety Bonds</u>	<u>School Activity</u>	<u>Totals</u>	
			<u>2010</u>	<u>2009</u>
Assets:				
Cash and cash equivalents	\$ 997,179	\$ 203,346	\$ 1,200,525	\$ 1,370,807
Investments		351,394	351,394	332,958
		<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$ 997,179</u>	<u>\$ 554,740</u>	<u>\$ 1,551,919</u>	<u>\$ 1,703,765</u>
Liabilities:				
Deposits and amounts due to student groups and participants	\$ 986,936	\$ 554,740	\$ 1,541,676	\$ 1,688,458
Accounts payable	10,243		10,243	15,307
		<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>\$ 997,179</u>	<u>\$ 554,740</u>	<u>\$ 1,551,919</u>	<u>\$ 1,703,765</u>

## TOWN OF ROCKY HILL, CONNECTICUT

## AGENCY FUNDS

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

## FOR THE YEAR ENDED JUNE 30, 2010

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
<b>Surety Bonds</b>				
Assets:				
Cash and cash equivalents	\$ 1,178,388	\$ 574,130	\$ 755,339	\$ 997,179
Liabilities:				
Deposits	\$ 1,163,081	\$ 574,130	\$ 750,275	\$ 986,936
Accounts payable	15,307		5,064	10,243
Total Liabilities	<u>\$ 1,178,388</u>	<u>\$ 574,130</u>	<u>\$ 755,339</u>	<u>\$ 997,179</u>
<b>School Activity</b>				
Assets:				
Cash and cash equivalents	\$ 192,419	\$ 748,676	\$ 737,749	\$ 203,346
Investments	332,958	18,436		351,394
Total Assets	<u>\$ 525,377</u>	<u>\$ 767,112</u>	<u>\$ 737,749</u>	<u>\$ 554,740</u>
Liabilities:				
Due to student groups	<u>\$ 525,377</u>	<u>\$ 767,112</u>	<u>\$ 737,749</u>	<u>\$ 554,740</u>
<b>Total All Funds</b>				
Assets:				
Cash and cash equivalents	\$ 1,370,807	\$ 1,322,806	\$ 1,493,088	\$ 1,200,525
Investments	332,958	18,436		351,394
Total Assets	<u>\$ 1,703,765</u>	<u>\$ 1,341,242</u>	<u>\$ 1,493,088</u>	<u>\$ 1,551,919</u>
Liabilities:				
Deposits and amounts due to student groups and participants	\$ 1,688,458	\$ 1,341,242	\$ 1,488,024	\$ 1,541,676
Accounts payable	15,307		5,064	10,243
Total Liabilities	<u>\$ 1,703,765</u>	<u>\$ 1,341,242</u>	<u>\$ 1,493,088</u>	<u>\$ 1,551,919</u>

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

**CAPITAL ASSETS USED IN THE OPERATION  
OF GOVERNMENTAL FUNDS**

The following schedules present only the capital asset balances related to governmental funds. The assets are reported at historical cost or estimated historical cost.

The Town's capitalization policy requires the recording of capital assets with original cost of \$5,000 or more. Infrastructure assets are recorded based on a threshold of \$100,000. Provision for depreciation is not included in the schedules.

## TOWN OF ROCKY HILL, CONNECTICUT

## CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

## COMPARATIVE SCHEDULE BY SOURCE

JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
Governmental funds capital assets:		
Land	\$ 3,837,249	\$ 3,837,249
Buildings and improvements	48,921,345	48,791,942
Furniture, fixtures and equipment	13,878,830	13,776,829
Infrastructure	37,384,338	35,895,401
Construction in progress	<u>811,309</u>	<u>244,180</u>
Total	<u>\$ 104,833,071</u>	<u>\$ 102,545,601</u>
Investments in governmental funds capital assets by source:		
General Fund	\$ 73,231,458	\$ 73,238,034
Special Revenue Funds	2,110,893	1,444,774
Capital Projects Fund	22,404,803	21,018,493
Fiduciary Funds	52,488	52,488
Donations	<u>7,033,429</u>	<u>6,791,812</u>
Total	<u>\$ 104,833,071</u>	<u>\$ 102,545,601</u>

## TOWN OF ROCKY HILL, CONNECTICUT

## CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

## SCHEDULE BY FUNCTION AND ACTIVITY

JUNE 30, 2010

	<u>Total</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Furniture Vehicles and Equipment</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>
General government	\$ 19,052,129	\$ 2,827,749	\$ 13,752,739	\$ 1,224,321	\$ 1,247,320	\$
Public safety	9,873,816		2,881,785	6,992,031		
Public works	38,733,553		431,500	2,165,035	36,137,018	
Health and human services	260,866		50,000	210,866		
Parks, recreation and facilities	5,331,680	1,009,500	3,533,505	788,675		
Library	4,019,209		1,045,000	2,162,900		811,309
Schools	<u>27,561,818</u>		<u>27,226,816</u>	<u>335,002</u>		
Total	<u>\$ 104,833,071</u>	<u>\$ 3,837,249</u>	<u>\$ 48,921,345</u>	<u>\$ 13,878,830</u>	<u>\$ 37,384,338</u>	<u>\$ 811,309</u>

## TOWN OF ROCKY HILL, CONNECTICUT

## CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

## SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

## FOR THE YEAR ENDED JUNE 30, 2010

	<b>Governmental Funds Capital Assets July 1, 2009</b>	<b>Additions</b>	<b>Deletions</b>	<b>Governmental Funds Capital Assets June 30, 2010</b>
General government	\$ 17,790,490	\$ 1,261,639	\$	\$ 19,052,129
Public safety	9,841,646	60,643	28,473	9,873,816
Public works	38,491,936	241,617		38,733,553
Health and human services	212,932	47,934		260,866
Parks, recreation and facilities	5,331,680			5,331,680
Library	3,452,080	567,129		4,019,209
Schools	<u>27,424,837</u>	<u>136,981</u>	<u>                    </u>	<u>27,561,818</u>
Total	<u>\$ 102,545,601</u>	<u>\$ 2,315,943</u>	<u>\$ 28,473</u>	<u>\$ 104,833,071</u>

# **Statistical Section**

## Statistical Section Information

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

Statistical section information is presented in the following categories:

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

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

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

## TOWN OF ROCKY HILL, CONNECTICUT

## NET ASSETS BY COMPONENT

## LAST EIGHT FISCAL YEARS

(In Thousands)

	FISCAL YEAR							
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental activities:								
Invested in capital assets, net of related debt	\$ 31,870	\$ 29,246	\$ 28,540	\$ 27,904	\$ 26,250	\$ 27,998	\$ 19,384	\$ 24,784
Restricted	132	141	147	147	127	127	125	116
Unrestricted	<u>(397)</u>	<u>1,397</u>	<u>1,916</u>	<u>2,838</u>	<u>4,946</u>	<u>5,834</u>	<u>8,750</u>	<u>6,380</u>
Total Governmental Activities Net Assets	<u>\$ 31,605</u>	<u>\$ 30,784</u>	<u>\$ 30,603</u>	<u>\$ 30,889</u>	<u>\$ 31,323</u>	<u>\$ 33,959</u>	<u>\$ 28,259</u>	<u>\$ 31,280</u>

59

## Notes:

- (1) Schedule prepared on the accrual basis of accounting.
- (2) The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003.

## TOWN OF ROCKY HILL, CONNECTICUT

## CHANGES IN NET ASSETS

LAST EIGHT FISCAL YEARS  
(In Thousands)

	FISCAL YEAR							
	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:								
Governmental activities:								
General government	\$ 10,548	\$ 8,941	\$ 8,704	\$ 8,170	\$ 7,325	\$ 6,788	\$ 6,609	\$ 6,071
Public safety	6,540	6,719	6,570	6,445	5,812	5,707	5,111	5,430
Public works	5,657	6,647	6,393	5,513	6,214	5,864	5,786	4,782
Health and human services	603	632	599	565	551	537	453	462
Parks, recreation and facilities	6,123	6,105	6,656	6,094	5,784	5,336	5,033	5,015
Library services	900	933	943	892	855	840	790	831
Education	33,005	30,795	38,311	28,596	26,670	24,341	23,243	22,646
Interest on long-term debt	726	860	932	1,005	1,073	1,222	896	891
Total governmental activities expenses	<u>64,102</u>	<u>61,632</u>	<u>69,108</u>	<u>57,280</u>	<u>54,284</u>	<u>50,635</u>	<u>47,921</u>	<u>46,128</u>
Program Revenues:								
Governmental activities:								
Charges for services:								
General government	567	763	833	749	878	706	771	708
Parks, recreation and facilities	764	772	707	669	625	586	699	544
Education	585	546	562	543	577	536	491	1,369
Other	465	590	1,061	855	1,045	636	911	473
Operating grants and contributions	8,502	7,404	15,762	6,243	5,544	4,288	4,108	3,413
Capital grants and contributions	1,477	67	537	56	1,275	7,276	785	604
Total governmental activities program revenues	<u>12,360</u>	<u>10,142</u>	<u>19,462</u>	<u>9,115</u>	<u>9,944</u>	<u>14,028</u>	<u>7,765</u>	<u>7,111</u>
Net expense:								
Governmental activities	<u>(51,742)</u>	<u>(51,490)</u>	<u>(49,646)</u>	<u>(48,165)</u>	<u>(44,340)</u>	<u>(36,607)</u>	<u>(40,156)</u>	<u>(39,017)</u>
General revenues and other changes in net assets:								
Governmental Activities:								
Property taxes	50,427	49,055	46,698	44,606	40,098	39,979	36,339	35,574
Grants and contributions not restricted to specific purposes	1,523	1,821	1,627	1,796	1,531	1,512	1,482	1,681
Unrestricted investment earnings	47	159	536	771	565	386	224	212
Other general revenues	566	636	499	558	446	430	671	565
Total governmental activities general revenues and other changes in net assets	<u>52,563</u>	<u>51,671</u>	<u>49,360</u>	<u>47,731</u>	<u>42,640</u>	<u>42,307</u>	<u>38,716</u>	<u>38,032</u>
Changes in Net Assets:								
Governmental activities	<u>\$ 821</u>	<u>\$ 181</u>	<u>\$ (286)</u>	<u>\$ (434)</u>	<u>\$ (1,700)</u>	<u>\$ 5,700</u>	<u>\$ (1,440)</u>	<u>\$ (985)</u>

## Notes:

- (1) Schedule prepared on the accrual basis of accounting.
- (2) The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003.

**TOWN OF ROCKY HILL, CONNECTICUT**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	<b>FISCAL YEAR</b>									
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General Fund										
Reserved	\$ 210	\$ 250	\$ 201	\$ 313	\$ 158	\$ 136	\$ 78	\$ 195	\$ 632	\$ 666
Unreserved	<u>3,808</u>	<u>3,962</u>	<u>3,995</u>	<u>4,480</u>	<u>3,998</u>	<u>4,179</u>	<u>3,032</u>	<u>3,764</u>	<u>3,921</u>	<u>4,519</u>
Total General Fund	<u>\$ 4,018</u>	<u>\$ 4,212</u>	<u>\$ 4,196</u>	<u>\$ 4,793</u>	<u>\$ 4,156</u>	<u>\$ 4,315</u>	<u>\$ 3,110</u>	<u>\$ 3,959</u>	<u>\$ 4,553</u>	<u>\$ 5,185</u>
All other governmental funds:										
Reserved	\$ 5	\$ 8	\$ 7	\$ 6	\$ 33	\$ 7	\$ 6	\$ 17	\$ 28	\$ 21
Unreserved, reported in:										
Special revenue funds	998	890	890	920	915	918	952	823	899	971
Capital projects funds	1,163	1,876	1,699	1,788	2,301	3,653	(4,196)	(833)	4,461	(1,944)
Permanent funds	<u>132</u>	<u>141</u>	<u>147</u>	<u>147</u>	<u>133</u>	<u>127</u>	<u>129</u>	<u>116</u>	<u>114</u>	<u>121</u>
Total All Other Governmental Funds	<u>\$ 2,298</u>	<u>\$ 2,915</u>	<u>\$ 2,743</u>	<u>\$ 2,861</u>	<u>\$ 3,382</u>	<u>\$ 4,705</u>	<u>\$ (3,109)</u>	<u>\$ 123</u>	<u>\$ 5,502</u>	<u>\$ (831)</u>

## Notes:

(1) Schedule prepared on the modified accrual basis of accounting

(2) Date presented for years prior to the implementation of GASB Statement No. 34 (2004) has been restated to confirm with current governmental funds structure.

**TOWN OF ROCKY HILL, CONNECTICUT**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**

**LAST TEN FISCAL YEARS**  
(In Thousands)

	<b>FISCAL YEAR</b>									
	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>
<b>Revenues:</b>										
Taxes and assessments	\$ 50,446	\$ 48,912	\$ 46,816	\$ 45,423	\$ 41,265	\$ 40,491	\$ 36,109	\$ 35,298	\$ 31,464	\$ 30,905
Intergovernmental	11,334	9,462	17,954	8,230	7,743	7,862	6,654	6,417	7,662	7,299
Charges for services	2,203	2,256	2,829	2,619	2,881	2,277	2,685	1,917	1,928	1,568
Income on investments	47	159	535	770	565	386	224	212	440	990
Miscellaneous	865	1,124	951	859	768	851	858	1,187	974	871
Total revenues	<u>64,895</u>	<u>61,913</u>	<u>69,085</u>	<u>57,901</u>	<u>53,222</u>	<u>51,867</u>	<u>46,530</u>	<u>45,031</u>	<u>42,468</u>	<u>41,633</u>
<b>Expenditures:</b>										
General government	2,313	2,066	1,943	1,924	1,793	1,856	1,751	1,921	1,891	1,697
Public safety	5,425	5,291	5,179	5,048	4,848	4,851	4,576	4,503	4,082	3,946
Public works	5,018	5,138	5,015	4,795	4,589	4,405	4,037	3,775	3,476	3,591
Health and human services	621	601	581	546	535	519	455	442	373	357
Parks, recreation and facilities	5,929	5,864	6,413	6,336	5,675	5,763	4,906	4,789	4,515	4,630
Library services	1,475	1,116	939	889	836	809	779	785	840	803
Education	32,863	30,871	38,357	27,707	26,384	24,151	22,890	22,564	21,548	20,586
Miscellaneous	6,440	6,731	6,545	5,797	5,122	4,788	4,119	3,752	3,816	3,097
Capital outlay	2,830	1,212	2,009	2,376	2,659	4,396	4,913	6,837	5,666	4,192
<b>Debt service:</b>										
Debt redemption - principal	1,985	1,995	2,015	1,795	1,365	1,430	1,355	905	1,005	775
Debt redemption - interest	910	872	942	1,012	1,294	781	929	1,121	724	560
Total expenditures	<u>65,809</u>	<u>61,757</u>	<u>69,938</u>	<u>58,225</u>	<u>55,100</u>	<u>53,749</u>	<u>50,710</u>	<u>51,394</u>	<u>47,936</u>	<u>44,234</u>
Excess of Revenue over (under) Expenditures	<u>(914)</u>	<u>156</u>	<u>(853)</u>	<u>(324)</u>	<u>(1,878)</u>	<u>(1,882)</u>	<u>(4,180)</u>	<u>(6,363)</u>	<u>(5,468)</u>	<u>(2,601)</u>
<b>Other Financing Sources (Uses):</b>										
Payment to refunded bond escrow	(7,316)						(5,296)			
Proceeds from capital leases		32	139	440	396		72	391	169	
Proceeds from bond issues	7,420					10,900	5,265		11,000	3,030
Premium on sale of refunding bonds							59			
Transfers in	330	200	380	297	90	219	418	40	279	448
Transfers out	(330)	(200)	(380)	(297)	(90)	(219)	(418)	(40)	(279)	(448)
Total other financing sources (uses)	<u>104</u>	<u>32</u>	<u>139</u>	<u>440</u>	<u>396</u>	<u>10,900</u>	<u>100</u>	<u>391</u>	<u>11,169</u>	<u>3,030</u>
Net Change in Fund Balances	<u>\$ (810)</u>	<u>\$ 188</u>	<u>\$ (714)</u>	<u>\$ 116</u>	<u>\$ (1,482)</u>	<u>\$ 9,018</u>	<u>\$ (4,080)</u>	<u>\$ (5,972)</u>	<u>\$ 5,701</u>	<u>\$ 429</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>4.6%</u>	<u>4.7%</u>	<u>4.3%</u>	<u>5.0%</u>	<u>5.1%</u>	<u>4.5%</u>	<u>5.0%</u>	<u>4.5%</u>	<u>4.1%</u>	<u>3.3%</u>

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

**TOWN OF ROCKY HILL, CONNECTICUT**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Real Property			Personal Property	Motor Vehicle	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value As a Percentage of Actual Taxable Value
	Residential	Commercial	Industrial							
2010(a)	\$ 1,297,344,609	\$ 520,267,119	\$ 133,573,470	\$ 117,172,251	\$ 145,262,619	\$ 17,177,165	\$ 2,196,442,903	22.9	\$ 3,137,775,576	70%
2009	991,603,105	348,982,656	77,807,510	106,940,222	146,588,667	15,125,843	1,656,796,317	29.2	2,366,851,881	70%
2008	983,266,190	340,419,825	78,854,310	103,420,525	145,334,447	15,506,911	1,635,788,386	28.4	2,336,840,551	70%
2007	966,457,300	337,036,243	78,617,860	92,917,372	140,842,106	12,579,667	1,603,291,214	28.0	2,290,416,020	70%
2006	955,552,380	322,570,220	79,947,910	97,052,660	133,196,940	12,466,930	1,575,853,180	25.8	2,251,218,829	70%
2005(a)	934,003,310	316,141,360	76,335,670	95,916,190	124,389,870	13,415,080	1,533,371,320	25.8	2,190,530,457	70%
2004	662,050,580	283,620,570	63,082,690	102,213,410	127,437,480	15,039,560	1,223,365,170	29.3	1,747,664,529	70%
2003	646,424,020	276,048,810	58,924,910	111,172,610	121,798,600	14,796,300	1,199,572,650	29.3	1,713,675,214	70%
2002	628,118,170	277,016,120	58,380,680	106,938,390	118,675,980	14,392,430	1,174,736,910	26.8	1,678,195,586	70%
2001(a)	603,915,920	278,509,740	57,832,480	104,535,850	111,714,140	16,347,630	1,140,160,500	26.8	1,628,800,714	70%

Source: Town of Rocky Hill, Department of Finance, Office of Tax Assessor

(a) Revaluation year

## TOWN OF ROCKY HILL, CONNECTICUT

## PROPERTY TAX RATES

## LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Town Direct Rates			
	General Town Government Rate	Board of Education Rate	Debt Service Rate	Total Direct Rate
2010 (a)	10.839	10.960	1.102	22.900
2009	14.041	13.713	1.446	29.200
2008	13.827	13.130	1.443	28.400
2007	13.583	12.922	1.495	28.000
2006	12.125	12.262	1.413	25.800
2005 (a)	12.179	12.376	1.245	25.800
2004	13.534	14.225	1.541	29.300
2003	13.714	14.167	1.419	29.300
2002	12.536	13.093	1.171	26.800
2001 (a)	12.965	12.906	0.929	26.800

Note: Town of Rocky Hill has no Overlapping Property Tax Rates.

(a) Revaluation year

Source: Town of Rocky Hill, Finance Department

**TOWN OF ROCKY HILL, CONNECTICUT**

**PRINCIPAL PROPERTY TAX PAYERS**

**2008 AND 1999  
(In Thousands)**

<b>Taxpayer</b>	<b>October 1, 2008</b>			<b>October 1, 1999</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Town Taxable Assessed Value (a)</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Town Taxable Assessed Value (b)</b>
Gallery Tower Apartments (Century Hills)	\$ 34,483	1	1.57%	\$ 26,530	1	2.33%
Five Hundred Enterprise	32,392	2	1.47%			
Burriss Logistics Inc.	30,291	3	1.38%			
Henkel (Loctite Corporation)	27,482	4	1.25%	24,925	2	2.19%
RP Glenbrook LLC	24,919	5	1.13%			
Sysco Corporation	18,347	6	0.84%	11,576	5	1.02%
Acadia Hill Town Line LLC	14,229	7	0.65%			
Rocky Hill Assoc LTD Partnership	13,371	8	0.61%			
New Boston Fifty Five Capital LLC	13,230	9	0.60%			
New Boston Flex LLC	13,035	10	0.59%			
Corporate Ridge D/D Limited Prtshp.				16,542	3	1.45%
Ames Department Stores Inc. (c)				15,172	4	1.33%
Corporate Ridge D/D Hotel Limited Prtshp.				11,550	6	1.01%
LM Rocky Hill Land Holding				9,627	7	0.84%
Rocky Hill Town Center				8,781	8	0.77%
Connecticut Light & Power				7,830	9	0.69%
Wiremold Company				7,787	10	0.68%
<b>Total</b>	<b>\$ 221,779</b>		<b>10.10% %</b>	<b>\$ 140,320</b>		<b>12.31%</b>

Source: Town of Rocky Hill, Office of Tax Assessor

(a) Based on Net Taxable Grand List of \$2,196,442,903 (amount not rounded)

(b) Based on Net Taxable Grant List of \$1,140,262,870 (amount not rounded)

(c) Ames Department Stores has filed under Chapter 7 of the Bankruptcy Court.

TABLE 8

**TOWN OF ROCKY HILL, CONNECTICUT**  
**PROPERTY TAX LEVIES AND COLLECTIONS**

**LAST TEN FISCAL YEARS**  
(In Thousands)

<b>Fiscal Year Ended June 30,</b>	<b>Tax Rate In Mills</b>	<b>Taxes Levied For This Fiscal Year</b>	<b>Collected Within The Fiscal Year of Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
			<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2010	22.900	\$ 50,276	\$ 49,919	99.29%		\$ 49,919	99.29%
2009	29.200	48,793	48,453	99.30%	\$ 195	48,453	99.30%
2008	28.400	46,723	46,421	99.35%	293	46,421	99.35%
2007	28.000	45,313	45,037	99.39%	226	45,263	99.89%
2006	25.800	40,962	40,710	99.38%	216	40,926	99.91%
2005	25.800	39,865	39,640	99.44%	198	39,838	99.93%
2004	29.300	36,169	35,380	97.82%	747	36,127	99.88%
2003	29.300	35,463	34,988	98.66%	428	35,416	99.87%
2002	26.800	31,637	31,078	98.23%	516	31,594	99.86%
2001	26.800	30,877	30,626	99.19%	208	30,834	99.86%

## TOWN OF ROCKY HILL, CONNECTICUT

## RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS  
(Thousands, except per capita)

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Capital Leases</b>	<b>Total Primary Government</b>	<b>(a) Ratio of Debt to Taxable Assessed Value</b>	<b>(b) Debt Per Capita</b>	<b>(c) Debt Per Personal Income</b>
2010	\$ 18,250	68	\$ 18,318	0.83%	\$ 973	\$ 415
2009	20,515	244	20,759	1.25%	1,101	471
2008	22,510	470	22,980	1.40%	1,222	521
2007	24,525	598	25,123	1.57%	1,334	570
2006	26,320	239	26,559	1.69%	1,416	602
2005	27,685	70	27,755	1.81%	1,491	630
2004	18,215	224	18,439	1.51%	995	418
2003	19,465	356	19,821	1.65%	1,083	450
2002	20,370	105	20,475	1.74%	1,158	464
2001	10,375	35	10,410	0.91%	579	236

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

(a) See Table 5 for taxable assessed value

(b) See Table 14 for population figures

(c) See Table 14 for total personal income

**TOWN OF ROCKY HILL, CONNECTICUT**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**

**LAST TEN FISCAL YEARS**  
(Thousands, except per capita amount)

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>(b) Percentage of Estimated Actual Taxable Value of Property</b>	<b>(a) Debt Per Capita</b>
2010	\$ 18,250	0.58%	\$ 969
2009	20,515	0.87%	1,088
2008	22,510	0.96%	1,197
2007	24,525	1.07%	1,302
2006	26,320	1.69%	1,416
2005	27,685	1.81%	1,491
2004	18,215	1.51%	995
2003	19,465	1.65%	1,083
2002	20,370	1.74%	1,158
2001	10,375	0.91%	579

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

(a) See Table 14 for population figures

(b) See Table 5 for estimated actual taxable value of property

## TOWN OF ROCKY HILL, CONNECTICUT

## DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF JUNE 30, 2010  
(In Thousands)

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Percentage Applicable</b>	<b>Estimated Shares of Direct and Overlapping Debt</b>
Overlapping debt:			
Metropolitan District	\$ 206,461	5.71%	\$ 11,789
Town direct debt	18,250	100.00%	18,250
Total			\$ 30,039

Source: The Metropolitan District, Hartford, Connecticut and Town of Rocky Hill Finance Department

## TOWN OF ROCKY HILL, CONNECTICUT

## SCHEDULE OF DEBT LIMITATION

JUNE 30, 2010

Total tax collections (including interest and lien fees) received by Treasurer for year ended June 30, 2009					\$ 50,394,667
Reimbursement for revenue loss on:					
Tax relief for elderly - freeze					<u>-</u>
Base					\$ <u>50,394,667</u>
	<b>General Purpose</b>	<b>Schools</b>	<b>Sewers</b>	<b>Urban Renewal</b>	<b>Pension Deficit</b>
Debt Limitation					
2-1/4 times base	\$ 113,388,001	\$	\$	\$	\$
4-1/2 times base		226,776,002			
3-3/4 times base			188,980,001		
3-1/4 times base				163,782,668	
3 times base					151,184,001
Total debt limitation	<u>113,388,001</u>	<u>226,776,002</u>	<u>188,980,001</u>	<u>163,782,668</u>	<u>151,184,001</u>
Indebtedness:					
Bonds payable	15,730,472	2,519,528			
Bonds authorized - unissued	863,000	1,019,000			
Overlapping debt			11,788,932		
Less State of Connecticut building grants receivable		(190,891)			
Total indebtedness	<u>16,593,472</u>	<u>3,347,637</u>	<u>11,788,932</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	\$ <u>96,794,529</u>	\$ <u>223,428,365</u>	\$ <u>177,191,069</u>	\$ <u>163,782,668</u>	\$ <u>151,184,001</u>

Note: In no case shall total indebtedness exceed \$352,762,669 or seven times annual receipts from taxation.

## TOWN OF ROCKY HILL, CONNECTICUT

## LEGAL DEBT MARGIN INFORMATION

## LAST TEN FISCAL YEARS

(In Thousands)

	FISCAL YEAR									
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Debt limitation	\$ 352,762	\$ 342,710	\$ 327,439	\$ 327,439	\$ 318,162	\$ 288,726	\$ 283,726	\$ 252,791	\$ 247,071	\$ 220,037
Total net debt applicable to limit	<u>31,730</u>	<u>29,002</u>	<u>28,946</u>	<u>28,946</u>	<u>28,887</u>	<u>30,924</u>	<u>32,305</u>	<u>31,216</u>	<u>29,065</u>	<u>25,797</u>
Legal Debt Margin	<u>\$ 321,032</u>	<u>\$ 313,708</u>	<u>\$ 298,493</u>	<u>\$ 298,493</u>	<u>\$ 289,275</u>	<u>\$ 257,802</u>	<u>\$ 251,421</u>	<u>\$ 221,575</u>	<u>\$ 218,006</u>	<u>\$ 194,240</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.99%	8.46%	8.84%	8.84%	9.08%	10.72%	11.39%	12.35%	11.76%	11.72%

71

Source: Comprehensive annual financial report - Schedule of Debt Limitation

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

**TOWN OF ROCKY HILL, CONNECTICUT**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN CALENDAR YEARS**

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Per Capita Income (2)</u>	<u>Total Personal Income (2)</u>	<u>Median Age (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2010	18,827	\$ 29,701	\$ 44,090	40.6	2,590	7.5%
2009	18,852	29,701	44,090	40.6	2,640	6.6%
2008	18,808	29,701	44,090	40.6	2,622	4.7%
2007	18,835	29,701	44,090	40.6	2,621	3.9%
2006	18,760	29,701	44,090	40.6	2,587	3.6%
2005	18,620	29,701	44,090	40.6	2,557	4.1%
2004	18,528	29,701	44,090	40.6	2,496	4.2%
2003	18,305	29,701	44,090	40.6	2,457	4.9%
2002	17,683	32,668 (5)	44,090	40.6	2,487	3.7%
2001	17,956	32,668 (5)	44,090	40.6	2,425	2.2%

(1) Source: State of Connecticut, Department of Public Health, Office of Policy, Planning and Evaluation

(2) Source: Department of Commerce, U.S. Bureau of the Census - Census 2000

(3) Source: Town of Rocky Hill, Board of Education Academic Year Basis

(4) Source: State of Connecticut Department of Labor

(5) Source: Department of Economic Community Development - Claritas, Inc.

## TOWN OF ROCKY HILL, CONNECTICUT

## PRINCIPAL EMPLOYERS

## CURRENT YEAR AND TEN YEARS AGO

Employer	Nature of Business	2010			2001		
		Employees	Rank	Percentage of Total Town Employment(b)	Employees	Rank	Percentage of Total Town Employment(c)
SYSCO Food Services	Food Distribution Warehouse	480	1	4.37%	500	3	5.18%
Town of Rocky Hill	Municipality	446	2	4.06%	398	5	4.12%
Henkel Corporation (Loctite)	Adhesives and Sealants	400	3	3.64%	650	2	6.73%
ISGN (formerly Fiserv)	Finance - Loan Processing	340	4	3.09%			
Integrated Loan Services	Financial Services	340	5	3.09%			
State Veterans Home and Hospital	Hospital	300	6	2.73%	416	4	4.31%
Wal-Mart Store	Retail Store	208	7	1.89%	200	6	2.07%
Burris Logistics	Refrigerated Logistics Warehouse	200	8	1.82%			
Paychex	Financial Services	140	9	1.27%			
URS Corporation	Civil Engineering	130	10	1.18%			
Ames Department Stores (a)	Headquarters, Warehouse				800	1	8.28%
McKesson Drug Company	Pharmaceuticals Warehouse				160	7	1.66%
Connecticut Student Loan	State of CT - Finance				159	8	1.65%
Marriott Hotel	Hotel				150	9	1.55%
Hartford Ball Company	Ball Bearings				116	10	1.20%
Total		2,984		27.14%	3,549		36.74%

Source: Town of Rocky Hill, Economic Development Department

(a) Ames Department Stores filed under Chapter 7 of the Bankruptcy Court.

(b) State of Connecticut, Department of Labor - Town employment of 10,996

(c) State of Connecticut, Department of Labor - Town employment of 9,659

TOWN OF ROCKY HILL, CONNECTICUT

FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	FISCAL YEAR									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Government	22	22	22	21	21	22	22	22	21	19
Police	44	44	44	44	44	45	43	42	42	42
Fire	4	4	4	4	4	4	4	4	4	4
Building Department	3	3	3	3	3	3	3	3	3	3
Public Works:										
Engineering	4	4	4	4	4	4	4	4	4	4
Highway	15	15	15	15	15	14	14	14	14	13
Human Services	6	6	6	6	6	6	6	6	6	6
Parks and Recreation	12	12	12	12	13	13	13	13	13	12
Facilities:										
Town	9.5	9.5	9.5	9.5	10	10	10	8	7	7
Schools	25.5	25.5	25.5	25.5	26	26	26	25	24	24
Library	10	10	10	10	10	10	10	10	10	10
Education (a)	<u>291</u>	<u>286</u>	<u>286</u>	<u>285</u>	<u>279</u>	<u>275</u>	<u>266</u>	<u>271</u>	<u>256</u>	<u>254</u>
Total	<u>446</u>	<u>441</u>	<u>435</u>	<u>432</u>	<u>421</u>	<u>422</u>	<u>404</u>	<u>398</u>	<u>382</u>	<u>398</u>

Source: Town of Rocky Hill, Finance Department

(a) Town of Rocky Hill, Board of Education

**TOWN OF ROCKY HILL, CONNECTICUT**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

Function/Program	FISCAL YEAR									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Building Department:										
Permits Issued	1,153	896	1,287	1,537	1,615	1,387	1,506	1,415	1,458	1,205
Certificates of Occupancy	143	112	162	120	163	130	158	144	133	113
Number of Inspections	1,689	1,706	2,348	2,460	2,764	3,334	3,112	2,685	2,000	2,123
Police:										
Total Criminal Arrests	370	349	440	456	541	465	524	526	os	os
Total Town Tickets Issued	335	667	430	550	811	487	457	766	os	os
Medical Calls	2,503	2,421	2,404	2,594	2,403	2,390	2,076	1,833	os	os
Animal Complaints	274	213	270	323	314	183	225	207	os	os
Police Training Hours	3,753	3,216	4,782	5,067	2,671	2,483	3,355	nt	nt	nt
Fire:										
Emergency responses	616	600	678	687	755	755	630	631	533	595
Inspections	573	500	647	535	750	750	750	700	750	534
Fire Training Man-hours	8,412	8,800	8,300	7,480	7,628	5,280	11,100	7,500	6,028	7,069
Sanitation:										
Commercial Solid Waste (tons)	4,839	5,203	6,592	7,326	7,792	6,981	7,566	8,583	8,571	8,012
Residential Solid Waste (tons)	6,232	6,198	6,602	6,762	6,812	6,595	6,885	6,412	6,505	6,181
Bulky waste (tons)	936	950	966	881	835	739	1,433	1,421	375	112
Highway Department:										
Snow and Ice Callouts	26	26	20	15	17	25	15	25	13	9
Leaf Pickups (Cubic Yards)	7,204	6,725	6,695	6,735	5,480	6,321	7,770	6,723	6,595	7,000
Catch Basin Repairs	27	27	39	13	22	17	22	44	25	35
Parks and Recreation:										
Number of Programs Offered	975	970	960	950	525	490	490	450	445	430
Number of Participants	10,000	9,700	9,600	9,500	9,000	7,000	7,000	6,000	5,300	5,100
Library:										
Volumes in Collection	65,377	64,369	63,984	70,911	68,240	69,542	69,257	71,005	70,673	71,553
Total Volumes Borrowed	267,098	271,041	284,833	283,483	256,190	254,610	264,280	271,697	257,008	237,333
Human Services:										
Number Elderly/Disabled:										
Individual Bus Trips	9,667	9,799	9,868	10,158	7,841	7,841	6,996	8,691	10,300	10,972

Source: Town of Rocky Hill various Town Departments  
os - not available, prior information kept on old inactive system  
nt - this information was not being tracked

**TOWN OF ROCKY HILL, CONNECTICUT**  
**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

<b>Function/Program</b>	<b>FISCAL YEAR</b>									
	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>
Police:										
Station	1	1	1	1	1	1	1	1	1	1
Fire:										
Stations	3	3	3	3	3	3	3	3	3	3
Fire Apparatus	11	11	11	11	11	11	11	11	11	9
Fire Rescue Boat	1	1	1	1	1	1	1	1	1	1
Highway Department										
Streets (miles)	66	66	66	66	66	65	59	59	59	57
Dump Trucks plus Equipment	40	40	40	40	40	40	40	40	39	36
Parks and Recreation:										
Acreage Maintained	180	180	180	180	180	180	180	180	180	180
Number of Parks	7	7	7	7	7	7	7	7	7	7
Baseball Fields	12	12	12	12	12	12	12	12	12	12
Soccer Fields	9	9	9	9	9	9	9	9	9	9
Football Field	1	1	1	1	1	1	1	1	1	1
Skatepark	1	1	1	1	1	0	0	0	0	0
Lacrosse Field	1	1	0	0	0	0	0	0	0	0
Number of Pools	2	2	2	2	2	2	2	2	2	2
Amphitheater	1	1	1	1	1	1	0	0	0	0
Facilities:										
Number of Town Buildings	14	14	14	14	14	14	14	14	12	12
Number of Schools	5	5	5	5	5	5	5	5	5	5
Human Services:										
Mini-buses	4	3	3	3	3	3	3	3	3	3

Source: Town of Rocky Hill, various Town Departments