

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

of the

**TOWN OF ENFIELD,
CONNECTICUT**

FOR THE YEAR ENDED

JUNE 30, 2006

PREPARED BY:

DEPARTMENT OF FINANCE

**GREGORY SIMMONS
DIRECTOR OF FINANCE**

TOWN OF ENFIELD, CONNECTICUT

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Introductory Section

TOWN OF ENFIELD, CONNECTICUT

PRINCIPAL OFFICIALS
JUNE 30, 2006

COUNCIL - MANAGER FORM OF GOVERNMENT

TOWN COUNCIL

Patrick L. Tallarita, Mayor
Kenneth Hilinski, Deputy Mayor
Patrick Joseph Crowley
William J. Edgar, Jr.
Scott R. Kaupin
William F. Lee
Cynthia Mangini
Douglas C. Maxellon
Ken Nelson, Jr.
Brain H. Peruta
William Ragno

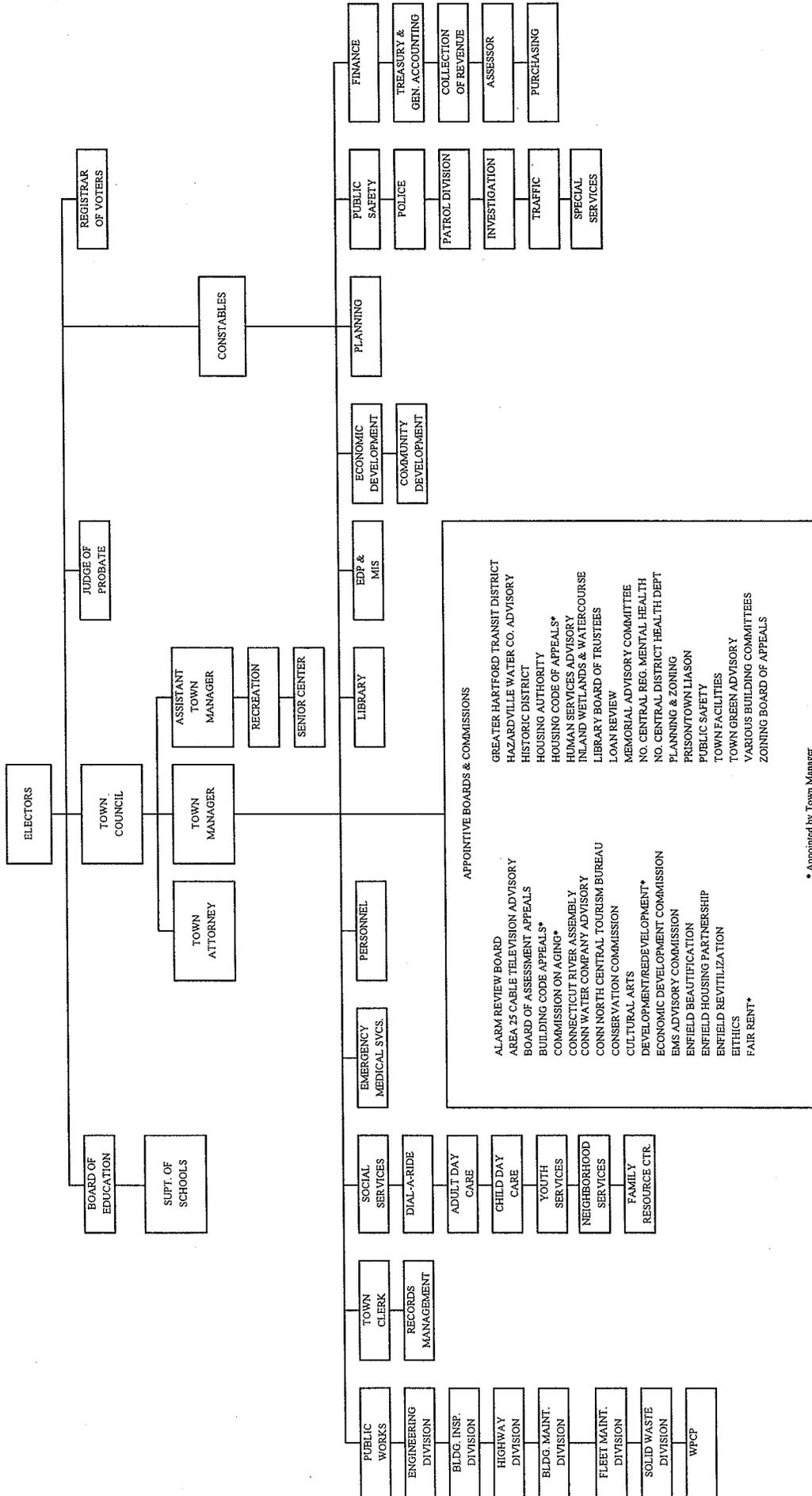
Town Manager	Matthew Coppler
Assistant Town Manager	Daniel Vindigni
Town Clerk	Suzanne Olechnicki
Director of Economic Development/Community Development	Raymond L. Warren
Director of Emergency Medical Services.....	Arthur Groux
Director of Finance	Gregory Simmons
Director of Human Resources	Willam Mahoney
Director of Information Systems	Charlene Bond
Director of Library	Henry Dutcher
Director of Planning	Jose Giner
Director of Public Safety	Christopher W. Bromson
Director of Public Works	John Kazmarski
Director of Social Services.....	Pam Brown
Chief of Police	Carl Sferrazza
Town Attorney	Christopher W. Bromson

BOARD OF EDUCATION

Sharon A. Racine, Chairman
Albert B. Harrison, Vice-Chairman
Donna Corbin Sobinski, Secretary
Judith Apruzzese-Desroches
Andre V. Greco
Joyce P. Hall
Chuck Johnson
Susan A. Lavelli-Hozempa
Sam McGill, Jr.

Superintendent of Schools	John Gallacher
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TOWN OF ENFIELD, CONNECTICUT
 ORGANIZATIONAL CHART
 JUNE 30, 2006



* Appointed by Town Manager



TOWN OF ENFIELD

November 17, 2006

Mr. Matthew Coppler
Town Manager
Town of Enfield
Enfield, Connecticut 06082

Dear Mr. Coppler:

In accordance with Chapter V, Section 8 of the adopted charter for the Town of Enfield, I am submitting herewith the Comprehensive Annual Financial Report (CAFR) of the Town of Enfield for the fiscal year ended June 30, 2006.

State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Enfield for the fiscal year ended June 30, 2006.

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

The Town of Enfield's financial statements have been audited by Scully & Wolf, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Enfield for the fiscal year ended June 30, 2006, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Town of Enfield's financial statements for the fiscal year ended June 30, 2006, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

820 Enfield Street/Enfield, Connecticut 06082/(860) 253-6300

The independent audit of the financial statements of the Town of Enfield was part of a broader, federally mandated "single audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited Town's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Town of Enfield's separately issued Single Audit Report.

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

Profile of the Town of Enfield

The Town of Enfield is a suburb consisting of 33.8 square miles and located east of the Connecticut River along the Interstate 91 corridor, 18 miles north of Hartford, Connecticut, and 9 miles south of Springfield, Massachusetts, with a July 1, 2006 population of 45,567. Centrally located between Boston and New York City, and just a 15-minute drive from Bradley International Airport, Enfield is a short commute between major northeast economic markets.

Enfield's location, transportation access, quality work force, land, and business services have attracted many first-rate corporate citizens both large and small. The Town has a diversified commercial/industrial base of numerous manufacturing, research, engineering, distribution, service and retail facilities. These industries have enabled Enfield to enjoy an unemployment rate less than that of the State average in recent months.

The Town of Enfield operates under a council-manager form of government. Policy-making and legislative authority rest with a Town Council consisting of the mayor and ten other members. The Town Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the Town Manager and Town attorney. The Town Manager, among other things, is responsible for carrying out the policies and ordinances of the Town Council, overseeing the day-to-day operations of the town, and for appointing the various department heads.

The Town of Enfield provides a full range of services, including police protection; the construction and maintenance of highways, streets, sanitation and other infrastructure; and recreational activities and cultural events.

The annual budget serves as the foundation for the Town of Enfield's financial planning and control. All agencies of the Town of Enfield are required to submit requests for appropriations to the Town Manager. The Town Manager uses these requests as the starting point for developing a proposed budget for presentation to the Town Council. The proposed budget is due to the Town Council no later than seventy-five days prior to the end of the fiscal year. The Town Council holds one or more public hearings on the budget not later than sixty days before the end of the fiscal year. Within twenty days of the final hearing, the Town Council adopts the budget by resolution.

Factors Effecting Financial Condition

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment within which the Town of Enfield operates.

Local Economy - The Town of Enfield enjoys a favorable economic environment, which when coupled with a broad and diverse commercial and industrial base, points to continued economic stability. The Town of Enfield has several industries with headquarters or divisions located within its boundaries including greeting cards and insurance plus a wide variety of retail venues and a local college. Currently, a major hotel and restaurant are being erected in the Enfield Industrial Park.

Long-Term Financial Planning - Prepared as part of the annual budget process, a comprehensive six-year plan of capital improvement projects attempts to identify and provide a responsible funding/execution plan for public betterments to ensure a stable community infrastructure. This multi-million dollar plan is designed to support an operation, which has evolved from a fix-up mode to one able to anticipate short and long-term requirements. While many projects are funded with a single annual appropriation of .0002 of the current grand list (the Town charter annual limit per project), which computes to \$409,000 for fiscal year 2005-06, or less, larger more costly undertakings are funded over a multi-year period unless authorized by referendum to exceed such restriction.

Additionally, the Town of Enfield is in the process of completing recently approved bond projects for renovations to most of the Town's elementary schools, one of the high schools, town-wide roadwork and renovation of the athletic fields at Enfield and Fermi High Schools, all of which will benefit residents and visitors for years to come.

Cash management policies and practices - Cash temporarily idle during the year was invested in certificates of deposit, obligations of the U.S. Treasury, commercial paper, corporate bonds, and the State Treasurer's investment fund. The rates of interest earned on investments range from 2.8% to 5.2%. The highest yields were part of the pension plans due to the long-term character of some of its investment holdings. Investment income includes appreciation of the fair value of investments. Increases in fair value during the current year, however, do not necessarily represent trends that will continue; nor is it always possible to realize such amounts, especially in the case of temporary changes in the fair value of investments that the Town intends to hold to maturity.

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; injuries to employees; and natural disasters. Insurance coverage is purchased from the commercial insurance market with the exception of workers' compensation and heart and hypertension. To provide workers' compensation coverage, the Town participates in the Connecticut Interlocal Risk Management Agency (CIRMA), a risk sharing pool created by a Special Act of the Connecticut General Assembly. Coverage for heart and hypertension and post-employment benefits is funded by an annual appropriation for actual payments.

Pension and other post-employment benefits - The Town of Enfield offers two single employer defined benefit pension plans, one for non-police employees and one for police employees. Each year an independent actuary engaged by the pension plans calculates the amount of the annual contribution that the Town of Enfield must make to the pension plans to ensure that the plans will be able to fully meet their obligations to retired employees on a timely basis. As a matter of policy, the Town of Enfield fully funds each year's annual required contribution to the pension plan as determined by the actuary.

The Town of Enfield also provides post-retirement health care benefits for certain retirees and their dependents. As of the end of the current fiscal year, there were 84 retired employees receiving these benefits, which are financed on an annual basis. GAAP do not currently require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

Additional information on the Town of Enfield's pension plans and post-employment benefits can be found in Notes 10 and 12 in the notes to the basic financial statements.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its comprehensive annual financial report for the fiscal year ended June 30, 2005. This was the fifteenth consecutive year the Town has received this prestigious award, which is valid for a one year period. In order to be awarded a certificate of achievement, the Town published an easily readable and efficiently organized comprehensive annual financial report. This report satisfies both generally accepted accounting principles and applicable legal requirements.

The Town believes its current comprehensive annual financial report continues to meet the program requirements, and will be submitting it to the GFOA to be considered for another certificate of achievement.

The preparation of this annual financial report could not have been accomplished without a major effort and commitment from all members of the finance department. I would also like to thank you and members of the Town Council for the continued interest and support in planning and conducting the financial affairs of the Town of Enfield in a responsible and progressive manner.

The Finance Department will continue pursuit of its goals: to promote the highest degree of public credibility and confidence in its operations; working to foster and maintain a local government environment which demonstrates fiscal accountability, efficiency, integrity, stability, and relevant equity; and of course, the overall strive towards excellence.

Respectfully submitted,



Gregory Simmons, CPA
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Enfield Connecticut

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

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



Scully & Wolf, LLP / Certified Public Accountants / Glastonbury, Connecticut 06033

INDEPENDENT AUDITORS' REPORT

Members of the Town Council
Town of Enfield, 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 Enfield, Connecticut, as of and for the year ended June 30, 2006, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and 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 Enfield, as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2006 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis and budgetary comparison information on pages 8 through 15 and 47 through 53 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

November 17, 2006

A handwritten signature in cursive script that reads "Scully + Wolf LLP". The signature is written in dark ink and is positioned to the right of the date.

TOWN OF ENFIELD, CONNECTICUT

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2006**

This discussion and analysis of the Town of Enfield, Connecticut's ("Town") financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2006. Please read this MD&A in conjunction with the transmittal letter beginning on page 1 and the Town's financial statements, Exhibits I to IX. All amounts in this section are reported in thousands unless otherwise noted.

FINANCIAL HIGHLIGHTS

- Net assets of our governmental activities increased by \$3,889 or 3.18 percent.
- During the year, the Town had expenses that were \$3,889 less than the \$128,200 generated in tax and other revenues for governmental programs.
- Total cost of all of the Town's programs was \$124,311.
- The General Fund reported a fund balance this year of \$18,423.
- The resources available for appropriation were \$3,424 more than budgeted for the General Fund. Expenditures were kept within 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 Exhibit III to IX. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The analysis of the Town as a whole begins on Exhibit 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, is one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net assets are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other non-financial factors, however, such as changes in the Town's property tax base and the condition of the Town's capital assets, to assess the overall health of the Town.

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

- *Governmental activities* – The Town's basic services are reported here, including general government, public safety, recreation, public works, health/social services, library, planning and development, and education. Property taxes and intergovernmental revenues 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 administration establishes many other funds to help control and manage financial activities for particular purposes like the General Government Grants Fund. The Town's funds are divided into two categories; governmental and fiduciary.

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Town’s combined net assets increased from a year ago increasing from \$122,150 to \$126,039. The analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Town’s governmental activities.

	Governmental Activities	
	<u>2006</u>	<u>2005</u>
	Table 1 Net Assets	
Current and other assets.....	\$ 47,671	\$ 52,311
Capital assets	<u>115,730</u>	<u>110,117</u>
Total assets	<u>163,401</u>	<u>162,428</u>
Long-term debt outstanding.....	32,586	34,857
Other liabilities	<u>4,776</u>	<u>5,421</u>
Total liabilities	<u>37,362</u>	<u>40,278</u>
Net assets:		
Invested in capital assets, net of debt	94,180	84,843
Restricted	60	58
Unrestricted	<u>31,799</u>	<u>37,249</u>
Total net assets	<u>\$126,039</u>	<u>\$122,150</u>

Net assets of the Town’s governmental activities increased by 3.18 percent. 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 \$37,249 at June 30, 2005 to \$31,799 at the end of this year.

This change in unrestricted governmental net assets resulted primarily because of a continued investment by the Town in capital assets. A corresponding increase in net assets invested in capital assets net of debt can be seen in Table 1.

Table 2
Changes In Net Assets

	Governmental Activities	
	<u>2006</u>	<u>2005</u>
Revenues:		
Program revenues:		
Charges for services	\$ 9,783	\$ 8,323
Operating grants and contributions	36,301	32,722
Capital grants and contributions	1,794	800
General revenues:		
Property taxes	73,141	69,612
Unrestricted investment earnings	2,128	2,374
Grants and contributions not restricted to specific purposes	4,670	4,030
Other general revenues	<u>383</u>	<u>270</u>
Total revenues	<u>128,200</u>	<u>118,131</u>
Program expenses:		
General government	5,238	4,885
Public safety	11,194	8,693
Recreation	438	881
Public works	16,211	16,961
Health/Social services	7,706	6,574
Library	1,757	1,712
Planning and Development	809	750
Intergovernmental and Interagency	431	331
Education	79,465	71,802
Interest on long-term debt	<u>1,062</u>	<u>1,191</u>
Total program expenses	<u>124,311</u>	<u>113,780</u>
Increase in net assets	<u>\$ 3,889</u>	<u>\$ 4,351</u>

The Town's total revenues were \$128,200. The total cost of all programs and services was \$124,311. Our analysis below considers the operations of governmental activities.

Governmental Activities

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

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
General government	\$ 5,238	\$ 4,885	\$ 3,639	\$ 3,443
Public safety	11,194	8,693	10,858	8,348
Public works	16,211	16,961	14,663	15,202
Education	79,465	71,802	41,567	36,675
Health/Social services.....	7,706	6,574	2,201	3,670
All others	4,497	4,865	3,505	4,597
Totals.....	<u>\$124,311</u>	<u>\$113,780</u>	<u>\$76,433</u>	<u>\$71,935</u>

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 \$28,075, which is a decrease from last year's total of \$32,840. Approximately 76 percent of this total amount (\$21,297) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period (\$2,100), 2) to pay commitments (\$4,070), 3) to account for long-term receivable items (\$188), 4) for endowments (\$338), or 5) for inventory (\$82).

The General Fund is the operating fund of the Town. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$16,745. Of this amount, \$6,143 was designated for debt service payments, capital fund projects and next year's budget, while total fund balance was \$18,423. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 9.35 percent of total General Fund expenditures.

The Capital Nonrecurring fund balance increased by \$2,126 primarily due to General Fund Transfers for Athletic Field Renovations and School Construction Grant Reimbursements.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were significant this fiscal year due primarily to the discovery of contamination in the soils at Fermi High School. This discovery necessitated an emergency appropriation of \$1,070 to begin the process of remediation. We anticipate receiving State funding for a portion of this work and will replenish the General Fund Balance with those proceeds. Additionally, we had significant Heart and Hypertension payments made during the year and a number of long term employee retirements.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2006, the Town had \$115,370 invested in a broad range of capital assets, including land, buildings, building improvements, machinery and equipment, vehicles, infrastructure (roads, sewer lines, sidewalks) – Table 4. This amount represents a net increase (including additions and deductions) of \$5,613 or 5.10 percent, over last year.

	Governmental Activities	
	<u>2006</u>	<u>2005</u>
Land	\$ 11,575	\$ 11,328
Buildings and system	21,239	21,815
Building improvements	9,003	6,567
Machinery and equipment	3,384	3,016
Vehicles	5,301	4,558
Infrastructure	526	474
Construction in progress	<u>64,702</u>	<u>62,359</u>
Totals	<u>\$115,730</u>	<u>\$110,117</u>

This year’s major additions included:

- A variety of road construction projects under the Town’s Road 2000 and Road 2005 programs of \$3,102.
- Completion of the Enfield High School Library project of \$216.

The Town’s fiscal-year 2006-07 capital budget calls for it to spend another \$4,750 for major equipment purchases, road and walk improvements and building facility maintenance. More detailed information about the Town’s capital assets is presented in Note 6 to the financial statements.

Long-term debt

At June 30, 2006 the Town had \$25,500 in bonds outstanding versus \$28,500 last year – a decrease of 10.53 percent – as shown in Table 5.

	Governmental	
	Activities	
	<u>2006</u>	<u>2005</u>
General obligation bonds Town.....	\$10,840	\$12,473
General obligation bonds – School improvements	<u>14,660</u>	<u>16,027</u>
Total.....	<u>\$25,500</u>	<u>\$28,500</u>

Table 5
Outstanding Debt, at Year-end

The Town’s total debt decreased by \$3,000 (10.53 percent) during the current fiscal year. No new debt was issued this year.

The Town maintains an “AA” rating from Standard Poor’s and an “Aa3” rating from Moody’s for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7 times total tax collections including interest and lien fees and the tax relief for elderly freeze grant. The current debt limitation for the Town is \$554,757, which is significantly in excess of the Town’s outstanding general obligation debt.

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 2007 budget tax rates. One of those factors is the economy. The Town’s employment growth has improved, averaging annual increases of nearly 1 percent. Unemployment in the Town as of October, 2006 stands at 4.0 percent versus 4.88 percent a year ago. This compares with the State’s unemployment rate of 3.8 percent and the national rate of 4.1 percent.

These indicators were taken into account when adopting the General Fund budget for 2006-07. Amounts available for appropriation in the General Fund budget are \$111,365, an increase of 3.99 percent over the final 2005-06 budget of \$107,090. Property taxes (benefiting from the 2006 rate increases and increases in assessed valuations) and intergovernmental revenue are expected to lead this increase.

The Town will use these increases in revenues to finance programs currently offered and to off-set the effect that we expect inflation to have on program costs. Budgeted expenditures are expected to rise nearly 3.99 percent, to \$111,365 from \$107,090 in 2006. Increased personal services are the largest increments.

If these estimates are realized, the Town's budgetary General Fund balance is expected to decrease by June 30, 2007.

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 Director, Gregory Simmons, CPA, Town of Enfield, 820 Enfield Street, Enfield, Connecticut, 06082.

Basic Financial Statements

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF NET ASSETS

JUNE 30, 2006

(thousands)

	GOVERNMENTAL ACTIVITIES
ASSETS:	
Cash and cash equivalents	\$ 24,669
Investments	14,444
Receivables, net	8,428
Inventories	82
Deferred charges	29
Other current assets	12
Net pension asset	7
Capital assets not being depreciated	76,277
Capital assets being depreciated - net of accumulated depreciation	<u>39,453</u>
Total assets	<u>163,401</u>
LIABILITIES:	
Accounts and other payables	4,147
Unearned revenue	629
Noncurrent liabilities:	
Due within one year	3,030
Due in more than one year	<u>29,556</u>
Total liabilities	<u>37,362</u>
NET ASSETS:	
Invested in capital assets, net of related debt	94,180
Restricted for:	
Trust purposes:	
Nonexpendable	39
Expendable	21
Unrestricted	<u>31,799</u>
Total net assets	<u>\$126,039</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)					NET (EXPENSE) REVENUE AND ..CHANGES IN NET ASSETS..
FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Governmental activities:					
General government	\$ 5,238	\$1,570	\$ 29		\$ (3,639)
Public safety	11,194	303	33		(10,858)
Recreation	438	127			(311)
Public works	16,211	1,186	362		(14,663)
Health/social services	7,706	2,412	1,313	\$1,780	(2,201)
Library	1,757	29		14	(1,714)
Planning and development	809	91			(718)
Intergovernmental and interagency	431				(431)
Education	79,465	4,065	33,833		(41,567)
Interest on long-term debt	1,062		731		(331)
Total.....	\$124,311	\$9,783	\$36,301	\$1,794	(76,433)
General revenues:					
Property taxes					73,141
Grants and contributions not restricted to specific programs					4,670
Unrestricted investment earnings					2,128
Miscellaneous					383
Total general revenues					80,322
Change in net assets					3,889
Net assets, July 1, 2005.....					122,150
Net assets, June 30, 2006.....					\$126,039

The accompanying notes are an integral part of these financial statements.

TOWN OF ENFIELD, CONNECTICUT

GOVERNMENTAL FUNDS

BALANCE SHEET
 JUNE 30, 2006
 (thousands)

	GENERAL	WATER POLLUTION CONTROL	BONDED PROJECTS	CAPITAL NONRECURRING	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>A S S E T S</u>						
Cash and cash equivalents	\$ 5,837	\$ 771	\$4,665	\$ 7,431	\$3,440	\$22,144
Investments	1,029			5,868	436	7,333
Receivables, net	4,337	608	1,082	361	2,040	8,428
Due from other funds	14,063		504	1,056	176	15,799
Other	12				82	94
TOTAL.....	\$25,278	\$1,379	\$6,251	\$14,716	\$6,174	\$53,798
<u>L I A B I L I T I E S A N D F U N D B A L A N C E S</u>						
Liabilities:						
Accounts payable	\$ 2,241	\$ 199	\$ 943	\$ 255	\$ 238	\$ 3,876
Due to other funds	698	5,335	2,545	6,673	560	15,811
Deferred revenue	3,916	561			1,559	6,036
Total liabilities	6,855	6,095	3,488	6,928	2,357	25,723
Fund balances (deficit):						
Reserved for:						
Encumbrances	1,490	502			108	2,100
Inventory					82	82
Receivables	188					188
Commitments			2,570	1,500		4,070
Endowments					338	338
Unreserved, reported in:						
General Fund	16,745					16,745
Special Revenue Funds		(5,218)			3,268	(1,950)
Capital Projects Funds			193	6,288		6,481
Permanent Funds					21	21
Total fund balances (deficit)	18,423	(4,716)	2,763	7,788	3,817	28,075
TOTAL.....	\$25,278	\$ 1,379	\$6,251	\$14,716	\$6,174	
Amounts reported for governmental activities in the statement of net assets are different because:						
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds						115,730
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds						5,415
Internal service funds are used by management to charge costs of risk management to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets						9,648
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds						(32,829)
Net assets of governmental activities						\$126,039

The accompanying notes are an integral part of these financial statements.

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2006

	(thousands)					
	GENERAL	WATER POLLUTION CONTROL	BONDED PROJECTS	CAPITAL NONRECURRING	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:						
Property taxes	\$ 72,430					\$ 72,430
Intergovernmental	35,418			\$ 1,780	\$ 5,203	42,401
Charges for services	3,416	\$ 695			6,088	10,199
Contribution					238	238
Income from investments	1,137	30		398	115	1,680
Other income		91	\$ 10	15	27	143
Total revenues.....	112,401	816	10	2,193	11,671	127,091
Expenditures:						
Current:						
General government	3,888				64	3,952
Public safety	8,408				56	8,464
Recreation	415					415
Public works	9,748	3,773				13,521
Health/social services					5,948	5,948
Library	1,173				28	1,201
Planning and development	729					729
Intergovernmental and interagency	431					431
Education	69,351		773		7,581	77,705
Nondepartmental	8,555					8,555
Debt service	4,088					4,088
Capital outlay			3,695	3,288		6,983
Total expenditures.....	106,786	3,773	4,468	3,288	13,677	131,992
Excess (deficiency) of revenues over expenditures ...	5,615	(2,957)	(4,458)	(1,095)	(2,006)	(4,901)
Other financing sources (uses):						
Capital lease proceeds				46		46
Transfers in	351	1,266	402	3,777	2,563	8,359
Transfers out	(6,556)	(1,050)	(31)	(602)	(30)	(8,269)
Total other financing sources (uses)	(6,205)	216	371	3,221	2,533	136
Net change in fund balances	(590)	(2,741)	(4,087)	2,126	527	(4,765)
Fund balances (deficit), July 1, 2005	19,013	(1,975)	6,850	5,662	3,290	
Fund balances (deficit), June 30, 2006	\$ 18,423	\$(4,716)	\$ 2,763	\$ 7,788	\$ 3,817	

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period 5,678

In the statement of activities, only the gain on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increases financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the asset sold (65)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds 450

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount repayments exceed proceeds 2,962

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (665)

Internal service funds are used by management to charge the costs of risk management to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities (Exhibit VI) 294

Change in net assets of governmental activities (Exhibit II) **\$ 3,889**

TOWN OF ENFIELD, CONNECTICUT

PROPRIETARY FUND

STATEMENT OF NET ASSETS

JUNE 30, 2006

(thousands)

	GOVERNMENTAL ..ACTIVITIES.. INTERNAL SERVICE FUND
ASSETS:	
Cash and cash equivalents	\$2,525
Investments	7,111
Due from other funds	<u>12</u>
Total assets	9,648
LIABILITIES:	
Accounts and other payables	<u>- 0 -</u>
NET ASSETS:	
Unrestricted	<u>\$9,648</u>

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The accompanying notes are an integral part of these financial statements.

TOWN OF ENFIELD, CONNECTICUTPROPRIETARY FUNDSTATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2006

	(thousands)	GOVERNMENTAL ..ACTIVITIES.. INTERNAL SERVICE FUND
Operating revenues:		
Charges for services		\$1,019
Operating expenses:		
Employee benefits		<u>1,083</u>
Operating income (loss)		(64)
Nonoperating revenue:		
Income on investments		<u>448</u>
Income (loss) before capital contributions and transfers		384
Transfers:		
Transfers out		<u>(90)</u>
Change in net assets		294
Total net assets, July 1, 2005		<u>9,354</u>
Total net assets, June 30, 2006		<u><u>\$9,648</u></u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ENFIELD, CONNECTICUTPROPRIETARY FUNDSTATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

	GOVERNMENTAL ..ACTIVITIES.. INTERNAL SERVICE FUND
<hr/>	
Cash flows from (to) operating activities:	
Cash received from premiums - Town departments and agencies	\$ 1,084
Premium payments	<u>(1,100)</u>
Net cash provided (used) by operating activities	<u>(16)</u>
Cash flows from (to) investing activities:	
Income on investments	179
Sale of investments	2,403
Purchase of investments	<u>(2,403)</u>
Net cash provided by investing activities	<u>179</u>
Net increase in cash and cash equivalents	163
Cash and cash equivalents, July 1, 2005	<u>2,362</u>
Cash and cash equivalents, June 30, 2006	<u>\$ 2,525</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income (loss)	<u>\$(64)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Decrease (increase) in due from other funds	65
Increase (decrease) in accounts and other payables	<u>(17)</u>
Total adjustments	<u>48</u>
Net cash provided (used) by operating activities	<u>\$(16)</u>
Non-cash investment activities:	
Net increase in fair value of investments	<u>\$269</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ENFIELD, CONNECTICUT

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2006

(thousands)

	PENSION FUND	AGENCY FUNDS
ASSETS:		
Cash and cash equivalents		\$2,020
Investments	\$69,733	105
Other		<u>285</u>
Total assets	<u>69,733</u>	<u>\$2,410</u>
LIABILITIES:		
Accounts payable		<u>\$2,410</u>
Total liabilities		<u>\$2,410</u>
NET ASSETS:		
Held in trust for:		
Employees' pension benefits	<u>\$69,733</u>	

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The accompanying notes are an integral part of these financial statements.

TOWN OF ENFIELD, CONNECTICUTFIDUCIARY FUNDSSTATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

Additions:	
Contributions:	
Employer	\$ 1,463
Plan members	<u>1,131</u>
Total contributions	2,594
Investment income:	
Net appreciation in fair value of investments	\$4,408
Interest and dividends	<u>2,175</u>
Total	6,583
Less investment expense	<u>(219)</u>
Net investment income	<u>6,364</u>
Total additions	8,958
Deductions:	
Benefits	2,589
Administration	<u>75</u>
Total deductions	<u>2,664</u>
Changes in net assets	6,294
Net assets held in trust for pension benefits, July 1, 2005	<u>63,439</u>
Net assets held in trust for pension benefits, June 30, 2006	<u>\$69,733</u>

The accompanying notes are an integral part
of these financial statements.

TOWN OF ENFIELD, CONNECTICUT

**NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2006**

(amounts presented in thousands)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The Town of Enfield, Connecticut was settled in 1683. The Town operates under a Council-Manager form of government and provides the following services as authorized by its charter (last revised 1996): police, highways and streets, sanitation, social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The accounting policies of the Town conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the significant accounting policies.

B. Government-Wide and Fund Financial Statements

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

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

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

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

Governmental Funds

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

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

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

Capital Project Funds - account for all financial resources used for the acquisition or construction of major capital facilities not being financed by proprietary funds.

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

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those often found in the private sector. The following is the Town's proprietary fund:

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

Fiduciary Funds

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

Pension Trust Fund - accounts for the Enfield Employee Retirement System. The system includes a Town employee plan and a plan for police.

Agency Funds - are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. The Town maintains several agency funds for various purposes.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements, except for agency funds which have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

The Town reports the following major governmental funds:

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

The Water Pollution Control Fund accounts for collection of user charges in relation to the cost of water pollution control and the financing of sanitary sewer improvements or services deemed to benefit the properties against which special assessments are levied.

The Bonded Projects Fund accounts for the financial revenues to be used for major capital asset construction and/or purchases.

The Capital Nonrecurring Fund accounts for the accumulation of monies for future capital projects.

Additionally, the Town reports the following fund types:

The Internal Service Fund accounts for the self-insured activities of the Town.

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

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

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 4.

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 non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

All trade, property tax, sewer use, sewer assessment, and loan receivables are shown net of an allowance for uncollectibles. Allowance percentages range from 2 to 26 percent of outstanding receivable balances at June 30, 2006, and are calculated based upon prior collections.

Loan receivables consist of Community Development Block Grant loans. The Town provides low interest loans for residential rehabilitation as well as loans to local businesses for facility improvements.

Property taxes are assessed on property as of October 1. Real estate and personal property taxes are due and payable in two installments on July 1 and the following January 1. Motor vehicle taxes are due and payable July 1, and motor vehicle supplemental taxes are due and payable January 1. Liens are effective on the assessment date and are continued by filing before the end of the fiscal year following the due date. An amount of \$551 has been established as an allowance for uncollectible taxes. At June 30, 2006, this represented 16.45% of all property tax receivables.

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. Restricted Assets

The Library Trust Funds are restricted to expenditure of the investment income only for the donor designated purpose.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 for equipment, \$20,000 for improvements (and \$100,000 for infrastructure) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings	50 - 75
Building improvements	20 - 75
Machinery and equipment	10 - 30
Vehicles	10 - 30
Infrastructure:	
Roads	50
Sidewalks	25
Drainage	50
Sewer lines	100

The Town has recorded infrastructure capital assets on a prospective basis from the implementation of GASB Statement No. 34.

I. Compensated Absences

Town employees are granted vacation leave based upon length of employment. In the event of termination, employees are compensated for accumulated vacation time.

The Board of Education has employment contracts, which provide for the accrual of sick pay based on length of service.

J. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. 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.

K. 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. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. *Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets*

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net assets governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds”. The details of this \$(32,829) difference are as follows:

Bonds payable	\$(25,500)
Deferred charge for issuance costs (to be amortized over life of debt)	29
Accrued interest payable	(272)
Landfill closure.....	(330)
Capital lease obligations.....	(38)
Compensated absences	(6,713)
Net pension obligation.....	<u>(5)</u>
 Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities	 <u>\$(32,829)</u>

B. *Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities*

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense”. The details of this \$5,678 difference are as follows:

Capital outlay	\$ 7,074
Depreciation expense	<u>(1,396)</u>
 Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	 <u>\$ 5,678</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities”. The details of this \$2,962 difference are as follows:

Principal repayments:	
Leases	\$ 8
General obligation debt.....	3,000
Proceeds from capital leases.....	<u>(46)</u>
 Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	 <u>\$2,962</u>

Another element of that reconciliation states that “some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds”. The details of this \$(665) difference are as follows:

Early retirement incentive	\$ 8
Compensated absences.....	(852)
Net pension obligation	138
Accrued interest	29
Landfill closure	15
Amortization of issuance costs	<u>(3)</u>
 Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	 <u><u>\$(665)</u></u>

3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The Town adheres to the following procedures in establishing the budgetary data included in the General Fund and Water Pollution Control Plant Fund financial statements.

By Charter, the Town Manager submits proposed budgets for the General Fund and Water Pollution Control Plant Fund to the Town Council 75 days prior to fiscal year end. The operating budgets include proposed expenditures and the means of financing them.

- Prior to July 1, the budget is legally enacted through passage of a resolution.
- Management is authorized to transfer amounts without approval of the Town Council within departments. Transfers between departments (within functions) can only be made by the Town Council and only within the last three months of the fiscal year.
- The Department of Education is not a separate legal entity, but a separate function of the Town. Its Board is authorized under State law to make any transfers required within their budget at their discretion. Any additional appropriations must have Town Council approval and, if necessary, approval at a public hearing or referendum.
- Formal budgetary integration is employed as a management control device during the year.
- The budget is prepared on the modified accrual basis of accounting.
- The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level for the General Fund and at the fund level for the Water Pollution Control Plant Fund.
- Budgeted amounts shown are as amended by the Town Council during the course of the year. There were additional appropriations totaling \$2,555 during the year.
- Generally, all appropriations lapse at year end, except those for the Capital Projects Fund. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year end are reported in budgetary reports (RSI-2 and RSI-3) as expenditures in the current year. Generally, all unencumbered appropriations lapse at year end, except those for the Capital Projects Funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

B. Deficit Fund Equity

At June 30, 2006 the following nonmajor governmental funds had a fund balance deficit. The Dog Fund had a deficit fund balance of \$39, which will be funded from future charges for services.

At June 30, 2006 the Water Pollution Control Fund had a fund balance deficit of \$4,716 which will be funded from future charges for services and General Fund appropriations.

4. 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 does 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.

A. Cash and Cash Equivalents

The following is a summary of cash and cash equivalents at June 30, 2006:

Deposits:	
Demand accounts	\$ 3,183
Money markets	3,945
Other savings accounts	<u>2,930</u>
 Total deposits	 10,058
Petty cash	3
Cash equivalents:	
State Short-Term Investment Fund (STIF)	15,879
MBIA, Inc. - Cooperative Liquid Assets Security System (CLASS)	2,003
Less: Certificates of deposit classified as investments	<u>(1,254)</u>
 TOTAL CASH AND CASH EQUIVALENTS	 <u>\$26,689</u>

Deposits

At June 30, 2006 the carrying amount of the Town deposits was \$10,058, including certificates of deposits of \$1,254 classified as investments and the bank balance was \$11,417.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the Town’s deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. Of the June 30, 2006 bank balance, \$1,136 was covered by Federal Depository Insurance. 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. A minimum of \$1,197, based on June 30, 2006 deposits, was collateralized (collateral held by the pledging bank’s trust department is not in the Town’s name). The balance of deposits of \$9,084 was uninsured and uncollateralized.

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, 2006 the Town’s cash equivalents amounted to \$17,882. 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.

	<u>Standard and Poor’s</u>	<u>Moody’s Investor Service</u>	<u>Fitch Ratings</u>
State Short-Term Investment Fund (STIF)	AAAm		
MBIA, Inc. - Cooperative Liquid Assets Security System (CLASS)	AA	Aaa	AAA

B. Investments

Investments as of June 30, 2006 in all funds are as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Interest Bearing Investments:		
Certificates of deposits.....	\$ 1,254	.5
U.S. Government Backed Securities.....	2,214	6.21
Corporate bonds.....	854	2.95
U.S. Treasury Securities	453	3.33
Mortgage Backed Securities	45	23.20
Other Investments:		
Common stock	3,634	
Mutual fund accounts.....	<u>75,828</u>	
 TOTAL.....	 <u>\$84,282</u>	
 Portfolio weighted average maturity for interest bearing investments		 4.03

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 following table provides a summary of the Town’s investments (excluding U.S. government guaranteed obligations) as rated by a nationally recognized statistical rating organization.

	<u>Fair Value</u>	<u>Standard and Poor’s</u>
Corporate bonds and	\$98	AAA
Mortgage backed	\$94	AA
securities	\$707	A

Concentration of Credit Risk –The Town’s investment policy does not specify limits on investing in any one issuer.

Custodial Credit Risk – Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town has no policy regarding custodial credit risk. At June 30, 2006, the Town had uninsured and unregistered securities held by the counterparty, or by its trust department or agent that were not in the Town’s name in the amount of \$7,200.

5. RECEIVABLES

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

	<u>General</u>	<u>Water Pollution Control</u>	<u>Bonded Projects</u>	<u>Capital Non- Recurring</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:						
Interest.....	\$1,308	\$154				\$1,462
Taxes.....	3,350					3,350
Accounts.....	256				\$ 370	626
Special assessments.....		418				418
Intergovernmental		47	\$1,082	\$361	228	1,718
Housing loans.....					1,512	1,512
Gross receivables	4,914	619	1,082	361	2,110	9,086
Less: allowance for uncollectibles ..	(577)	(11)			(70)	(658)
Net total receivables.....	<u>\$4,337</u>	<u>\$608</u>	<u>\$1,082</u>	<u>\$361</u>	<u>\$2,040</u>	<u>\$8,428</u>

Allowances for uncollectibles are as follows:

Property taxes.....	\$551
Accrued interest on property taxes	26
Assessments.....	8
Accrued interest on assessments	3
Emergency medical services receivable	<u>70</u>
TOTAL.....	<u>\$658</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 and accrued interest receivable.....	\$3,663	
Special assessments not yet due.....	222	
Grant drawdowns prior to meeting all eligibility requirements ..		\$ 47
Advance tax collections		202
Other		41
Notes and loan receivable not yet due	1,522	
Deferred assessments		<u>339</u>
Total deferred/ unearned revenue for governmental funds	<u>\$5,407</u>	<u>\$629</u>

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2006 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.....	\$ 11,328	\$ 247		\$ 11,575
Construction in progress.....	62,359	2,345		64,702
Total capital assets, not being depreciated.....	<u>73,687</u>	<u>2,590</u>		<u>76,277</u>
Capital assets, being depreciated:				
Buildings	36,662			36,662
Building improvements	7,191	2,598		9,789
Machinery and equipment	3,916	536		4,452
Vehicles	7,219	1,291	\$(203)	8,307
Infrastructure	482	59		541
Total capital assets being depreciated	<u>55,470</u>	<u>4,484</u>	<u>(203)</u>	<u>59,751</u>
Less accumulated depreciation for:				
Buildings	(14,847)	(576)		(15,423)
Building improvements	(624)	(162)		(786)
Machinery and equipment	(900)	(168)		(1,068)
Vehicles	(2,661)	(483)	138	(3,006)
Infrastructure	(8)	(7)		(15)
Total accumulated depreciation.....	<u>(19,040)</u>	<u>(1,396)</u>	<u>138</u>	<u>(20,298)</u>
Total capital assets, being depreciated, net .	<u>36,430</u>	<u>3,088</u>	<u>(65)</u>	<u>39,453</u>
Governmental activities capital assets, net..	<u>\$110,117</u>	<u>\$ 5,678</u>	<u>\$ (65)</u>	<u>\$115,730</u>

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

Governmental activities:	
General administration.....	\$ 111
Public safety.....	220
Public works.....	640
Health/social services.....	37
Libraries	19
Recreation	31
Education	<u>338</u>
Total depreciation expense - governmental activities.....	<u>\$1,396</u>

Construction Commitments

The Town has active construction projects as of June 30, 2006. The projects include schools and roads. At year end the Town’s commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Enfield High School Library.....	\$ 6,434	\$ 358
Roads 2000	21,340	214
Roads 2005	<u>3,058</u>	<u>1,998</u>
 TOTAL.....	 <u>\$30,832</u>	 <u>\$2,570</u>

The commitments are being financed through various bond issues.

7. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

A summary of interfund balances as of June 30, 2006 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Insurance Fund	General Fund	\$ 12
General Fund	Water Pollution Control	4,285
General Fund	Bonded Projects.....	2,545
General Fund	Capital Nonrecurring.....	6,673
General Fund	Nonmajor Governmental Funds.....	560
Capital and Nonrecurring.....	General Fund	6
Nonmajor Governmental Funds	General Fund	176
Bonded Projects.....	General Fund	504
Capital and Nonrecurring.....	Water Pollution Control	<u>1,050</u>
 TOTAL		 <u>\$15,811</u>

All interfund balances resulted from the time lag between the date payments occurred between funds for various activities.

A summary of interfund transfers as of June 30, 2006 is as follows:

..... <u>Transfer Out</u>							
	<u>General Fund</u>	<u>Water Pollution Control</u>	<u>Capital Nonrecurring</u>	<u>Nonmajor Governmental</u>	<u>Internal Service</u>	<u>Bonded Projects</u>	<u>Total</u>
Transfer in:							
General Fund			\$200	\$30	\$90	\$31	\$ 351
Capital Nonrecurring	\$2,727	\$1,050					3,777
Water Pollution Control.....	1,266						1,266
Bonded Projects.....			402				402
Nonmajor and other Governmental.....	2,563						2,563
 Total transfers out	 <u>\$6,556</u>	 <u>\$1,050</u>	 <u>\$602</u>	 <u>\$30</u>	 <u>\$90</u>	 <u>\$31</u>	 <u>\$8,359</u>

Transfers are used to account for the financing by the General Fund of various program and activities in other funds.

8. LONG-TERM DEBT

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2006, 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	\$28,500		\$3,000	\$25,500	\$3,000
Net pension obligation	143		138	5	
Early retirement incentive ..	8		8		
Compensated absences.....	5,861	\$853	1	6,713	
Landfill closure costs	345		15	330	15
Capital lease		46	8	38	15
Governmental activity long-term liabilities	<u>\$34,857</u>	<u>\$899</u>	<u>\$3,170</u>	<u>\$32,586</u>	<u>\$3,030</u>

Bonds payable at June 30, 2006 comprise the following:

<u>Description</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate %</u>	<u>Balance June 30, 2006</u>
<u>Bonds</u>					
General Purpose:					
Improvement bond.....	\$10,000	10/15/99	2009	4.1-6	\$ 4,000
Improvement bond.....	\$4,025	03/01/02	2016	3-5	2,875
Improvement bond.....	\$5,000	04/01/03	2018	2.5-4.5	<u>3,965</u>
Total General Purpose					<u>10,840</u>
Schools:					
School bond	\$9,975	03/01/02	2016	3-5	7,125
School bond	\$9,500	04/01/03	2018	2.5-4.5	<u>7,535</u>
Total Schools					<u>14,660</u>
Total bonds					<u>\$25,500</u>

Long-term liabilities are generally liquidated by the General Fund.

The following is a summary of bond maturities:

<u>Fiscal Year Ending</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 3,000	\$ 973
2008	3,000	868
2009	2,950	756
2010	2,950	630
2011	1,950	538
2012	1,950	467
2013	1,950	393
2014	1,950	318
2015	1,950	239
2016	1,950	160
2017	950	77
2018	<u>950</u>	<u>39</u>
TOTAL	<u>\$25,500</u>	<u>\$5,458</u>

Legal Debt Limit

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

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose.....	\$178,315	\$13,215	\$165,100
Schools	\$356,630	\$14,660	\$341,970
Sewers.....	\$297,191		\$297,191
Urban renewal	\$257,566		\$257,566
Pension deficit	\$237,753		\$237,753

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, \$554,757.

The indebtedness reflected above includes bonds outstanding in addition to the amount of bonds/notes issued by the fire districts located within the Town borders.

Landfill Closure and Post-Closure Care Costs

State and Federal laws and regulations require landfill closures to meet certain standards. The Town landfill is closed. Monitoring costs for the next 22 years at \$15,000 per year total \$330. This amount is based on estimates, which are subject to change due to inflation, technology or applicable laws and regulations.

Authorized/Unissued Bonds

As of June 30, 2006, the Town had no authorized unissued general obligation bonds.

Capital Leases

During the fiscal year, the Town of Enfield entered into a lease-purchase agreement with Citicorp Leasing, Inc. for the purchase of Emergency Medical Equipment. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2006, were as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2007	\$ 17
2008	17
2009	<u>6</u>
Total future minimum lease payments ...	40
Less amounts representing interest.....	<u>(2)</u>
Present value of future minimum lease payments.....	<u>\$ 38</u>

9. FUND BALANCE DESIGNATIONS

Fund balance designations in the General Fund at June 30, 2006 are as follows:

<u>Designated for</u>	<u>General Fund</u>
Subsequent year's budget	\$1,200
Capital fund.....	1,943
Debt service	<u>3,000</u>
TOTAL.....	<u>\$6,143</u>

10. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

Pension Plans

A. Plan Description

The Town of Enfield administers two single-employer, contributory defined benefit pension plans (Town and Police Plans). The two plans, Town and Police, are included in the financial statements as pension trust funds. The plans do not issue stand alone financial statements. Plan contribution requirements and benefits are established by the Town Council through adoption of plan documents.

B. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The pension trust fund's financial statements are prepared using the accrual basis of accounting. Contributions are recognized when due, investment income is recognized when earned. Expenses (benefits, administration, and refunds of contributions) are recognized when incurred.

Valuation of Investments

All funds are invested and administered through a Group Annuity Contract with the Group Pension Division of the Connecticut General Life Insurance Company and are reported at fair value. There are no investments in any one organization that represents 5% or more of net assets available for benefits.

C. Classes of Employees Covered

The membership of the Plan consisted of the following as of July 1, 2005:

	<u>Town</u>	<u>Police</u>
Retirees and beneficiaries currently receiving benefits	174	39
Terminated Plan members entitled to benefits but not yet receiving them	46	5
Active Plan members.....	474	92
Inactive with vested benefits	<u>4</u>	<u>—</u>
Total.....	<u>698</u>	<u>136</u>

D. Benefit Provisions

Town Plan

The Town of Enfield Pension Plan covers all employees working more than nineteen hours a week and for more than five (5) months per calendar year except teachers covered under the State of Connecticut Teachers' Retirement System and Police. The Town provides all retirement benefits through a single employer, contributory, defined benefit plan. All employees are 100% vested after five (5) years of continuous service. Employees who retire at normal retirement at age 65 receive a retirement benefit.

Police Plan

The Town of Enfield Police Pension Plan covers all employees working more than thirty-five hours a week and for more than five (5) months per calendar year. The Town provides all retirement benefits through a single employer, contributory, defined benefit plan. All employees are 100% vested after ten (10) years of continuous service. Employees who retire at normal retirement age of the later of age 50 or 20 years of service receive a retirement benefit.

Contributions

Town employees contribute 3.5% of earnings and Police employees contribute 7% of earnings. The Town is required to contribute the amounts necessary to finance the benefits for its employees. Administration costs are financed from investment earnings.

E. Actuarial Assumptions

Town Plan

The annual required contribution for the current year was determined as part of the July 1, 2005 actuarial valuation using the frozen entry age normal actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return and (b) 5% projected salary increases. Both (a) and (b) included an inflation component of 3.5%. The assumptions do not include post-retirement benefit increases. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability was fully amortized as of June 30, 2004.

Police Plan

The annual required contribution for the current year was determined as part of the July 1, 2005 actuarial valuation using the frozen entry age normal actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return and (b) 5% projected salary increases. Both (a) and (b) included an inflation component of 3.5%. The assumptions do not include post-retirement benefit increases. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period as of July 1, 2003 was 15 years.

F. Annual Pension Cost and Net Pension Obligation (Asset)

	<u>Town</u>	<u>Police</u>
Annual required contribution	\$1,148	\$ 315
Interest on net pension obligation	(17)	12
Adjustment to annual required contribution	<u>228</u>	<u>(150)</u>
Annual pension cost.....	1,359	177
Contributions made.....	<u>1,148</u>	<u>315</u>
Increase (decrease) in net pension obligation	211	(138)
Net pension obligation (asset), July 1, 2005	<u>(218)</u>	<u>143</u>
Net pension obligation (asset), June 30, 2006	<u>\$ (7)</u>	<u>\$ 5</u>

The required and actual contributions for the past three years were as follows:

Town Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Costs (APC)</u>	<u>Actual Contribution</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation (Asset)</u>
6/30/04	\$1,179	\$1,016	86.13%	\$(399)
6/30/05	1,287	1,106	85.90	(218)
6/30/06	1,359	1,148	85.50	(7)

Police Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Costs (APC)</u>	<u>Actual Contribution</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/04	\$235	\$339	144.22%	\$262
6/30/05	166	285	171.69	143
6/30/06	177	315	178.04	5

G. Pension Plan Required Supplementary Information

Town Plan

Schedule of Funding Progress

Actuarial Valuation Date <u>July 1,</u>	Actuarial Value of Assets <u>(a)</u>	Actuarial Accrued Liability(AAL) Frozen Entry Age Normal <u>(b)</u>	Over (Under) Funded AAL <u>(a-b)</u>	Funded AAL Ratio <u>(a/b)</u>	Covered Payroll <u>(c)</u>	Over/Under Funded AAL As A Percentage of Covered Payroll <u>((b-a)/c)</u>
2000	\$24,082	\$21,787	\$2,295	110.54%	\$11,236	20.43%
2001	25,926	23,348	2,578	111.04	11,993	21.50
2002	27,331	25,634	1,697	106.62	13,600	12.48
2003	28,683	27,492	1,191	104.33	15,240	7.81
2004	30,602	29,802	800	102.68	16,279	4.91
2005	33,017	32,767	250	100.76	16,596	1.51

Schedule of Employer Contributions

Fiscal Year Ended	Annual Required Contribution	Percentage Contributed
6/30/00	\$ 583	100%
6/31/01	612	100
6/30/02	643	100
6/30/03	809	100
6/30/04	1,016	100
6/30/05	1,106	100

Police Plan

Schedule of Funding Progress

Actuarial Valuation Date <u>July 1,</u>	Actuarial Value of Assets <u>(a)</u>	Actuarial Accrued Liability(AAL) Frozen Entry Age Normal <u>(b)</u>	Over (Under) Funded AAL <u>(a-b)</u>	Funded AAL Ratio <u>(a/b)</u>	Covered Payroll <u>(c)</u>	Over/Under Funded AAL As A Percentage of Covered Payroll <u>((b-a)/c)</u>
2000	\$24,391	\$24,806	\$ (415)	98.33%	\$4,766	(8.70)%
2001	26,330	26,185	145	100.55	4,887	2.96
2002	27,706	27,046	660	102.44	5,021	13.14
2003	28,799	27,764	1,035	103.73	4,892	21.15
2004	30,190	29,529	661	102.24	4,849	13.63
2005	31,703	31,393	310	100.99	4,778	6.49

Schedule of Employer Contributions

<u>Fiscal Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
6/30/01	\$522	100%
6/30/02	423	100
6/30/03	359	100
6/30/04	339	100
6/30/05	285	100
6/30/06	315	100

H. Separate Plan Financial Information

Schedule of Plan Net Assets
.....June 30, 2006.....

	<u>Employees' Pension Trust</u>	<u>Police Pension Trust</u>	<u>Total</u>
Assets:			
Investments:			
Fixed income funds.....	\$19,280	\$18,439	\$37,719
Equity funds.....	15,062	13,430	28,492
PRISA fund.....	1,722	1,800	3,522
	<hr/>	<hr/>	<hr/>
TOTAL.....	\$36,064	\$33,669	\$69,733
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Net assets:			
Net assets held in trust for:			
Employees' pension benefits	\$36,064	\$33,669	\$69,733
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**Schedule of Changes in Plan Net Assets
....For The Year Ended June 30, 2006....**

	Employees’ Pension Trust	Police Pension Trust	Total
Additions:			
Contributions:			
Employer	\$ 1,148	\$ 315	\$ 1,463
Plan members	691	440	1,131
	<hr/>	<hr/>	<hr/>
Total contributions	1,839	755	2,594
Investment income:			
Net appreciation in fair value of investments	2,264	2,144	4,408
Interest and dividends	1,140	1,035	2,175
	<hr/>	<hr/>	<hr/>
Total investment income	3,404	3,179	6,583
Less investment expenses	(108)	(111)	(219)
	<hr/>	<hr/>	<hr/>
Net investment income	3,296	3,068	6,364
	<hr/>	<hr/>	<hr/>
Total additions	5,135	3,823	8,958
Deductions:			
Benefits	1,438	1,151	2,589
Administration	38	37	75
	<hr/>	<hr/>	<hr/>
Total deductions	1,476	1,188	2,664
	<hr/>	<hr/>	<hr/>
Net increase	3,659	2,635	6,294
Net assets held in trust for employees’ pension benefits, July 1, 2005	32,405	31,034	63,439
	<hr/>	<hr/>	<hr/>
Net assets held in trust for employee’s pension benefits, June 30, 2006.....	<u>\$36,064</u>	<u>\$33,669</u>	<u>\$69,733</u>

I. Teachers’ Retirement

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 sixty and has accumulated twenty years of credited service in the public schools of Connecticut, or (2) attained any age and has accumulated thirty-five years of credited service, at least twenty-five years of which are service in the public schools of Connecticut.

The Town 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 \$33,316 or 72.26% of the total Education payroll of \$46,102.

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, 2006 the Town has recorded, in the General Fund, intergovernmental revenue and education expenditures in the amount of \$4,560 as payments made by the State of Connecticut on-behalf of the Town.

The State of Connecticut Teacher Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 55 Elm Street, Hartford, Connecticut 06106.

11. RESTRICTED ASSETS

The Library Trust Funds are restricted to expenditure of the investment income only for the donor designated purposes. Currently the expendable portion of net assets is \$21 and is reported as unreserved undesignated. The Library Board controls the expenditure of these funds. Investment income was \$3 in the current year.

12. OTHER POSTEMPLOYMENT BENEFITS

The Town provides post-employment benefits to retirees. The benefit consists of medical insurance for all retirees age 65 and over. For the fiscal year 2006 the payments totaled \$169 for the 84 eligible retirees. The amount is funded on an annual basis by General Fund appropriations, which are approved under the authority of the Town Council.

The Town currently is a member in Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool established for the purpose of administering an interlocal risk management program pursuant to the provisions of Section 7-479a et. seq. of Connecticut General Statutes, for workers' compensation coverage. The Town pays an annual premium for its coverage. CIRMA is to be self-sustaining through members' premiums but reinsures in excess of \$750,000 (not rounded) for each insured occurrence.

13. RISK MANAGEMENT

The Town is exposed to various risks of loss related to public officials' liability, police liability, theft or impairment of assets, errors and omissions, injury to employees and natural disasters. The Town purchases commercial insurance for all risks of loss except workers' compensation. Neither the Town nor its insurer has settled any claims, which exceeded insurance coverage in the last three years, and there have been no significant reductions in insurance from amounts held in prior years.

The Town utilizes a risk management fund (the Internal Service Fund) to account for and finance its uninsured risks of loss (see Note 3C). The fund records premium expenditures for various insurance risks on behalf of the Town. All Town departments and agencies are charged premiums by the Internal Service Fund, which are included in department and agency expenditures to cover current premium expenditures and build reserves in anticipation of taking on additional risk in the future. There are currently no incurred but not reported liabilities.

14. COMMITMENTS AND LITIGATION

There are various suits and claims pending against the Town, none of which, individually or in the aggregate, is believed by legal counsel to be likely to result in a judgment or judgments, which would materially affect the Town's financial position.

The Town has received State and Federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for any expenditures disallowed under terms of the grant. Based on prior experience, Town management believes such disallowances, if any, will not be material.

Required Supplementary
Information

TOWN OF ENFIELD, CONNECTICUT

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

.....BUDGETED AMOUNTS.....

	ORIGINAL	FINAL	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<u>PROPERTY TAXES</u>				
Real estate	\$ 56,433	\$56,433	\$ 57,355	\$ 922
Motor vehicle	8,405	8,405	7,971	(434)
Personal property	5,182	5,182	5,128	(54)
Prior year levy	850	850	960	110
Penalties and interest	600	600	730	130
Lien fees	12	12	11	(1)
Suspense list collections	50	50	90	40
Telephone access line	279	279	185	(94)
Total property taxes.....	71,811	71,811	72,430	619
<u>INTERGOVERNMENTAL</u>				
Hospital - PILOT	43	43	40	(3)
Department of Housing - PILOT			123	123
Tax loss - State property	1,575	1,575	1,692	117
Tax loss - boat registration	10	10	10	
Tax relief - elderly frozen	17	17	6	(11)
Tax relief - elderly circuit breaker	350	350	362	12
Tax relief - disability exemption	8	8	9	1
Mashantucket Pequot Indians	1,254	1,254	1,515	261
Civil preparedness	12	12		(12)
Tax relief - veterans additional	35	35	38	3
Manufacturers PILOT	551	551	566	15
Tax loss - bingo permits	1	1	1	
Town Aid Road Grant	292	292	271	(21)
Education Block Grant	23,685	23,685	24,202	517
Excess Cost Grant	150	150	731	581
School transportation	941	941	880	(61)
Health services private schools	59	59	85	26
Miscellaneous State Grants	12	14	19	5
FEMA Grants		58	308	250
Total intergovernmental.....	28,995	29,055	30,858	1,803

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TOWN OF ENFIELD, CONNECTICUT
 GENERAL FUND
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS), ETC.

(thousands)

.....BUDGETED AMOUNTS.....

	ORIGINAL	FINAL	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<u>CHARGES FOR SERVICES</u>				
Recording legal documents	\$ 300	\$ 300	\$ 330	\$ 30
Conveyance tax	350	350	788	438
Vital statistics	13	13	15	2
Planning and Zoning fees	50	50	87	37
Zoning Board of Appeal fees	3	3	4	1
Miscellaneous Clerk fees	38	38	48	10
Photocopy charges	4	4	4	
Fire District tax collection	200	200	213	13
Communication Center	50	50	145	95
Accident reports	4	4	4	
Police outside services	30	30	45	15
Blind program	24	24	29	5
Environment recycling programs	15	15	37	22
Bulky waste fees	400	400	52	(348)
Park/recreation program fees	162	162	127	(35)
Medicaid school based health	170	170	164	(6)
School tuition - other towns	170	170	293	123
Other charges	5	5	3	(2)
Building and mechanical	350	350	415	65
Pistol permits	3	3	2	(1)
Vendor permits	1	1	1	
Amusements	1	1		(1)
Dog licenses	5	5	4	(1)
Hunting and fishing	3	3	3	
Marriage licenses	3	3	3	
Sewer permits	3	3	2	(1)
Dump permits	60	60	221	161
Parking fines	10	10	9	(1)
Library fines	10	10	17	7
Alarm fines	10	10	2	(8)
Rental - Town owned property	15	15	12	(3)
Sale - equipment and property	110	110	163	53
Insurance claims and refunds	150	150	76	(74)
Contributions/donations	1	2	2	
Vehicle insurance reimbursement	45	45	27	(18)
Miscellaneous	400	400	752	352
Total charges for services.....	3,168	3,169	4,099	930

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TOWN OF ENFIELD, CONNECTICUT
 GENERAL FUND
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS), ETC.

	(thousands)			VARIANCE FAVORABLE (UNFAVORABLE)
	.....BUDGETED AMOUNTS.....			
	ORIGINAL	FINAL	ACTUAL	
<u>USE OF MONEY AND PROPERTY</u>				
Interest on investments	\$ 750	\$ 750	\$ 1,137	\$ 387
Total revenues	104,724	104,785	108,524	3,739
Other financing sources:				
Transfers in.....	666	666	351	(315)
TOTAL	<u>\$105,390</u>	<u>\$105,451</u>	108,875	<u>\$3,424</u>
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut "on-behalf" contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			4,560	
Cancellation of prior year encumbrances are recognized as budgetary revenue			(683)	
Total revenues and other financing sources as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds - Exhibit IV.....			<u>\$112,752</u>	

TOWN OF ENFIELD, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

.....BUDGETED AMOUNTS.....

	ORIGINAL	FINAL	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
General government:				
Town Council	\$ 127	\$ 152	\$ 141	\$ 11
Town Manager	353	387	366	21
Data Processing and MIS	1,207	1,170	1,167	3
Town Attorney	304	339	333	6
Probate Court	13	13	11	2
Election/voter registration	93	93	68	25
Town Clerk	341	345	333	12
Records Manager	68	67	63	4
Personnel Office	298	379	348	31
Finance Administration	206	212	212	
Treasury	303	308	303	5
Collection of Revenues	236	237	224	13
Assessor	269	258	251	7
General services	92	93	90	3
Board of Assessment Appeals	5	5	4	1
Enfield Revitalization Committee	5	5		5
Ethics Commission	1	1		1
Fish and Game Program	5	5	5	
Keep Enfield Beautiful	6	6	6	
Historic District Commission	6	6	5	1
Fair Rent Commission	1	1		1
Cultural Arts Commission	12	12	12	
Prison/Town Liaison Committee	1	1		1
Economic Development Commission	1	1		1
Total general government.....	3,953	4,096	3,942	154
Public safety:				
Protection of life and property	6,811	8,455	8,441	14
Emergency management	8	8	6	2
Total public safety.....	6,819	8,463	8,447	16
Recreation:				
Administration	259	249	232	17
Programs	176	126	109	17
Swim Program	162	104	88	16
Total recreation.....	597	479	429	50

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TOWN OF ENFIELD, CONNECTICUT
 GENERAL FUND
 SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS), ETC.

(thousands)

	.....BUDGETED AMOUNTS.....			VARIANCE
	ORIGINAL	FINAL	ACTUAL	FAVORABLE (UNFAVORABLE)
Public Works:				
Public Works administration	\$ 344	\$ 348	\$ 343	\$ 5
Engineering	369	370	362	8
Building inspection	262	254	249	5
Maintenance/buildings and grounds	2,209	2,471	2,450	21
Highway and sanitation supervision	1,793	1,839	1,795	44
Equipment maintenance and repair	1,528	1,542	1,480	62
Refuse collection	2,981	3,032	3,010	22
Total public works	9,486	9,856	9,689	167
Library:				
Public library	1,175	1,186	1,186	
Planning and development:				
Town Planner	326	329	321	8
Planning and Zoning policy	29	29	21	8
Zoning review	8	8	4	4
Conservation Commission	3	3		3
Inland wetlands Commission	12	12	11	1
Community Development	258	261	238	23
Economic Development	147	151	144	7
Total planning and development	783	793	739	54
Intergovernmental and interagency:				
Capital Region Council of Governments	25	25	25	
Capital Region Growth Council	9	9	9	
Enfield Cemetery Association	26	26	26	
Enfield Historical Society	12	12	12	
Connecticut Conference of Municipalities	33	33	30	3
National League of Cities	4	4	3	1
Enfield Veterans' Council	33	33	33	
District Fire Marshal fees	1	1		1
North Central Health District	152	156	156	
Celebrations and special events	46	14	14	
High school safe graduation	1	1	1	
Greater Hartford Transit District	3	3	3	
Housing education resource	7	7	7	
Connecticut River Assembly	1	1	1	
Athletic Hall of Fame	1	1	1	
Total intergovernmental and interagency	354	326	321	5

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TOWN OF ENFIELD, CONNECTICUT
 GENERAL FUND
 SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS), ETC.

(thousands)				
	.....BUDGETED AMOUNTS.....			VARIANCE
	ORIGINAL	FINAL	ACTUAL	FAVORABLE (UNFAVORABLE)
Board of Education	\$ 65,037	\$ 65,037	\$ 65,037	
Nondepartmental:				
Insurance and bond charges	543	557	551	\$ 6
Employee benefits	6,181	6,796	6,780	16
Miscellaneous charges	1,728	1,397	1,397	
Total nondepartmental.....	<u>8,452</u>	<u>8,750</u>	<u>8,728</u>	22
Debt service	<u>4,103</u>	<u>4,103</u>	<u>4,088</u>	15
Total expenditures	100,759	103,089	102,606	483
Other financing uses:				
Transfers out	<u>6,331</u>	<u>6,556</u>	<u>6,556</u>	
TOTAL	<u>\$107,090</u>	<u>\$109,645</u>	109,162	<u>\$ 483</u>
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut "on-behalf" payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			4,560	
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			<u>(380)</u>	
Total expenditures and other financing sources as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds - Exhibit IV.....			<u>\$113,342</u>	

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TOWN OF ENFIELD, CONNECTICUT

WATER POLLUTION CONTROL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

.....BUDGETED AMOUNTS.....

	ORIGINAL	FINAL	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:				
Intergovernmental	\$ 2,875	\$ 2,875		\$(2,875)
Charges for services	850	850	\$ 695	(155)
Income from investments	25	25	30	5
Other	75	75	777	702
Total revenues.....	3,825	3,825	1,502	(2,323)
Expenditures:				
Current:				
Public works	4,275	4,291	4,018	273
Excess (deficiency) of revenues over expenditures	(450)	(466)	(2,516)	(2,050)
Other financing sources (uses):				
Transfers in	1,250	1,266	1,266	
Transfers out	(1,050)	(1,050)	(1,050)	
Total other financing sources.....	200	216	216	
Net change in fund balance	<u>\$ (250)</u>	<u>\$ (250)</u>	(2,300)	<u>\$(2,050)</u>
Fund balance (deficit), July 1, 2005			(2,918)	
Fund balances (deficit), June 30, 2006			<u>\$(5,218)</u>	

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RECONCILIATION OF GAAP BASIS - EXHIBIT IV

	REVENUES	EXPENDITURES	FUND BALANCE
Balance, budgetary basis, June 30, 2006	\$1,502	\$4,018	\$(5,218)
Encumbrances outstanding at June 30, 2005:			
Liquidated during the year ended, June 30, 2006		257	
Encumbrances outstanding at June 30, 2006, charged to budgetary expenditures		(502)	502
Cancellation of encumbrances	(686)		
Balance, GAAP Basis, June 30, 2006	<u>\$ 816</u>	<u>\$3,773</u>	<u>\$(4,716)</u>

Combining and Individual Fund Statements and Schedules

General Fund

GENERAL FUND

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

TOWN OF ENFIELD, CONNECTICUTGENERAL FUNDCOMPARATIVE BALANCE SHEET
JUNE 30, 2006 AND 2005

(thousands)	2006	2005
<u>A S S E T S</u>		
Cash and cash equivalents	\$ 5,837	\$13,246
Investments	1,029	1,003
Receivables, net:		
Property taxes (net of allowance)	2,799	2,417
Accounts	1,349	1,119
Notes	189	193
Due from other funds	14,063	8,122
Other	<u>12</u>	<u>11</u>
TOTAL ASSETS	<u>\$25,278</u>	<u>\$26,111</u>
L I A B I L I T I E S A N D <u>F U N D B A L A N C E</u>		
Liabilities:		
Accounts payable	\$ 1,259	\$ 1,089
Accrued payroll	403	626
Legal contingencies	579	606
Due to other funds	698	1,564
Deferred revenue	<u>3,916</u>	<u>3,213</u>
Total liabilities	<u>6,855</u>	<u>7,098</u>
Fund balance:		
Reserved for encumbrances	1,490	1,793
Reserved for long-term receivables	188	193
Unreserved:		
Designated for subsequent year's budget	1,200	1,700
Designated for Capital Fund	1,943	1,627
Designated for debt service	3,000	3,000
Undesignated	<u>10,602</u>	<u>10,700</u>
Total fund balance	<u>18,423</u>	<u>19,013</u>
TOTAL LIABILITIES AND FUND BALANCE .	<u>\$25,278</u>	<u>\$26,111</u>

TOWN OF ENFIELD, CONNECTICUT

REPORT OF TAX COLLECTOR
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

GRAND LIST YEAR	BALANCE UNCOLLECTED JULY 1, 2005	CURRENT LEVY	...LAWFUL CORRECTIONS...		TRANSFERS TO SUSPENSE	BALANCE TO BE COLLECTED	.....COLLECTIONS.....			BALANCE UNCOLLECTED JUNE 30, 2006
			ADDITIONS	DEDUCTIONS			TAXES	INTEREST AND LIEN FEES	TOTAL	
TOWN:										
2004		\$72,315	\$308	\$399		\$72,224	\$70,454	\$326	\$70,780	\$1,770
2003	\$1,365		2	55		1,312	667	162	829	645
2002	703		2	97	\$255	353	164	84	248	189
2001	218			117	24	77	4	54	58	73
2000	100					100	28	27	55	72
1999	63			1		62	18	21	39	44
1998	39					39	10	14	24	29
1997	30					30	7	10	17	23
1996	24					24	5	9	14	19
1995	23					23	5	10	15	18
1994	21					21	3	6	9	18
1993	33					33	3	5	8	30
1992	14					14	2	6	8	12
1991	13					13	2	5	7	11
1990	12					12	1	2	3	11
1989	8			8						
1988	9			9						
TOTAL	2,675	72,315	312	686	279	74,337	71,373	741	72,114	2,964
FIRE TAXES:										
2004		7,097	24	36		7,085	6,933		6,933	152
2003	119			3		116	56		56	60
2002	60		76	1	28	107	17		17	90
2001	11		82		3	90	27		27	63
2000	8					8	2		2	6
1999	5					5	2		2	3
1998	3					3	1		1	2
1997	2					2	1		1	1
1996	2					2	1		1	1
1995	2					2	1		1	1
1994	2			1		1				1
1993	3					3				3
1992	1					1				1
1991	1					1				1
1990	1					1				1
TOTAL	220	7,097	182	41	31	7,427	7,041		7,041	386
GRAND TOTAL	\$2,895	\$79,412	\$494	\$727	\$310	\$81,764	\$78,414	\$741	79,155	\$3,350
									Suspense collections	90
									60 day collection, June 30, 2005	(377)
									60 day collection, June 30, 2006	418
									Payments to Fire District	(7,041)
									TOTAL	\$72,245

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Nonmajor
Governmental Funds

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or major capital projects) that are legally restricted to expenditures for specific purposes. The Special Revenue Funds utilize the modified accrual basis of accounting. The nature and purpose of each Special Revenue Fund is as follows:

Fund	Funding Source	Function
Cafeteria	Sales and grants	School lunch program
General Government Grants		
Dog	License fees, fines and Town appropriation	Operation of animal control
School Miscellaneous	Fees and local funding	Rental of school facilities, drivers education, non-grant portion of adult education and retiree insurance co-pays
Open Space Acquisition	Local funding	
Emergency Medical Services	Fees for services	Emergency medical aid and transportation
Revaluation	Local funding	Funding of ten year revaluations
Community Development	Federal Grants	Federal housing funds
Social Services	Local funding	Operation of Social Service divisions
Public Library	State funds and public gifts	Library support
Emergency Fuel Bank	Local funding and donations	Fuel to needy families
Drug Enforcement Education Grants	State grant	Drug enforcement activities
Town Memorial	Donations	Town Green and Memorial
Recreation Programs	Local funding	Recreation activities
Educational Grants	State and Federal grants	Special Education programs
Scholarship	Donations	Student Scholarships

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 as categorized by the fund title. The Library Trust Fund is the Town's only permanent fund. It accounts for the funds endowed to the Town to benefit the Town's Library services. (Phelps Fund, H.F. Fletecher Fund, J. Pickens Fund, C. P. Cope Fund, H.A. Mosley Fund and Wrona Fund).

TOWN OF ENFIELD, CONNECTICUT

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2006

(thousands)

.....SPECIAL REVENUE.....

	CAFETERIA	GENERAL GOVERNMENT GRANTS	DOG	SCHOOL MISCELLANEOUS	OPEN SPACE ACQUISITION	EMERGENCY MEDICAL SERVICES
<u>A S S E T S</u>						
Cash and cash equivalents	\$231	\$10		\$371	\$644	
Investments						
Receivables:						
Loans						
Accounts	10					\$270
Intergovernmental	146					
Due from other funds		78			15	5
Other	82					
TOTAL.....	<u>\$469</u>	<u>\$88</u>	<u>\$-0-</u>	<u>\$371</u>	<u>\$659</u>	<u>\$275</u>
 <u>L I A B I L I T I E S</u> <u>A N D</u> <u>F U N D B A L A N C E S</u>						
Liabilities:						
Accounts payable	\$ 1		\$ 27			\$ 17
Due to other funds			12	\$ 29		
Deferred revenue						
Total liabilities	<u>1</u>		<u>39</u>	<u>29</u>		<u>17</u>
Fund balances (deficit):						
Reserved for inventory	82					
Reserved for encumbrances						7
Reserved for endowments						
Unreserved and undesignated	<u>386</u>	<u>\$88</u>	<u>(39)</u>	<u>342</u>	<u>\$659</u>	<u>251</u>
Total fund balances (deficit)	<u>468</u>	<u>88</u>	<u>(39)</u>	<u>342</u>	<u>659</u>	<u>258</u>
TOTAL.....	<u>\$469</u>	<u>\$88</u>	<u>\$-0-</u>	<u>\$371</u>	<u>\$659</u>	<u>\$275</u>

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TOWN OF ENFIELD, CONNECTICUT

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2006

(thousands)

	.....SPECIAL REVENUE.....						
	REVALUATION	COMMUNITY DEVELOPMENT	SOCIAL SERVICES	PUBLIC LIBRARY	EMERGENCY FUEL BANK	DRUG ENFORCEMENT EDUCATION GRANTS	TOWN MEMORIAL
<u>A S S E T S</u>							
Cash and cash equivalents	\$595	\$ 778	\$642	\$ 95			
Investments		84		59			
Receivables:							
Loans		1,512					
Accounts			20				
Intergovernmental							
Due from other funds		46			\$5	\$1	\$26
Other							
TOTAL.....	<u>\$595</u>	<u>\$2,420</u>	<u>\$662</u>	<u>\$154</u>	<u>\$5</u>	<u>\$1</u>	<u>\$26</u>
<u>L I A B I L I T I E S</u>							
<u>A N D</u>							
<u>F U N D B A L A N C E S</u>							
Liabilities:							
Accounts payable	\$ 6	\$ 1	\$135				
Due to other funds	7		518				
Deferred revenue		1,512	2				
Total liabilities	<u>13</u>	<u>1,513</u>	<u>655</u>				
Fund balances (deficit):							
Reserved for inventory							
Reserved for encumbrances			101				
Reserved for endowments							
Unreserved and undesignated	582	907	(94)	\$154	\$5	\$1	\$26
Total fund balances (deficit)	<u>582</u>	<u>907</u>	<u>7</u>	<u>154</u>	<u>5</u>	<u>1</u>	<u>26</u>
TOTAL.....	<u>\$595</u>	<u>\$2,420</u>	<u>\$662</u>	<u>\$154</u>	<u>\$5</u>	<u>\$1</u>	<u>\$26</u>

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TOWN OF ENFIELD, CONNECTICUT

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2006

(thousands)

	SPECIAL REVENUE.....				PERMANENT ..FUND...	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	RECREATION PROGRAMS	EDUCATIONAL GRANTS	SCHOLARSHIP	TOTAL	LIBRARY TRUST	INTERFUND ELIMINATIONS
<u>A S S E T S</u>						
Cash and cash equivalents		\$14	\$ 1	\$3,381	\$59	
Investments			292	435	1	
Receivables:						
Loans				1,512		
Accounts				300		
Intergovernmental		82		228		
Due from other funds			6	182		\$(6)
Other				82		
TOTAL.....	\$-0-	\$96	\$299	\$6,120	\$60	\$(6)
<u>L I A B I L I T I E S</u>						
<u>A N D</u>						
<u>F U N D B A L A N C E S</u>						
Liabilities:						
Accounts payable		\$51		\$ 238		
Due to other funds				566		\$(6)
Deferred revenue		45		1,559		
Total liabilities		96		2,363		(6)
Fund balances (deficit):						
Reserved for inventory				82		
Reserved for encumbrances				108		
Reserved for endowments			\$299	299	\$39	
Unreserved and undesignated				3,268	21	
Total fund balances (deficit)			299	3,757	60	
TOTAL.....	\$-0-	\$96	\$299	\$6,120	\$60	\$(6)

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TOWN OF ENFIELD, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

.....SPECIAL REVENUE.....

	CAFETERIA	GENERAL GOVERNMENT GRANTS	DOG	SCHOOL MISCELLANEOUS	OPEN SPACE ACQUISITION	EMERGENCY MEDICAL SERVICES
Revenues:						
Intergovernmental	\$ 680	\$22				
Charges for services	1,125	21	\$ 2	\$2,483		\$ 666
Contribution						4
Income from investments	9				\$ 23	
Other income		4	16			
Total revenues	1,814	47	18	2,483	23	670
Expenditures:						
Current:						
General government					3	
Public safety			38			
Health/social services		35				900
Library						
Education	1,837			2,338		
Total expenditures	1,837	35	38	2,338	3	900
Excess (deficiency) of revenues over expenditures	(23)	12	(20)	145	20	(230)
Other financing sources (uses):						
Transfers in						250
Transfers out						
Total other financing sources (uses) .						250
Net change in fund balances	(23)	12	(20)	145	20	20
Fund balances (deficit), July 1, 2005	491	76	(19)	197	639	238
Fund balances (deficit), June 30, 2006	<u>\$ 468</u>	<u>\$88</u>	<u>\$(39)</u>	<u>\$ 342</u>	<u>\$659</u>	<u>\$ 258</u>

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TOWN OF ENFIELD, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

	SPECIAL REVENUE						
	REVALUATION	COMMUNITY DEVELOPMENT	SOCIAL SERVICES	PUBLIC LIBRARY	EMERGENCY FUEL BANK	DRUG ENFORCEMENT EDUCATION GRANTS	TOWN MEMORIAL
Revenues:							
Intergovernmental			\$ 1,082	\$ 8		\$14	
Charges for services		\$351	1,432	8			
Contribution			222	6	\$ 1		\$ 5
Income from investments	\$ 22	9	22	13			
Other income	5			2			
Total revenues	27	360	2,758	37	1	14	5
Expenditures:							
Current:							
General government	55				6		
Public safety			4,736			18	3
Health/social services		273					
Library				28			
Education							
Total expenditures	55	273	4,736	28	6	18	3
Excess (deficiency) of revenues over expenditures	(28)	87	(1,978)	9	(5)	(4)	2
Other financing sources (uses):							
Transfers in			2,313				
Transfers out		(30)					
Total other financing sources (uses) ..		(30)	2,313				
Net change in fund balances	(28)	57	335	9	(5)	(4)	2
Fund balances (deficit), July 1, 2005	610	850	(328)	145	10	5	24
Fund balances (deficit), June 30, 2006	<u>\$582</u>	<u>\$907</u>	<u>\$ 7</u>	<u>\$154</u>	<u>\$ 5</u>	<u>\$ 1</u>	<u>\$26</u>

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TOWN OF ENFIELD, CONNECTICUT

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

	RECREATION PROGRAMS	EDUCATIONAL GRANTS	SCHOLARSHIP	TOTAL	PERMANENT ..FUND...	LIBRARY TRUST	INTERFUND ELIMINATIONS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
.....SPECIAL REVENUE.....								
Revenues:								
Intergovernmental		\$3,397		\$ 5,203				\$ 5,203
Charges for services				6,088				6,088
Contribution				238				238
Income from investments			\$14	112	\$ 3			115
Other income				27				27
Total revenues	3,397	14	11,668	3				11,671
Expenditures:								
Current:								
General government				64				64
Public safety				56				56
Health/social services				5,947	1			5,948
Library				28				28
Education	3,397	9	7,581					7,581
Total expenditures	3,397	9	13,676	1				13,677
Excess (deficiency) of revenues over expenditures			5	(2,008)	2			(2,006)
Other financing sources (uses):								
Transfers in				2,563				2,563
Transfers out				(30)				(30)
Total other financing sources (uses) ..				2,533				2,533
Net change in fund balances			5	525	2			527
Fund balances (deficit), July 1, 2005	\$- 0 -	- 0 -	294	3,232	58	\$ - 0 -		3,290
Fund balances (deficit), June 30, 2006	\$- 0 -	\$- 0 -	\$299	\$ 3,757	\$60	\$ - 0 -		\$ 3,817

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TOWN OF ENFIELD, CONNECTICUTSOCIAL SERVICES FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2006

	(thousands)			VARIANCE FAVORABLE (UNFAVORABLE)
	ORIGINAL	FINAL	ACTUAL	
	.....BUDGETED AMOUNTS.....			
Revenues:				
Intergovernmental	\$ 1,063	\$ 1,108	\$ 1,082	\$(26)
Charges for goods and services	1,012	1,016	1,432	416
Contributions	264	273	222	(51)
Income from investments			22	22
Other			7	7
Total revenues.....	2,339	2,397	2,765	368
Expenditures:				
Current:				
Health/social services	4,631	4,882	4,813	69
Excess (deficiency) of revenues over expenditures	(2,292)	(2,485)	(2,048)	437
Other financing sources:				
Transfers in	2,292	2,313	2,313	
Transfers out				
Total other financing sources.....	2,292	2,313	2,313	
Net change in fund balances	<u>\$ - 0 -</u>	<u>\$ (172)</u>	265	<u>\$437</u>
Fund balances (deficit), July 1, 2005			(359)	
Fund balances (deficit), June 30, 2006			<u>\$ (94)</u>	

TOWN OF ENFIELD, CONNECTICUT

EMERGENCY MEDICAL SERVICES FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

.....BUDGETED AMOUNTS.....

	ORIGINAL	FINAL	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:				
Charges for goods and services	\$1,043	\$1,043	\$ 666	\$(377)
Contributions	100	100	4	(96)
Total revenues.....	1,143	1,143	670	(473)
Expenditures:				
Current:				
Health/social services	1,473	1,473	883	590
Excess (deficiency) of revenues over expenditures	(330)	(330)	(213)	117
Other financing sources:				
Transfers in	250	250	250	
Transfers out				
Total other financing sources	250	250	250	
Net change in fund balances	<u>\$ (80)</u>	<u>\$ (80)</u>	37	<u>\$ 117</u>
Fund balances, July 1, 2005			<u>214</u>	
Fund balances, June 30, 2006			<u>\$ 251</u>	

Fiduciary Funds

FIDUCIARY FUNDS

Agency Funds

Agency funds are custodial in nature, and do not involve measurement of results of operations, but are merely clearing accounts. There is no fund equity. The Town has eight agency funds: The Student Activity Funds, Performance Bonds Fund, Senior Center Fund, Cultural Arts Commission Fund, Smyth Bus Contract Bond Fund, Asnuntuck Community College Fund, Tax Sale Account Fund, and National Purple Heart Museum Fund. The Student Activity Funds account for monies generated by student activities in the Enfield School System.

TOWN OF ENFIELD, CONNECTICUT

AGENCY FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2006

(thousands)

	STUDENT ACTIVITIES	EMPLOYEE INSURANCE BOARD OF EDUCATION	PERFORMANCE BONDS	SENIOR CENTER	CULTURAL ARTS COMMISSION	ASNUNTUCK COMMUNITY COLLEGE	SMYTH BUS CONTRACT BOND	NATIONAL PURPLE HEART MUSEUM	BALANCE JUNE 30, 2006
<u>A S S E T S</u>									
Cash and cash equivalents	\$412	\$17	\$1,384		\$23	\$184			\$2,020
Investments	5						\$100		105
Other			275			6		\$4	285
TOTAL ASSETS.....	<u>\$417</u>	<u>\$17</u>	<u>\$1,659</u>	<u>\$-0-</u>	<u>\$23</u>	<u>\$190</u>	<u>\$100</u>	<u>\$4</u>	<u>\$2,410</u>
<u>L I A B I L I T I E S</u>									
Accounts payable	<u>\$417</u>	<u>\$17</u>	<u>\$1,659</u>	<u>\$-0-</u>	<u>\$23</u>	<u>\$190</u>	<u>\$100</u>	<u>\$4</u>	<u>\$2,410</u>

TOWN OF ENFIELD, CONNECTICUT

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2006

(thousands)

	BALANCE JULY 1, 2005	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2006
ASSETS:				
Cash and cash equivalents:				
Student activity funds	\$ 405	\$ 788	\$ 781	\$ 412
Employee insurance - Board of Education	13	30	26	17
Performance bonds	1,166	855	637	1,384
Senior Center	15	1	16	
Cultural Arts Commission	19	5	1	23
Asnuntuck Community College	210	37	63	184
Total cash and cash equivalents.....	1,828	1,716	1,524	2,020
Investments:				
Student activity funds	5			5
Smyth Bus Contract Bond	100			100
Total investments.....	105			105
Other:				
Performance bonds	245	56	26	275
Asnuntuck Community College	4	35	33	6
National Purple Heart Museum	4			4
Total other.....	253	91	59	285
TOTAL ASSETS.....	\$2,186	\$1,807	\$1,583	\$2,410
LIABILITIES:				
Accounts payable:				
Student activity funds	\$ 410	\$ 788	\$ 781	\$ 417
Employee insurance - Board of Education	13	30	26	17
Performance bonds	1,411	911	663	1,659
Senior Center	15	1	16	
Cultural Arts Commission	18	4		22
Asnuntuck Community College	214	72	96	190
Smyth Bus Contract Bond	100			100
National Purple Heart Museum	4			4
Cultural Arts Commission	1	1	1	1
TOTAL LIABILITIES.....	\$2,186	\$1,807	\$1,583	\$2,410

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 an initial, individual cost of more than \$5,000 for equipment, \$20,000 for improvements. Infrastructure assets are recorded based on a threshold of \$100,000. Provision for depreciation is not included in the schedules.

TOWN OF ENFIELD, CONNECTICUTCAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDSCOMPARATIVE SCHEDULE BY SOURCE
JUNE 30, 2006 AND 2005

(thousands)

	2006	2005
Governmental funds capital assets:		
Land	\$ 11,575	\$ 11,328
Buildings	36,662	36,662
Building improvements	9,789	7,191
Machinery and equipment	4,452	3,916
Vehicles	8,307	7,219
Infrastructure	541	482
Construction in progress	<u>64,702</u>	<u>62,359</u>
TOTAL	<u>\$136,028</u>	<u>\$129,157</u>
Investments in governmental funds capital assets by source:		
General fund	\$ 63,894	\$ 51,928
Special revenue	6,266	4,458
Capital projects	64,702	71,605
Donations	<u>1,166</u>	<u>1,166</u>
TOTAL	<u>\$136,028</u>	<u>\$129,157</u>

TOWN OF ENFIELD, CONNECTICUTCAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDSSCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2006

(thousands)

	TOTAL	LAND	BUILDINGS	BUILDING IMPROVEMENTS	VEHICLES	MACHINERY AND EQUIPMENT	INFRASTRUCTURE	CONSTRUCTION IN PROGRESS
GENERAL GOVERNMENT:								
Town Council	\$ 10,669	\$ 6,313	\$ 3,380	\$ 968		\$ 8		
Town Manager	50		22		\$ 23	5		
Data processing and MIS	1,028					1,028		
Town Attorney	5					5		
Town Clerk	13					13		
Records manager	5					5		
Treasury	8					8		
General services	6					6		
Total general government	11,784	6,313	3,402	968	23	1,078		
PUBLIC SAFETY:								
Protection of life and property ...	5,858	298	3,408	115	1,480	557		
Civil preparedness	92				92			
Total public safety	5,950	298	3,408	115	1,572	557		
RECREATION:								
Administration	3,172	784	686	720	113	145	\$ 5	\$ 719
Maintenance	92					42		50
Total recreation	3,264	784	686	720	113	187	5	769
PUBLIC WORKS:								
Public works administration	2,984	2,443	429	77	17	18		
Engineering	800				13	36		751
Building inspection	21				21			
Maintenance/buildings and grounds .	2,137	83	949	230	402	473		
Highway and sanitation supervision	25,786		350	223	2,142	206	536	22,329
Equipment maintenance and repair ..	408		17	28	196	167		
Refuse collection	2,633		7	7	2,445	58		116
Water pollution	17,012	106	8,351	6,708	979	849		19
Total public works	51,781	2,632	10,103	7,273	6,215	1,807	536	23,215

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TOWN OF ENFIELD, CONNECTICUT
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION AND ACTIVITY, ETC.

(thousands)								
	TOTAL	LAND	BUILDINGS	BUILDING IMPROVEMENTS	VEHICLES	MACHINERY AND EQUIPMENT	INFRASTRUCTURE	CONSTRUCTION IN PROGRESS
HEALTH/SOCIAL SERVICES:								
Human services	\$ 189		\$ 104	\$ 6	\$ 33	\$ 46		
Adult day care	563		557			6		
Child day care	90		45	20		25		
Senior center	4,905	\$ 5	644			6		\$ 4,250
Youth services	19				19			
Family resource center	145		145					
Total health/social services ..	5,911	5	1,495	26	52	83		4,250
PUBLIC LIBRARY	1,273	100	520	396		257		
PLANNING AND DEVELOPMENT:								
Community development	110				14			96
BOARD OF EDUCATION	55,955	1,443	17,048	291	318	483		36,372
TOTAL	\$136,028	\$11,575	\$36,662	\$9,789	\$8,307	\$4,452	\$541	\$64,702

TOWN OF ENFIELD, CONNECTICUTCAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDSSCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2006

	(thousands)			
	GOVERNMENTAL FUNDS CAPITAL ASSETS JULY 1, 2005	ADDITIONS	DELETIONS	GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2006
GENERAL GOVERNMENT:				
Town Council	\$ 10,460	\$ 209		\$10,669
Town Manager	27	23		50
Information technology ..	954	74		1,028
Town Attorney	5			5
Town Clerk	13			13
Records manager	5			5
Treasury	8			8
General services	6			6
Total general government	11,478	306		11,784
PUBLIC SAFETY:				
Protection of life and property	5,570	341	\$ 53	5,858
Civil preparedness		92		92
Total public safety ..	5,570	433	53	5,950
RECREATION:				
Administration	3,174	61	63	3,172
Maintenance	92			92
Total recreation	3,266	61	63	3,264
PUBLIC WORKS:				
Public works administration	2,959	25		2,984
Engineering	800	20	20	800
Building inspection	21			21
Maintenance/buildings and grounds	1,679	458		2,137
Highway and sanitation supervision	23,603	2,199	16	25,786
Equipment maintenance and repair	360	82	34	408
Refuse collection	2,215	418		2,633
Water pollution	14,533	2,496	17	17,012
Total public works ...	46,170	5,698	87	51,781

(Continued) - 1.

TOWN OF ENFIELD, CONNECTICUT
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
 FOR THE YEAR ENDED, ETC.

	GOVERNMENTAL FUNDS CAPITAL ASSETS			GOVERNMENTAL FUNDS CAPITAL ASSETS
	JULY 1, 2005	ADDITIONS	DELETIONS	JUNE 30, 2006
HEALTH/SOCIAL SERVICES:				
Human services	\$ 143	\$ 46		\$ 189
Adult day care	563			563
Child day care	70	20		90
Senior center	4,884	21		4,905
Youth services		19		19
Family resource center .	145			145
Total health/social services	5,805	106		5,911
PUBLIC LIBRARY	959	314		1,273
PLANNING AND DEVELOPMENT:				
Community development ..	110			110
BOARD OF EDUCATION	55,799	156		55,955
TOTAL	<u>\$129,157</u>	<u>\$7,074</u>	<u>\$203</u>	<u>\$136,028</u>

(Concluded) - 2.

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 ENFIELD, CONNECTICUT

NET ASSETS BY COMPONENT
LAST FOUR FISCAL YEARS

	.....FISCAL YEAR.....			
	2006	2005	2004	2003
Governmental activities:				
Invested in capital assets, net of related debt	\$ 94,180	\$ 84,843	\$ 75,912	\$ 72,664
Restricted	60	58	61	17,584
Unrestricted	31,799	37,249	41,825	14,183
Total governmental activities net assets	<u>\$126,039</u>	<u>\$122,150</u>	<u>\$117,798</u>	<u>\$104,431</u>

Notes:

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

TOWN OF ENFIELD, CONNECTICUT

CHANGES IN NET ASSETS
LAST FOUR FISCAL YEARS
(thousands)

	.....FISCAL YEAR.....			
	2006	2005	2004	2003
Expenses:				
Governmental activities:				
General government	\$ 5,238	\$ 4,885	\$ 5,066	\$ 4,875
Public safety	11,194	8,693	8,742	9,071
Recreation	438	881	1,124	1,194
Public works	16,211	16,961	12,152	13,776
Health/Social services	7,706	6,574	6,319	4,445
Library	1,757	1,712	1,709	1,449
Planning and development	809	750	679	585
Intergovernmental and Interagency	431	331	442	376
Education	79,465	71,802	72,542	69,544
Interest on long-term debt	1,062	1,191	1,302	1,371
Total governmental activities expenses	124,311	113,780	110,077	106,686
Program revenues:				
Governmental activities:				
Charges for services	9,783	8,323	6,790	6,257
Operating grants and contributions	36,301	32,722	31,580	31,391
Capital grants and contributions	1,794	800	11,055	8,145
Total governmental activities program revenues	47,878	41,845	49,425	45,793
Net (expense) revenue:				
Governmental activities	(76,433)	(71,935)	(60,652)	(60,893)
General revenues and other changes in net assets:				
Governmental activities:				
Property taxes	73,141	69,612	68,035	64,972
Grants and contributions not restricted to specific purposes	4,670	4,030	3,625	3,932
Unrestricted investment earnings	2,128	2,374	1,226	1,400
Miscellaneous	383	270	175	
Total governmental activities	80,322	76,286	73,061	70,304
Changes in net assets:				
Governmental activities	\$ 3,889	\$ 4,351	\$ 12,409	\$ 9,411

Notes:

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

TOWN OF ENFIELD, CONNECTICUT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (thousands)

	..... FISCAL YEAR									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General Fund:										
Reserved	\$ 1,678	\$ 1,986	\$ 2,709	\$ 4,670	\$ 3,835	\$ 1,891	\$ 2,066	\$ 1,398	\$ 1,242	\$ 691
Unreserved	16,745	17,027	14,987	12,587	13,816	13,746	14,287	14,807	14,676	12,957
Total general fund	<u>\$18,423</u>	<u>\$19,013</u>	<u>\$17,696</u>	<u>\$17,257</u>	<u>\$17,651</u>	<u>\$15,637</u>	<u>\$16,353</u>	<u>\$16,205</u>	<u>\$15,918</u>	<u>\$13,648</u>
All other governmental funds:										
Reserved	\$ 5,100	\$ 2,857	\$ 9,048	\$12,915	\$15,096	\$ 1,794	\$ 3,242	\$ 81	\$ 61	\$ 636
Unreserved, reported in:										
Special revenue funds	(1,950)	(188)	9,122	10,687	12,141	8,705	8,650	7,937	7,514	5,637
Capital projects funds	6,481	11,139	11,388	7,627	4,631	13,620	13,217	18,881	9,088	9,873
Permanent funds	21	19	20	28						
Total all other governmental funds	<u>\$ 9,652</u>	<u>\$13,827</u>	<u>\$29,578</u>	<u>\$31,257</u>	<u>\$31,868</u>	<u>\$24,119</u>	<u>\$25,109</u>	<u>\$26,899</u>	<u>\$16,663</u>	<u>\$16,146</u>

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Notes:
 (1) Schedule prepared on the modified accrual basis of accounting.
 (2) Insurance Fund reclassified as an internal service fund in fiscal year 2005.

TOWN OF ENFIELD, CONNECTICUT
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (thousands)

	FISCAL YEAR.....									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Revenues:										
Property taxes	\$ 72,430	\$ 69,645	\$ 68,363	\$ 64,766	\$ 60,542	\$ 56,459	\$ 53,489	\$ 50,824	\$ 50,397	\$ 49,565
Intergovernmental	42,401	36,756	45,857	43,038	42,234	37,442	37,192	39,428	34,223	33,310
Charges for services	10,199	9,122	6,962	6,436	5,384	4,578	1,830	1,591	2,084	2,106
Contribution	238	151	443	118						
Income from investments	1,680	985	1,226	1,400	2,657	3,184	3,233	2,558	2,540	2,247
Other income	143	57	44		3,054	1,655	2,913	2,440	6,360	4,934
Total revenues	127,091	116,716	122,895	115,758	113,871	103,318	98,657	96,841	95,604	92,162
Expenditures:										
General government	3,952	3,715	3,386	3,438	3,687	3,819	2,874	2,834	2,488	2,504
Public safety	8,464	6,822	6,806	6,901	6,827	6,490	6,172	6,069	5,605	5,229
Recreation	415	492	500	485	663	599	575	715	1,163	1,155
Public works	13,521	13,431	11,293	11,712	9,588	10,172	10,070	11,594	10,887	10,374
Health/social services	5,948	5,326	4,442	3,362	2,735	2,868	2,684	2,507	2,472	2,647
Library	1,201	1,188	1,074	1,050	1,071	967	871	852	795	747
Planning and development	729	702	636	629	617	634	611	609	542	381
Intergovernmental and interagency ..	431	331	442	376	368	363	395	744	665	646
Education	77,705	71,701	71,717	68,904	65,851	65,080	60,878	57,446	51,986	50,452
Nondepartmental	8,555	7,864	7,042	7,057	6,358	5,419	4,301	4,671	7,367	6,672
Capital outlay	4,088	7,352	13,899	24,107	18,908	7,273	7,064	5,057	4,984	4,409
Debt service	6,983	4,218	4,334	3,302	1,436	1,447	3,806	3,725	3,863	4,018
Total expenditures	131,992	123,142	125,571	131,323	118,109	105,131	100,301	96,823	92,817	89,234
Excess of revenue over (under) expenditures	(4,901)	(6,426)	(2,676)	(15,565)	(4,238)	(1,813)	(1,644)	18	2,787	2,928
Other financing sources (uses):										
Proceeds from bonds				14,500	14,000					
Proceeds from leases	46									
Transfers in	8,359	8,133	6,057	8,103	6,768	7,772	6,461	6,579	6,555	5,895
Transfer out	(8,269)	(8,133)	(6,057)	(8,103)	(6,768)	(7,772)	(6,461)	(6,579)	(6,555)	(5,895)
Total other financing sources (uses) .	136			14,500	14,000					
Net change in fund balances	\$ (4,765)	\$ (6,426)	\$ (2,676)	\$ (1,065)	\$ 9,762	\$ (1,813)	\$ (1,644)	\$ 18	\$ 2,787	\$ 2,928
Debt service as a percentage of noncapital expenditures	5.8%	3.8%	4.0%	3.2%	1.5%	1.5%	4.3%	4.2%	4.6%	5.0%

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

TOWN OF ENFIELD, CONNECTICUT
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (thousands)

FISCAL YEAR	.....REAL 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	LAND	PERSONAL PROPERTY	MOTOR VEHICLE	LESS TAX-EXEMPT PROPERTY				
2006	\$1,202,479	\$458,176	\$ 20,824	\$173,138	\$222,785	\$32,369	\$2,045,033	35.2	\$2,921,475	70%
2005	1,192,245	452,376	19,092	175,636	204,228	32,390	2,011,187	34.24	2,873,125	70
2004	1,184,165	455,011	19,658	175,219	214,831	30,496	2,018,388	33.43	2,883,411	70
2003	1,175,888	449,718	20,912	174,400	209,810	38,677	1,992,051	32.15	2,845,787	70
2002	1,068,722	400,232	19,048	177,107	205,248	40,778	1,829,579	32.6	2,613,685	70
2001	1,062,305	398,366	20,246	171,487	195,386	42,730	1,805,060	30.87	2,578,657	70
2000	1,049,628	389,626	20,793	165,226	179,632	38,460	1,766,445	29.62	2,523,493	70
1999	663,639	285,622	493,644	155,295	170,510	41,166	1,727,544	28.95	2,467,920	70
1998	655,605	286,375	492,470	155,832	170,128	44,449	1,715,961	28.95	2,451,373	70
1997	652,157	280,883	491,580	150,808	164,987	44,578	1,695,837	28.95	2,422,625	70

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Source: Town of Enfield, Office of Tax Assessor

Note: Revaluation completed effective October 1, 2001. The basis of assessment is 70% of the 2001 fair market value.

TOWN OF ENFIELD, CONNECTICUT

DIRECT AND OVERLAPPING
PROPERTY TAX RATES
LAST TEN YEARS

(rate per \$1,000 of assessed value)

	.....FISCAL YEAR.....									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
TOWN:										
General.....	35.2	34.24	33.43	32.15	32.6	30.87	29.62	28.95	28.95	28.95
DISTRICTS:										
Enfield F.D.....	2.98	2.86	2.74	2.74	2.74	2.45	2.35	1.99	1.99	1.86
Thompsonville F.D.....	6.9	6.9	6.9	6.9	6.9	6	6	6	5.6	4.75
Hazardville F.D.....	2.25	2.25	1.85	1.85	1.85	1.75	1.75	1.75	1.75	1.75
N. Thompsonville F.D.....	2.75	2.75	2.75	2.75	2.75	2.75	2.5	2.5	2.5	2.3
Shaker Pines F.D.....	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8

TOWN OF ENFIELD, CONNECTICUT

PRINCIPAL PROPERTY TAXPAYERS
FISCAL YEAR 2006 AND 1997

(thousands)

TAXPAYER	.....GRAND LIST.....			.....	
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TOWN TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF TOTAL TOWN TAXABLE ASSESSED VALUE
Lego Building Corporation	\$ 62,260	1	3.04%	\$ 41,430	1	2.44%
Hallmark Cards, Inc.	36,224	2	1.77	35,641	3	2.10
Mass Mutual Insurance	26,978	3	1.32			
Enfield Square, LLC	26,753	4	1.31			
Casual Corner Group	22,262	5	1.09			
Connecticut Light & Power	19,024	6	0.93	13,924	6	0.82
CUNO Inc.	13,639	7	0.67			
Gateway Conn Properties	12,854	8	0.63	8,382	9	0.49
Northland Bigelow Com, Ltd.	11,652	9	0.57			
SEA Enfield Commons, LLC	10,971	10	0.54			
Phoenix Home Life Mutual				39,086	2	2.30
United States Shoe Corp.				23,194	4	1.37
Centermark Properties				15,380	5	0.91
CHFA				9,953	7	0.59
Stateline Realty Assoc.				9,170	8	0.54
Jagenberg				8,097	10	0.48
TOTAL	<u>\$242,617</u>		<u>11.87%</u>	<u>\$204,257</u>		<u>12.04%</u>

Source: Town of Enfield, Office of Tax Assessor
*Fiscal year July 1, 2005 - June 30, 2006

TOWN OF ENFIELD, CONNECTICUT

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

(thousands)

COLLECTED WITHIN THE
...FISCAL YEAR OF THE LEVY...

..TOTAL COLLECTIONS TO DATE.

FISCAL YEAR ENDED JUNE 30,	TAX RATE IN MILLS	TAXES LEVIED FOR THE FISCAL YEAR	AMOUNT	PERCENTAGE OF LEVY	COLLECTION IN SUBSEQUENT YEARS	AMOUNT	PERCENTAGE OF LEVY
2006	35.2	\$72,224	\$70,454	97.55%		\$70,454	97.55%
2005	34.24	69,019	67,654	98.02	\$ 720	68,374	99.07
2004	33.43	67,420	65,868	97.70	1,363	67,231	99.72
2003	32.15	63,964	62,366	97.50	1,525	63,891	99.89
2002	32.6	59,714	58,301	97.63	1,341	59,642	99.88
2001	30.87	55,837	54,504	97.61	1,289	55,793	99.92
2000	29.62	52,595	51,344	97.62	1,222	52,566	99.94
1999	28.95	49,987	48,767	97.56	1,197	49,964	99.95
1998	28.95	49,500	48,207	97.39	1,274	49,481	99.96
1997	28.95	48,880	47,465	97.11	1,397	48,862	99.96

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

TOWN OF ENFIELD, CONNECTICUT

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

(thousands, except per capita)

.....GOVERNMENTAL ACTIVITIES.....

FISCAL YEAR	GENERAL OBLIGATION BONDS	CAPITAL LEASES	TOTAL PRIMARY GOVERNMENT	RATIO OF DEBT TO TAXABLE ASSESSED VALUE	DEBT PER CAPITA
2006	\$25,500	\$46	\$25,546	1.25%	\$568
2005	28,500		28500	1.42%	633
2004	31,500		31500	1.56%	692
2003	34,500		34500	1.73%	760
2002	22,000		22000	1.20%	486
2001	9,000		9000	0.50%	199
2000	10,000		10000	0.57%	232
1999	3,350		3350	0.19%	78
1998	6,700		6700	0.39%	148
1997	10,050		10050	0.59%	219

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

TOWN OF ENFIELD, CONNECTICUT

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2006

(thousands)

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	ESTIMATED SHARES OF DIRECT AND OVERLAPPING DEBT
Debt repaid with property taxes:			
North Thompsonville Fire District.....	\$ 1,015	100.00%	\$ 1,015
Enfield Fire District.....	<u>1,360</u>	100.00%	<u>1,360</u>
Subtotal, overlapping debt	2,375		2,375
Town direct debt	<u>25,500</u>		<u>25,500</u>
Total direct and overlapping debt	<u>\$27,875</u>		<u>\$27,875</u>

TOWN OF ENFIELD, CONNECTICUT

SCHEDULE OF DEBT LIMITATION

JUNE 30, 2006

(UNAUDITED)

(thousands)

Total tax collections (including interest and lien fees) for the year ended June 30, 2006.....						\$79,245
Reimbursement for revenue loss on:						
Elderly freeze.....						<u>6</u>
BASE						<u>\$79,251</u>
	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>		<u>Pension Deficit</u>
Debt limitation:						
2-1/4 times base.....	\$178,315					
4-1/2 times base.....		\$356,630				
3-3/4 times base.....			\$297,191			
3-1/4 times base.....				\$257,566		
3 times base.....						\$237,753
Total	<u>178,315</u>	<u>356,630</u>	<u>297,191</u>	<u>257,566</u>		<u>237,753</u>
Indebtedness:						
Bonds payable.....	10,840	14,660				
Fire District debt.....	<u>2,375</u>					
Total indebtedness....	<u>13,215</u>	<u>14,660</u>				
Debt limitation in excess of outstanding and authorized debt.....	<u>\$165,100</u>	<u>\$341,970</u>	<u>\$297,191</u>	<u>\$257,566</u>		<u>\$237,753</u>
Total capacity of borrowing (7 times base)						\$554,757
Total present indebtedness						<u>27,875</u>
Margin for additional borrowing						<u>\$526,882</u>

TOWN OF ENFIELD, CONNECTICUT

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

(thousands)

	.....FISCAL YEAR.....									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Debt limitation	\$554,757	\$534,597	\$522,675	\$496,840	\$463,290	\$433,891	\$373,077	\$354,251	\$352,680	\$346,632
Total net debt applicable to limit	27,875	29,945	34,360	37,739	25,496	9,000	10,000	3,350	6,700	10,050
Legal debt margin	<u>\$526,882</u>	<u>\$504,652</u>	<u>\$488,315</u>	<u>\$459,101</u>	<u>\$437,794</u>	<u>\$424,891</u>	<u>\$363,077</u>	<u>\$350,901</u>	<u>\$345,980</u>	<u>\$336,582</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>5.02%</u>	<u>5.60%</u>	<u>6.57%</u>	<u>7.60%</u>	<u>5.50%</u>	<u>2.07%</u>	<u>2.68%</u>	<u>0.95%</u>	<u>1.90%</u>	<u>2.90%</u>

Source: Comprehensive Annual Financial Report - Statement of Debt Limitation

Note: See Table 11 for calculation of current year debt limitation.

TOWN OF ENFIELD, CONNECTICUTDEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

(thousands, except median age)

CALENDAR YEAR	POPULATION (1)	PER CAPITA INCOME (2)	MEDIAN AGE (2)	SCHOOL ENROLLMENT (3)	UNEMPLOYMENT RATE (1)
2006	45	\$22	37.3	7	4.7%
2005	45	22	37.3	7	4.9
2004	45	22	37.3	7	5.1
2003	45	22	37.3	7	4.5
2002	45	27	35.3	7	3.5
2001	45	27	35.3	7	2.3
2000	43	27	35.3	7	3.3
1999	43	27	35.3	7	3.8
1998	45	27	35.3	7	3.2
1997	46	17	33.1	7	5.3

(1) Source: State of Connecticut Department of Health.

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

(3) Source: Town of Enfield School Administration.

TOWN OF ENFIELD, CONNECTICUT

PRINCIPAL EMPLOYERS
2006 AND 1997

EMPLOYER	NATURE OF BUSINESS	.....2006.....			.....1997.....		
		EMPLOYEES	RANK	PERCENTAGE OF TOTAL TOWN EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL TOWN EMPLOYMENT
Mass Mutual Insurance	Insurance	1,950	1	8.02%			
Hallmark Cards, Inc.	Greeting Cards	860	2	3.54	902	3	3.95%
Precision Camera	Camera Repair	500	3	2.06			
Lego Building Corp.	Plastic Game Assembly	325	4	1.34	1,055	1	4.62
CUNO Inc.	Water Filters	300	5	1.23	180		0.79
Retail Brand Alliance	Retail	300	6	1.23	500	5	2.19
MeadWestvaco	Manufacturing	217	7	0.89	163		0.71
Martin Brower	Transportation	215	8	0.88			
Phoenix	Insurance				1,000	2	4.38
CT Dept. of Corrections	Detention Facilities				811	4	3.55
Super Stop & Shop	Grocery				250	6	1.10
J.C. Penney	Retail				200	7	0.88
Olympia Sales Club Inc.	Wholesale				200	8	0.88
TOTAL		<u>4,667</u>		<u>19.19%</u>	<u>5,261</u>		<u>23.05%</u>

Source: Town of Enfield, Official statement and historical reports.

TOWN OF ENFIELD, CONNECTICUT

FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	FULL-TIME EQUIVALENT EMPLOYEES AS OF JUNE 30,									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General government	64.6	66.41	62.18	63.21	61.7	61.7	61.7	61.7	61.7	61.7
Police	129.08	115/63	115.45	115.2	118.2	118.2	118.2	118.2	118.2	118.2
Refuse collection	20	18.5	17.5	19.5	20	20	20	20	20	20
Social services	81.22	81.29	75.91	68.16	64.14	64.14	64.14	64.14	64.14	64.14
Other public works	70.49	66.99	65.97	67.97	64.97	64.97	64.97	64.97	64.97	64.97
Parks and Recreation	3	3	3	3	3	3	3	3	3	3
Library	27.83	24.04	25.15	25.18	25.39	25.39	25.39	25.39	25.39	25.39
Education	826	829	828	840	827	815	794	784	780	779
TOTAL	<u>1,222.22</u>	<u>1,204.86</u>	<u>1,193.16</u>	<u>1,202.22</u>	<u>1,184.4</u>	<u>1,172.4</u>	<u>1,151.4</u>	<u>1,141.4</u>	<u>1,137.4</u>	<u>1,136.4</u>

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Source: Historical annual reports and departmental reports

TOWN OF ENFIELD, CONNECTICUT

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	FISCAL YEAR									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General government:										
Building permits issued	2,486	2,413	2,463	1,957	2,083	1,949	1,985	2,071	1,998	2,042
Police:										
Physical arrests	na	1,657	1,889	1,877	2,028	1,759	1,782	1,743	1,624	n/a
Parking violations	na	657	669	847	558	636	537	442	383	n/a
Traffic violations	na	7,756	6610	6,559	9,000	7,847	9,516	9,520	10,188	n/a
Refuse collection:										
Refuse collected (tons per day)	67.91	61.28	61.33	55.79	58.44	57.99	50.87	56.3	48.28	49.55
Recyclables (tons per day)	11.29	10.5	18.63	11.55	11.27	11.6	11.4	12	10.8	8.5
Library:										
Volumes in collection	143,148	139,584	135,459	129,486	124,602	139,610	n/a	n/a	n/a	n/a
Total volumes borrowed	334,204	337,483	333,835	314,311	266,309	225,278	215,000	n/a	n/a	n/a
Wastewater:										
Average daily sewage treatment (thousands of gallons)	5,336	5,729	4,410	4,574	4,696	4,355	4,333	4,657	4,757	4,732

Source: Historical departmental reports

n/a: Information not available.

TOWN OF ENFIELD, CONNECTICUT

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	FISCAL YEAR									
	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Zone offices	2	2	2	2	2	2	1	1	1	1
Patrol units	7	7	7	7	7	7	7	7	7	7
Fire stations	6	6	6	6	6	6	6	6	6	6
Refuse collection:										
Collection trucks	10	9	10	11	7	7	7	7	10	8
Other public works:										
Streets (miles)	180	180	180	180	180	180	180	180	180	178
Highways (miles)	30	30	30	30	30	30	30	30	30	30
Streetlights	57	57	51	51	51	51	51	51	51	0
Traffic signals	8	9	8	8	8	8	8	8	8	8
Parks and recreation:										
Acreage	205	205	205	205	205	205	205	205	205	205
Playgrounds	10	10	10	10	10	10	10	10	10	10
Baseball/softball diamonds	30	30	30	30	30	30	30	30	30	30
Soccer/football fields	17	22	22	22	22	22	22	22	22	22
Community centers	2	1	1	1	1	1	1	1	1	1
Wastewater:										
Sanitary sewers (miles)	300	300	300	300	300	300	300	300	300	300
Storm sewers (miles)	400	400	400	400	400	400	400	400	400	400

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Source: Historical departmental reports.