TOWN OF ENFIELD, CONNECTICUT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2010

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

of the

TOWN OF ENFIELD, CONNECTICUT

FOR THE YEAR ENDED JUNE 30, 2010

PREPARED BY:

DEPARTMENT OF FINANCE

LYNN NENNI
DIRECTOR OF FINANCE

TOWN OF ENFIELD, CONNECTICUT

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Introductory Section

TOWN OF ENFIELD

LETTER OF TRANSMITTAL

June 6, 2011

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, 2010.

State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Enfield for the fiscal year ended June 30, 2010. 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 McGladrey & Pullen, 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, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent 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, 2010 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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 Reports.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town of 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, 2010 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 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 75 days prior to the end of the fiscal year. The Town Council holds one or more public hearings on the budget not later than 60 days before the end of the fiscal year. Within 20 days of the final hearing, the Town Council adopts the budget by resolution.

Local Economy

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. A total of 1,665 businesses are located in Enfield, including the corporate headquarters for Massachusetts Mutual, and Retail Brand Alliance, Inc. Other major employers include Cuno, Inc a 3M company, LEGO Inc. and Hallmark Cards and Precision Camera.

The Grand List upon which the 2009-2010 budget was prepared fell slightly (2.8%) from the year before. The most significant change that occurred was a 5% reduction in the value of motor vehicles. Currently, there are no major projects on the horizon that would significantly impact the value of the Grand List.

Long Range Planning

The Town updates its five year capital plan every year, as part of the annual budget process. Town staff evaluate the condition of the town's buildings and infrastructure in order to identify and prioritize projects that will require funding outside of the regular operating budget. The updated capital plan is included in the Annual Operating and Capital Budget. Town Officials typically budget in the range of $2 annually for capital projects; however more recently the amount budgeted for capital projects has been adjusted down to between $500 thousand to $1 million as economic uncertainty continues to be a concern. For the last 12 years road reconstruction and maintenance has been and continues to be a top priority with Town Officials and the general public. Since fiscal year 2000 and most recently in November of 2010, voters have three times approved by referendum, borrowing for road reconstruction for a total of $54 million. In the last ten years the town has borrowed to maintain school buildings and built a Senior Center in addition to the road reconstruction projects. Currently there are no plans to for additional bonding beyond the $25 million that was approved in the November 2010 referendum for road reconstruction.

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, 2009. This was the seventeenth 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,

A. Lynn Nenni
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

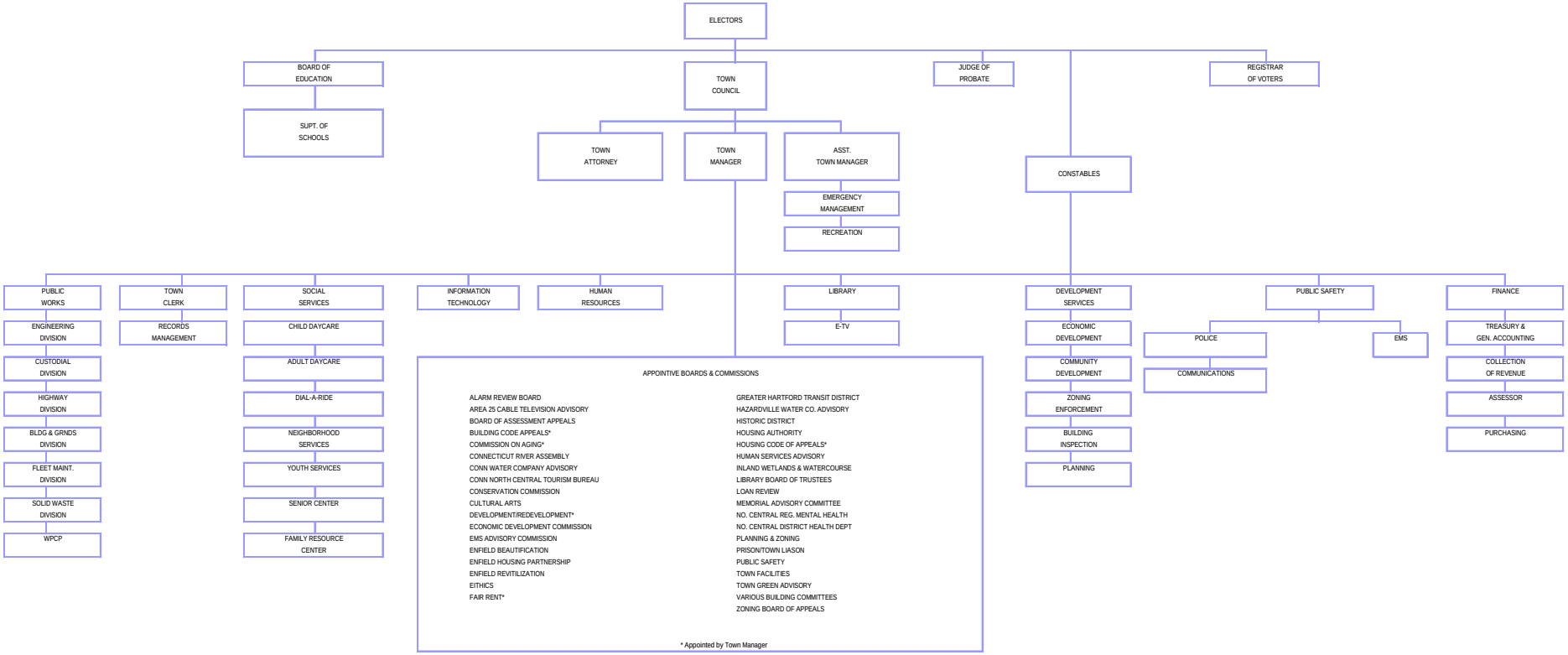
Presented to

Town of Enfield
Connecticut

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

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

TOWN OF ENFIELD, CONNECTICUT
ORGANIZATIONAL CHART
June 30, 2010



TOWN OF ENFIELD, CONNECTICUT
PRINCIPAL OFFICIALS
June 30, 2010

TOWN COUNCIL

Scott R. Kaupin, Mayor
Ken Nelson, Jr., Deputy Mayor
Patrick Joseph Crowley
Clemence Dumont
William J. Edgar, Jr.
Joseph C. Bosco
Carol Hall
Jake Keller
David Kiner
William F. Lee
Cynthia Mangini

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	Kevin Sullivan
Director of Finance	Lynn Nenni
Director of Human Resources	Steven Bielenda
Director of Information Systems	Paul Russell
Director of Library	Henry Dutcher
Director of Planning	Jose Giner
Director of Public Safety	Christopher W. Bromson
Director of Public Works	Piya Hawkes
Director of Social Services	Pam Brown
Chief of Police	Carl Sferrazza
Town Attorney	Kevin M. Deneen

BOARD OF EDUCATION

Gregory T. Stokes Sr., Chairman
Charles L. Johnson III, Vice-Chairman
Joyce P. Hall, Secretary
Judith Apruzzese-Desroches
Peter A. Jonitas Jr.
Thomas James Sirard
Vincent M. Grady
Donna H. Szewczak
Stacey Lynn Thurston
John Gallacher, Superintendent of Schools

Financial Section

McGladrey & Pullen, LLP
Certified Public Accountants

McGladrey

INDEPENDENT AUDITOR'S REPORT

To the 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 (the "Town"), as of and for the year ended June 30, 2010, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards" issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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, Connecticut, as of June 30, 2010 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 June 6, 2011 on our consideration of the Town of Enfield, Connecticut'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.

The management's discussion and analysis, budgetary comparison information and the pension plan and other post-employment benefit plan schedules of funding progress and schedules of employer contributions 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 primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

McGladrey is the brand under which RSM McGladrey, Inc. and McGladrey & Pullen, LLP serve clients' business needs. The two firms operate as separate legal entities in an alternative practice structure.

Member of RSM International network, a network of independent accounting, tax and consulting firms.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The budgetary details and the supplemental combining and individual nonmajor fund statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The budgetary details, combining and individual nonmajor fund 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 section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

McGladrey & Pullen, LLP

New Haven, Connecticut
June 6, 2011

TOWN OF ENFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

This discussion and analysis of the Town of Enfield, Connecticut's (the Town) financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2010. Please read this MD&A in conjunction with the transmittal letter and the Town's financial statements. All amounts in this section are reported in thousands unless otherwise noted.

Financial Highlights

- Net assets of our governmental activities decreased by $463 or .21%.
- During the year, the Town had expenses that were $463 more than the $135,870 generated in tax and other revenues for governmental programs.
- Total cost of all of the Town's programs was $136,333.
- The General Fund reported a fund balance this year of $18,264.
- The resources available for appropriation were $1,745 less 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 on pages 11 and 12 provide information about the activities of the Town as a whole and present a long-term view of the Town's finances. Fund financial statements are presented on pages 13 and 15. For governmental activities, the statements show how 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 pages 11 and 12. 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 indicators 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 financial health of the Town.

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

- Governmental Activities - The Town's basic services are reported here, including 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 on page 13 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 EMS and Recreation Funds. The Town's funds are divided into two categories: governmental and fiduciary.

- **Governmental Funds** *(page 13)* - 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 difference between governmental activities reported in the statement of net assets and the statement of activities and governmental funds is described in a reconciliation between fund balances – all governmental funds and net assets of governmental activities on page 14.
- **Proprietary Funds** *(pages 17, 18 and 19)* - 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 (a 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** *(pages 20 and 21)* - 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 decreased from a year ago, decreasing from $215,893 to $215,430. The following analysis focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Town's governmental activities.

TABLE 1
NET ASSETS

	Governmental Activities	
	2010	2009
Current and other assets	**$ 51,129**	$ 53,270
Capital assets	**214,205**	215,522
Total assets	**265,334**	268,792
Long-term debt outstanding	**39,742**	45,595
Other liabilities	**10,162**	7,304
Total liabilities	**49,904**	52,899
Net Assets:		
Invested in capital assets, net of debt	**186,149**	186,331
Restricted	**1,905**	65
Unrestricted	**27,376**	29,497
Total net assets	**$ 215,430**	$ 215,893

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 - decreased by $2,121 from $29,497 at June 30, 2009 to $27,376 at the end of fiscal year 2010. A discussion of fiscal year 2010 activity follows in the section.

TABLE 2
CHANGE IN NET ASSETS

	Governmental Activities	
	2010	2009
Revenues		
Program revenues:		
Charges for services	**$ 11,118**	$ 10,587
Operating grants and contributions	**42,158**	40,399
Capital grants and contributions	**2,668**	1,500
General revenues:		
Property taxes	**75,936**	76,668
Grants and contributions not restricted to specific purposes	**3,399**	4,661
Unrestricted investment earnings	**591**	828
Total revenues	**135,870**	134,643
Program Expenses		
General government	**6,054**	5,624
Public safety	**11,843**	11,041
Recreation	**30**	478
Public works	**24,585**	20,017
Health/social services	**8,193**	8,176
Library	**1,766**	1,720
Planning and development	**1,152**	857
Education	**81,373**	88,234
Interest on long-term debt	**1,337**	1,269
Total program expenses	**136,333**	137,416
Change in net assets	**$ (463)**	$ (2,773)

The change in net assets can also be analyzed by looking at the difference between revenues and program expenses. The Town's total revenues were $135,870. The total cost of all programs and services was $136,333.

Governmental Activities

Table 3 presents the cost of each of the Town's five largest programs – public safety, 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.

The net cost of services decreased $4,541 from the prior year. The 2010 combined Town and Board of Education budget was $2,305 less than the prior fiscal year. The most significant reduction occurred in General Fund transfers to the Capital Projects Fund which was reduced by $1,356. There were also less substantial budgetary reductions to all town department budgets and the elimination of 3 positions, one each in the Finance, Human Resources and Public Works departments that made up the balance of the

decrease in the entire budget. Additional savings of approximately $640 was achieved by negotiating pay freezes for all union and non-union employees with the exception of the teacher and police unions, who would not negotiate a salary freeze. In an effort to control Board of Education spending and let them focus on their primary mission, the responsibility for maintenance of the school buildings was transferred to the Town resulting in a shift of $7,500 from the Board of Education budget to the Town budget. The Board of Education also received an additional $2,152 in Federal Grant funds to offset the cost of their operations.

During the year the Town also advance refunded $10,455 of its outstanding bonds to achieve a savings of $508. The majority of savings between the current outstanding debt payments and refunded debt payments were delayed to the next fiscal year (2010-2011). Effective July 1, 2009, the Town and Board of Education switched from a fully insured health insurance plan for employees to a self insured plan. Health benefits were maintained at existing levels with a slight increase in overall spending for health insurance, compared to the fully insured expected increase of 15%. In addition, the Council formally established an OPEB Trust Fund and transferred $3,000 from the Internal Service Fund to fund the annual required contributions for the current year (2010) and 2009.

TABLE 3
GOVERNMENTAL ACTIVITIES

	Total Cost of Services		**Net Cost of Services**	
	2010	2009	**2010**	2009
General government	**$ 6,054**	$ 5,251	**$ 4,555**	$ 4,270
Public safety	**11,843**	11,041	**11,092**	10,810
Public works	**24,585**	20,017	**20,798**	18,534
Education	**81,373**	88,234	**37,361**	46,424
Health/social services	**8,193**	8,176	**2,592**	724
All others	**4,285**	4,697	**3,991**	4,168
Total	**$ 136,333**	$ 137,416	**$ 80,389**	$ 84,930

Town Funds Financial Analysis

Governmental Funds

As the Town completed the year, its governmental funds (as presented in the balance sheet – page 13) reported a combined fund balance of $26,116, which is a decrease from last year's total of $31,188. The fund balance in the General Fund decreased $878, which was less than the $2,500 that was budgeted to balance the budget. More detail with respect to activity in the General Fund is presented in the General Fund Budgetary Highlights section.

There continues to be a deficit in the Water Pollution Control Fund, which decreased only slightly during the year. There is $3,600 reserved in the General Fund to cover the deficit. Town staff are exploring various alternatives including utilizing user fees and the employment of "green initiatives" to save on energy costs and thus eliminate the deficit.

The bonded projects fund balance declined $4,468 and will continue to decline as projects are completed. There is one remaining active road construction project in the bonded projects fund. There was a slight increase of $102 in the Capital Nonrecurring Fund. Spending in 2010 was $1,824 compared to $4,265 the prior year and the general fund contribution was $943 compared to $2,299 in 2009. The fund balances for Nonmajor Governmental Funds increase slightly. A new special revenue fund was created called Recreation. This fund now accounts for the activities of the Recreation Department, which were previously accounted for in the General Fund. The goal is to generate enough fees from recreation programs to offset the cost of operating the programs.

Approximately 71% of the total fund balance in all governmental funds ($18,664) represents 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 reserved for long-term advances ($3,600), committed to liquidate contracts and purchase orders of the prior period ($1,353), for endowments ($341), for inventory ($118), and for loans ($1,842) issued by the Community Development Fund.

General Fund Budgetary Highlights

Revenue variances were as follows: Better than expected collections caused a positive variance of $958 for all current year tax collections. Tax collections were budgeted conservatively at 97% due to uncertainty in the economy, however actual tax collections were 98.12%, slightly better than the prior year. Variances in Intergovernmental Governmental Revenue were caused by changes made by the state during the year to individual grant line items as the state moved money from one bucket to another and in the end netted out to a positive variance of $52. The most notable fluctuations in charges for services included the School tuition line where the Board of Education decided to net checks received for tuition from out of district students against expenditures, building permits activity exceeded expectations with the erection of a new medical office building, dump permit fees were overestimated as fees were increased and had the effect of encouraging haulers to find less expensive sites to dump. Interest on investments had a negative variance of $324 because interest rates on certificates of deposit and savings accounts remained at very low levels. On the expenditure side, the most significant variances occurred in the Public Safety, Public Works, Board of Education and Debt Service budgets. Publics Works, Public Safety and the Board of Education have the largest and most discretionary budgets. The message to all departments from the Town Council for 2010 was conserve, and that's what they did, thereby generating positive budget variances in their respective departments. The variance in the Debt Service was primarily savings derived from the advance refunding.

During the year the Town offered an early retirement incentive which fifteen individuals took advantage of and laid off another seven individuals at year end. Three of the twenty-two positions were replaced, the remaining were eliminated from the following year's budget. The vacation and sick buyout's associated with the layoffs and retirements was $450. The town had a surplus in the amount budgeted for pension contributions because the market performed better than expected and was able to use the surplus in the pension contribution budget to pay for the buyouts.

Capital Asset and Debt Administration

Capital Assets

At June 30, 2010, the Town had $214,205 invested in a broad range of capital assets, including land, buildings, building improvements, machinery and equipment, vehicles and infrastructure (roads, sewer lines, sidewalks) – Note 4. This amount represents a small net increase (including additions and deductions) of $1,317 over last year.

TABLE 4
CAPITAL ASSETS

	Governmental Activities	
	2010	2009
Land	$ 11,535	$ 11,535
Buildings	18,093	18,643
Building improvements	54,270	55,638
Machinery and equipment	7,390	6,487
Vehicles	5,334	5,816
Infrastructure	109,719	110,346
Construction in progress	7,864	7,057
Total	$ 214,205	$ 215,522

This year's major additions included:

- The continuation of a variety road rehabilitation projects - "Roads 2005" in the amount of $1,577.
- The purchase of new EMS vehicles for supervisors in the amount of $65.
- Completed three major drainage projects at a total cost of $619.
- Purchased 1 utility vehicle and tractor for public works in the amount of $52.
- The Town is committed to investing in technology to improve delivery of services at the Town and Board of Education and upgraded its network infrastructure at a cost of $1,178 and purchased a new land record management system at a cost of $94.

More detailed information about the Town's capital assets is presented in Note 4 to the financial statements and on pages 83-86.

Long-Term Debt

At June 30, 2010, the Town had $29,165 in bonds outstanding versus $34,650 last year - a decrease of 16% - as shown in Table 5.

TABLE 5
LONG-TERM DEBT

	Governmental Activities	
	2010	2009
General obligation bonds - Town	$ 22,705	$ 24,060
General obligation bonds - School improvements	6,460	10,590
Total	$ 29,165	$ 34,650

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 $591,241, 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 6 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

The Town’s elected and appointed officials considered many factors when setting the fiscal year 2010-2011 budget. Overall economic conditions as well as citizens’ ability to sustain an increase in taxes continue to be primary concerns of town officials. The mill rate for the Town has remained stable at $23.88 since fiscal year 2008. For the 2010-2011 budget the mill rate remained unchanged marking four consecutive years of no tax increases. The Town has been able to maintain services at the current level, however funding for capital projects has decreased considerably from a high in the range of $3,000 to $1,500 in fiscal year 2010-2011. The fiscal year 2010-2011 budget reflects an overall decrease in spending of $3,023 from the 2009-2010 budget. The Grand List has remained flat for the last couple of years offering no new opportunities to generate tax revenue, therefore overall budget spending will be kept at a minimum in the short term.

Unemployment in the Town as of October 2010 was 8.2% versus 7.7% a year ago. The State’s unemployment rate was 8.6% and the national rate was 9.7% for the same time period.

In October 2010 the Town and Board of Education began the process of implementing a new financial and information system that features process improvements for recording financial transactions, budgeting, human resources, assessment, permit tracking and a web portal that will allow taxpayer’s to view property data, taxes due and track the progress of permits applied for on-line.

The implementation has required considerable attention from Finance Department personnel and that along with vacancies in two key positions has led to a delay in the publication of this audit report. We do not anticipate a delay issuing the 2011 audit.

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, Lynn Nenni, Town of Enfield, 820 Enfield Street, Enfield, Connecticut, 06082.

Basic Financial Statements

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF NET ASSETS
June 30, 2010
(In Thousands)

	Primary Government Governmental Activities
Assets	
Cash and cash equivalents	$ 24,847
Investments	15,115
Receivables, net of allowances for collection losses:	9,920
Other current assets	316
Pension asset	16
OPEB asset	915
Capital assets not being depreciated	19,399
Capital assets being depreciated, net	194,806
Total assets	265,334
Liabilities	
Accounts and other payables	7,485
Unearned revenue	2,677
Noncurrent liabilities:	
Due within one year	4,905
Due in more than one year	34,837
Total liabilities	49,904
Net Assets	
Invested in capital assets, net of related debt	186,149
Restricted for:	
Endowments	38
Trusts	25
Loans	1,842
Unrestricted	27,376
Total net assets	$ 215,430

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2010
(In Thousands)

		Program Revenues			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	$ (6,054)	$ 1,499	$ -	$ -	$ (4,555)
Public safety	(11,843)	660	91	-	(11,092)
Recreation, arts and cultural	(30)	193	-	-	163
Public works	(24,585)	1,108	11	2,668	(20,798)
Health/social services	(8,193)	3,995	1,606	-	(2,592)
Library	(1,766)	21	21	-	(1,724)
Planning and development	(1,152)	59	-	-	(1,093)
Education	(81,373)	3,583	40,429	-	(37,361)
Interest on long-term debt	(1,337)	-	-	-	(1,337)
Total governmental activities	(136,333)	11,118	42,158	2,668	(80,389)
		General revenues:			
		Property taxes			75,936
		Grants and contributions not restricted to specific programs			3,399
		Unrestricted investment earnings			591
		Total general revenues			79,926
		Change in net assets			(463)
		Net assets - beginning			215,893
		Net assets - ending			$ 215,430

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

TOWN OF ENFIELD, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2010
(In Thousands)

	General Fund	Water Pollution Control	Bonded Projects	Capital Nonrecurring	Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	$ 11,324	$ 1,244	$ 4,826	$ 2,650	$ 3,281	$ 23,325
Investments	3,469	-	-	6,539	531	10,539
Receivables, net	4,891	168	-	1,393	3,083	9,535
Due from other funds	7,298	-	74	209	744	8,325
Advances to other funds	3,600	-	-	-	-	3,600
Prepaids	198	-	-	-	-	198
Other	-	-	-	-	118	118
Total assets	$ 30,780	$ 1,412	$ 4,900	$ 10,791	$ 7,757	$ 55,640
Liabilities						
Accounts payable	$ 3,675	$ 278	$ 496	$ 739	$ 533	$ 5,721
Due to other funds	2,554	1,057	3,132	2,327	493	9,563
Advances from other funds	-	3,600	-	-	-	3,600
Deferred revenue and unearned revenue	6,287	103	-	1,393	2,857	10,640
Total liabilities	12,516	5,038	3,628	4,459	3,883	29,524
Fund balances (deficits)						
Reserved for:						
Encumbrances	439	99	600	-	215	1,353
Inventory	-	-	-	-	118	118
Endowments	-	-	-	-	341	341
Long-term advance	3,600	-	-	-	-	3,600
Prepaids	198	-	-	-	-	198
Loans	-	-	-	-	1,842	1,842
Unreserved, reported in:						
General fund	14,027	-	-	-	-	14,027
Special revenue funds	-	(3,725)	-	-	1,333	(2,392)
Capital projects funds	-	-	672	6,332	-	7,004
Permanent funds	-	-	-	-	25	25
Total fund balances (deficits)	18,264	(3,626)	1,272	6,332	3,874	26,116
Total liabilities and fund balances (deficits)	$ 30,780	$ 1,412	$ 4,900	$ 10,791	$ 7,757	$ 55,640

TOWN OF ENFIELD, CONNECTICUT

RECONCILIATION OF FUND BALANCE TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
June 30, 2010
(In Thousands)

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets:		
Amounts reported for governmental activities in the statement of net assets are different because of the following:		
Fund balances - total governmental funds		$ 26,116
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Governmental capital assets	$ 304,520	
Less accumulated depreciation	(90,315)	
Net capital assets		214,205
Pension asset		16
OPEB asset		915
Deferred revenues are not available and therefore not recognized in the funds.		7,963
Internal service funds are used by management to charge the costs of risk management, and information technology to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net assets.		6,121
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
Bonds and notes payable		(29,165)
Interest payable on bonds and notes		(164)
Compensated absences		(7,455)
Capital lease		(1,145)
Bond premium		(538)
Claims payable		(1,169)
Landfill closure liability		(270)
Net assets of governmental activities		$ 215,430

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	General Fund	Water Pollution Control	Bonded Projects	Capital Nonrecurring	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	$ 75,870	$ -	$ -	$ -	$ -	$ 75,870
Intergovernmental	36,824	-	-	921	8,765	46,510
Charges for services	3,256	432	-	-	7,322	11,010
Contributions	-	-	-	-	104	104
Income from investments	176	1	16	196	32	421
Other income	-	-	-	71	38	109
Total revenues	116,126	433	16	1,188	16,261	134,024
EXPENDITURES						
Current:						
General government	4,554	-	-	-	548	5,102
Public safety	10,937	-	-	-	104	11,041
Public works	17,617	2,789	-	-	-	20,406
Health/social services	-	-	-	-	7,606	7,606
Library	1,535	-	-	-	19	1,554
Planning and development	1,152	-	-	-	-	1,152
Intergovernmental and interagency	384	-	-	-	-	384
Education	65,002	-	71	153	10,702	75,928
Non-departmental	8,018	-	-	-	-	8,018
Debt service	5,475	-	-	-	-	5,475
Capital outlay	1,072	-	2,221	1,671	-	4,964
Total expenditures	115,746	2,789	2,292	1,824	18,979	141,630
Excess (deficiency) of revenues over expenditures	380	(2,356)	(2,276)	(636)	(2,718)	(7,606)
OTHER FINANCING SOURCES (USES)						
Capital lease proceeds	1,072	-	-	-	-	1,072
Transfers in	5,201	2,485	-	1,106	2,879	11,671
Transfers out	(6,308)	-	(2,192)	(368)	(118)	(8,986)
Issuance of refunding bonds	10,395	-	-	-	-	10,395
Payment made to escrow	(12,627)	-	-	-	-	(12,627)
Premiums on bonds issued	1,009	-	-	-	-	1,009
Total other financing sources (uses)	(1,258)	2,485	(2,192)	738	2,761	2,534
Net change in fund balances (deficits)	(878)	129	(4,468)	102	43	(5,072)
FUND BALANCES (DEFICITS), beginning	19,142	(3,755)	5,740	6,230	3,831	31,188
FUND BALANCES (DEFICITS), ending	$ 18,264	$ (3,626)	$ 1,272	$ 6,332	$ 3,874	$ 26,116

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

TOWN OF ENFIELD, CONNECTICUT

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2010
(In Thousands)

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities:	
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	$ (5,072)
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:	
Capital outlay	4,585
Depreciation expense	(5,664)
In the statement of activities, only the gain on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the assets sold.	(238)
Certain revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, and certain revenues recognized in the funds may have previously been recognized in the statement of activities.	1,578
Change in pension assets	16
Change in OPEB assets	915
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized and deferred in the statement of activities. The details of these differences in the treatment of long-term debt and related items are as follows:	
Bond proceeds	(10,395)
Bond principal payments	4,130
Proceeds from capital lease	(1,072)
Capital lease payments	285
Amortization of bond premiums	(179)
Payment to escrow	12,627
Refunding, net	(877)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:	
Compensated absences	(130)
Accrued interest	55
Landfill post closure care	15
OPEB liability	1,858
Claims payable	(50)
Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities.	(2,850)
Change in net assets of governmental activities	$ (463)

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
June 30, 2010
(In Thousands)

	Governmental Activities Internal Service Fund
ASSETS	
Cash and cash equivalents	$ 1,522
Investments	4,576
Accounts receivable	33
Intergovernmental	352
Due from other funds	1,761
Total assets	8,244
LIABILITIES	
Accounts payable and accrued liabilities	1,600
Due to other funds	523
Total liabilities	2,123
NET ASSETS	
Unrestricted	$ 6,121

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	Governmental Activities Internal Service Fund
Operating Revenues	
Charges for services and premiums	$ 18,048
Total revenues	18,048
Operating Expenses	
Technology services	2,940
Risk management claims	1,011
Health insurance claims	14,530
Total expenses	18,481
Operating loss	(433)
Nonoperating Revenues (Expenses)	
Intergovernmental grants	98
Investment income	170
	268
Transfers (to) other funds	(2,685)
Change in net assets	(2,850)
Net Assets, beginning of year	8,971
Net Assets, end of year	$ 6,121

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	Governmental Activities Internal Service Funds
Cash Flows From Operating Activities	
Cash received from charges for services and premiums	$ 16,457
Cash paid for claims, premiums and fees	(17,016)
Net cash used in operating activities	(559)
Cash Flows From Noncapital Financing Activities	
Payments to other funds	(2,685)
Cash Flows From Investing Activities	
Income from investments	172
Sale of investments	1,202
Net cash provided by investing activities	1,374
Net decrease in cash and cash equivalents	(1,870)
Cash and Cash Equivalents	
Beginning	3,392
Ending	$ 1,522
Reconciliation of Operating Loss to Net Cash Used in Operating Activities:	
Operating loss	$ (433)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Increase in accounts and other receivables	(2)
Increase in due from other funds	(1,589)
Increase in accounts and other payables	1,318
Increase in due to other funds	147
Net cash used in operating activities	$ (559)
Noncash Investment Activities	
Net decrease in fair value of investments	$ (2)
Noncash From Noncapital Financing Activities	
Net increase in intergovernmental revenues	$ 98

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
June 30, 2010
(In Thousands)

	Trust Funds	Agency Funds
ASSETS		
Cash	$ -	$ 1,121
Investments, at fair value		
Certificates of deposit	3,000	104
Collective trusts	39,367	-
Insurance Company pooled separate account	30,570	-
Real estate funds	2,629	-
Total investments	75,566	104
Other funds	-	16
Total assets	75,566	1,241
LIABILITIES		
Due to student groups and agencies	-	1,241
Total liabilities	-	1,241
Net Assets Held in Trust for Pension Benefits and Other Purposes	$ 75,566	$ -

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

TOWN OF ENFIELD, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	Trust Funds
Additions	
Contributions:	
Employer	$ 5,453
Plan members	1,076
Total contributions	6,529
Investment income:	
Net appreciation in fair value of investments	3,739
Interest and dividends	2,861
Net investment income	6,600
Deductions	
Benefits paid	3,820
Administration expenses	328
Total deductions	4,148
Change in net assets	8,981
Net Assets Held in Trust for Pension Benefits and Other Purposes	
Beginning of year	66,585
End of year	$ 75,566

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

Note 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.

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.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in the Governmental Accounting Standards Board Codification, Section 2100, have been considered and there are no agencies or entities, which should be presented with the Town.

Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, 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.

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. The agency funds are reported using the accrual basis of accounting but do not have a 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 when levied for. 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, pension obligations, other post-employment benefits and claims and judgments, are recorded only when payment is due (matured).

Property taxes when levied for, intergovernmental revenues when eligibility requirements are met, charges for services, licenses and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenue of the current fiscal period, if available. 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:

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

Internal Service Funds:

The *Health Insurance Fund* is used to account for the revenues and related expenditures for the health insurance plan for employees.

The *Internal Service Fund* accounts for the commercial liability insurance activities of the Town.

The *Information Technology Fund* accounts for the financial operations of the central information systems department.

The *Trust Funds* account for the activities of the Enfield Employees Retirement System, and OPEB, which accumulates resources for pension benefit payments to qualified employees and retiree health benefits.

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 performance bonds, Asnuntuck College, Cultural Arts Commission and other student activities.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and the internal service fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

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

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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's internal service funds are charges to the Town departments for employee health benefits and information technology services. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Pension plan accounting

Pension Trust Funds:

The Pension Trust Funds are reported on the accrual basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Governmental Activities:

The net pension asset, the cumulative difference between annual pension cost and the Town's contributions to the plan since 1986, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 27. Expenditures are recognized when they are paid or are expected to be paid with current available resources. The pension asset is recorded as a non-current asset in the government-wide financial statements.

Funding Policy:

Plan contribution requirements and benefits are established by Town ordinances. The Town reserves the right by action of the Council to amend the plans, subject to provisions, if any, in collective bargaining agreements.

OPEB Accounting

OBEB Trust

The OBEB Trust Fund is reported on the accrual basis of accounting.

Employer contributions are recognized in the period in which the contributions are due, and the Town has made a formal commitment to provide the contributions.

In fiscal year 2009, the Town implemented GASB Statement No. 45, *"Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions."* This pronouncement required the Town to calculate and record a net other post-employment benefit obligation (NOPEBO) at June 30, 2010. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since July 1, 2008. The Town makes annual contributions based upon committee decisions using the actuarial valuation.

Accounting estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

Encumbrances

Encumbrances represent commitments related to contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as a reservation of fund balance as they do not constitute either expenditures or liabilities.

Cash equivalents

The Town considers all certificates of deposit, money market accounts and highly liquid short-term investment funds with maturities of three months or less to be cash equivalents when purchased.

Investments

Investment in equity securities, debt securities, real estate funds, and mutual funds are stated at fair value based upon quoted market prices. Investments in collective trusts and pooled separate accounts are stated at the fair value of the net asset value of the respective funds. The pension plan's unallocated insurance contracts are valued at contract value. Contract value represents contributions made under the contract, plus interest at the contract rate, less funds used to purchase annuities or pay administrative expenses. Funds under the contract that have been allocated and applied to purchase annuities are excluded from the pension plan's assets. Certificates of Deposit are stated at cost and approximate fair value.

The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

The balance of the pooled fixed income investments were invested in a pool similar to a 2a-7. These investments are stated at amortized cost. The value of the position in the pool is the same as the value of the pool shares.

Receivables and allowance for doubtful accounts

All trade, property tax, sewer use, sewer assessment and loan receivables are shown net of an allowance for uncollectibles. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon collection history and analysis of creditor's ability to pay.

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

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.

Inventories and prepaid items

All inventories are valued at the lower of cost of market 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.

Restricted assets

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

Capital assets

Capital assets, which include property, buildings, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the governmental column 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 (amounts not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

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

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

Assets	Years
Buildings	50-75
Buildings and improvements	20-75
Machinery and equipment	10-30
Vehicles	10-30
Infrastructure:	
Roads	40
Sidewalks	40
Bridges	70-80
Sewer Lines	100

In the governmental fund financial statements, capital outlay (assets) is reported as expenditures and no depreciation expense is recorded.

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. Vacation and sick leave expenses to be paid in future periods are accrued when incurred in the government-wide statement. A liability for these amounts is reported in governmental funds only for amounts expected to be paid (matured), for example, as a result of employee resignations and retirements.

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 include 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, and principal payments are reported as debt service expenditures.

Fund equity and net assets

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

In the Government-Wide Financial Statements, net assets are classified in the following categories:

Invested in Capital Assets, Net of Related Debt – This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net Assets – This category represents the net assets of the Town, which are restricted by external parties or enabling legislation (creditors, grantors, contributors or laws and regulations).

Unrestricted Net Assets – This category represents the net assets of the Town, which are not restricted for any project or other purpose.

In the fund financial statements, fund balances of governmental funds are classified in three separate categories. The categories, and their general meanings, are as follows:

Reserved Fund Balance – indicates that portion of fund equity that is not available for appropriation or which has been legally segregated for specific purposes.

Unreserved/Designated Fund Balance – indicates that portion of fund equity for which the Town has made tentative plans.

Unreserved/undesignated Fund Balance – indicates that portion of fund equity which is available for appropriation and expenditure in future periods, or if a deficit, for which future funding will be required.

Note 2. Cash, Cash Equivalents and Investments

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

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

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF) and the State Tax Exempt Proceeds Fund (TEPF). These investment funds 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 value of the position in the pool is the same as the value of the pool shares.

The following is a summary of cash and cash equivalents at June 30, 2010:

Cash and cash equivalents		
Deposits with financial institutions	$	36,139
State Short-Term Investment Fund (STIF)		3,029
		39,168
Less: Certificates of deposit classified as investments		(13,200)
Total cash and cash equivalents	$	25,968

Deposits

Custodial Credit Risk – Deposits - Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. As of June 30, 2010, all of the entity's bank balance of $31,338 was insured and collateralized.

Investments

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

	Fair Value	
Investments		
General Fund:		
Municipal bonds	$ 530	*
Nonmajor Funds:		
Equities	41	*
Capital Nonrecurring Funds:		
U.S. Government-Backed Securities	1,346	*
Mutual Funds	914	
Total capital nonrecurring funds	2,260	
Internal Service Fund:		
Corporate Bonds	1,587	*
Municipal Bonds	601	*
Total internal service funds	2,188	
Trust Funds:		
Collective Trusts	39,367	
Real Estate Funds	2,629	
Insurance Company pooled separate account	30,570	
Total pension trust funds	72,566	
Total investments	$ 77,585	

* These investments are uninsured and unregistered, with securities held by the counterparty, but not in the Town's or the pension fund's name.

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Assets	
Cash and cash equivalents	$ 24,847
Investments	15,115
	39,962
Fiduciary Funds:	
Cash and cash equivalents	1,121
Investments	75,670
	76,791
Total cash and investments	$ 116,753

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.

		Investment Maturities (In Years)			
Type of Investment	Fair Value	Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
U.S. Government-Backed Securities	$ 1,346	$ -	$ -	$ 1,346	$ -
Municipal Bonds	1,131	-	530	601	-
Corporate Bonds	1,587	155	1,432	-	-
Pooled Fixed Income	3,029	3,029	-	-	-
	$ 7,093	$ 3,184	$ 1,962	$ 1,947	$ -

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.

	Fair Value	Moody's	Standard & Poor's	Fitch
U.S. Government Backed Securities	$ 1,346	AAA	AAA	-
State Short-Term Investment Fund	3,029	-	AAAm	-
Government Bonds	1,131	AAA	AAA	-

Corporate Bonds			
Fair Value	Moody's	Fair Value	Standard & Poor's
$ 104	AA3	$ 175	AA+
265	AA2	109	AA
603	A2	138	A+
53	A1	603	A
152	BAA3	81	A-
192	BAA2	52	BBB+
133	BAA1	84	BBB+
49	B2	260	BBB-
36	B1	36	BB-
$ 1,587		49	B
		$ 1,587	

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

The following represents the investments in the pension plans that represents more than 5% of the plan's net assets as of June 30, 2010:

Dryden's S&P Index
Prudential Guaranteed Deposit Account
LCB/Victory
Core Plus/Reams

Custodial Credit Risk - Investments - 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.

Note 3. Receivables and Deferred/Unearned Revenue

	General	Water Pollution Control	Capital Non-Recurring	Nonmajor and Other Funds	Total
Receivables:					
Interest	$ 1,389	$ -	$ -	$ -	$ 1,389
Taxes	4,175	-	-	-	4,175
Accounts	339	-	-	2,280	2,619
Special assessments	-	206	-	-	206
Intergovernmental	83	65	1,393	169	1,710
Housing loans	-	-	-	1,842	1,842
Gross receivables	5,986	271	1,393	4,291	11,941
Less allowance for uncollectible	(1,095)	(103)	-	(1,208)	(2,406)
Net Receivables	$ 4,891	$ 168	$ 1,393	$ 3,083	$ 9,535

Allowances for uncollectibles are as follows:

Property taxes	$	841
Accrued interest on property taxes		254
Emergency medical services receivable		1,208
Water Pollution Control assessments		103
Total	$	2,406

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 and governmental activities 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 and governmental activities were as follows:

		Deferred		Unearned
General Fund				
Delinquent property taxes receivable principal and interest	$	3,947	$	-
Advance tax collections		-		2,177
Grant drawdowns prior to meeting eligibility requirements		-		163
Water Pollution Control Authority				
Special Assessments		103		-
Capital and Nonrecurring				
Grants		1,393		-
Nonmajor Governmental Funds				
Grant drawdown's prior to meeting eligibility requirements		-		337
Notes receivable		1,842		-
Receivables		678		-
Total deferred/unearned revenue for governmental funds	$	7,963	$	2,677

Note 4. Capital Assets

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

	Beginning Balance July 1, 2009	Additions/ Transfers	Disposals/ Transfers	Ending Balance June 30, 2010
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 11,535	$ -	$ -	$ 11,535
Construction in progress	7,057	3,021	(2,214)	7,864
Total capital assets, not being depreciated	18,592	3,021	(2,214)	19,399
Capital assets, being depreciated:				
Buildings	34,662	-	-	34,662
Building improvements	59,230	124	-	59,354
Machinery and equipment	8,382	1,322	(7)	9,697
Vehicles	10,405	137	(73)	10,469
Infrastructure	169,502	2,195	(758)	170,939
Total capital assets being depreciated	282,181	3,778	(838)	285,121
Less accumulated depreciation for:				
Buildings	(16,019)	(550)	-	(16,569)
Building improvements	(3,592)	(1,492)	-	(5,084)
Machinery and equipment	(1,895)	(415)	3	(2,307)
Vehicles	(4,589)	(604)	58	(5,135)
Infrastructure	(59,156)	(2,603)	539	(61,220)
Total accumulated depreciation	(85,251)	(5,664)	600	(90,315)
Total capital assets, being depreciated, net	196,930	(1,886)	(238)	194,806
Governmental activities capital assets, net	$ 215,522	$ 1,135	$ (2,452)	$ 214,205

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

Governmental Activities:		
General administration	$	205
Public safety		305
Public works		3,361
Health/social services		190
Libraries		41
Recreation		30
Education		1,532
Total depreciation expense – governmental activities	$	5,664

Construction Commitments

The Town has active construction projects as of June 30, 2010. At year-end, the Town's major commitments with contractors are as follows:

Project		Remaining Commitment
Roads 2005	$	600
Capital Non-Recurring		5,063
	$	5,663

The commitments are being financed through various bond issues.

Note 5. Due to/from Advances and Transfers

At June 30, 2010, due to/from balances that resulted from various interfund transactions were as follows:

	Due From Other Funds	Due To Other Funds
General Fund	$ 7,298	$ 2,554
Water Pollution Control	-	1,057
Bonded Projects	74	3,132
Capital Nonrecurring	209	2,327
Internal Service Fund	1,761	523
Nonmajor Governmental Funds	744	493
Total	$ 10,086	$ 10,086

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

The General Fund advanced the Water Pollution Control Fund $3,600. The advances amongst funds relate to working capital loans. None of the balance is scheduled to be collected in the subsequent year.

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

	Transfers In	Transfers Out
Transfers in:		
General Fund	$ 5,201	$ 6,308
Water Pollution Control	2,485	-
Capital Nonrecurring	1,106	368
Bonded Projects	-	2,192
Internal Service Fund	-	2,685
Nonmajor governmental	2,879	118
Total transfers out	$ 11,671	$ 11,671

Transfers are used to support program needs not met through grants and fees within the Water Pollution Control, EMS and Social Service funds and to support capital and major maintenance projects in the Capital Nonrecurring and Bonded Projects funds.

Note 6. Long-Term Debt

Changes in long-term liabilities

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

	Beginning Balance July 1, 2009	Additions	Reductions	Ending Balance June 30, 2010	Due Within One Year
General obligation bonds payable	$ 34,650	$ 10,395	$ (15,880)	$ 29,165	$ 2,400
Deferred amounts	359	230	(51)	538	-
Compensated absences	7,325	1,961	(1,831)	7,455	1,686
Landfill closure cost	285	-	(15)	270	15
OPEB liability	1,858	-	(1,858)	-	-
Claims payable	1,119	347	(297)	1,169	424
Capital lease	358	1,072	(285)	1,145	380
Total governmental activities, long-term liabilities	$ 45,954	$ 14,005	$ (20,217)	$ 39,742	$ 4,905

Amounts due within one year represent what is going to be liquidated by the Town within 12 months after year-end.

General Obligation Bonds payable at June 30, 2010 comprise the following:

General Obligation Bonds	Original Amount	Date of Issue	Date of Maturity	Interest Rate %	Balance June 30, 2010
General Purpose:					
Senior Citizens Center	$ 4,025	03/01/02	2016	3-5	$ 1,725
Road Reconstruction	5,000	04/01/03	2018	2.5-4.5	1,318
Road Reconstruction	19,000	06/15/08	2028	3.25-5.0	15,550
Refunding	4,392	08/12/09	2018	2.0-4.0	4,112
Total					22,705
Schools:					
Elementary and Middle					
School Renovations	9,975	03/01/02	2016	3-5	75
High School and Middle					
School Renovations	9,500	04/01/03	2018	2.5-4.5	382
Refunding	6,003	08/12/09	2018	2.0-4.0	6,003
Total					6,460
Total bonds					$ 29,165

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

The following is a summary of bond maturities.

Fiscal Year Ending	Principal	Interest
2011	$ 2,400	$ 1,176
2012	2,860	1,092
2013	1,930	974
2014	2,525	898
2015	2,860	811
2016-2020	8,590	2,485
2021-2025	5,000	1,255
2026-2030	3,000	255
Total	$ 29,165	$ 8,946

2009 General Obligation Bond – In-substance Defeasance

On August 11, 2009, the Town issued $10,395 of general obligation bonds with interest rates ranging from 2.00% to 4.00% of which was used to advance refund portions of the outstanding principal amounts of the general obligation bonds of the Town dated March 2002, April 2003 and June 2008 (the “Refunding Bonds”). Of the net proceeds of $11,404 (after payment of $165 in underwriters fees and other costs), $11,234 was placed in an irrevocable trust fund under an Escrow Agreement dated August 2009 between the Town and the Escrow Holder. The Escrow Holder used the proceeds to purchase a portfolio of non-callable direct obligations of the United States of America (“Government Obligations”). The Government

Obligations will have maturities and interest rates sufficient to pay principal and interest payments and redemption premiums on the Refunding Bonds on the date the payments are due.

The Town advance refunded the above bonds to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $329, and a savings of $508 between the old debt payments and the new debt payments.

The Town also deposited $1,393 with an escrow holder for the purchase of U.S. Treasury Securities to defease principal and interest payments of $1,497. The amount deposited represented unspent bond proceeds from the Town's $14,500 April 2003 General Obligation Bond issue.

The balance in the escrow was approximately $11 million at June 30, 2010. The balance of the defeased bonds was approximately $11 million at June 30, 2010. As a result, the refunded bonds are considered defeased and the liability has been removed from the basic financial statements.

Capital lease

The Town leases various computer equipment carried at approximately $1,387 in the governmental activities acquired under capital lease arrangements.

The Town is obligated under a capital lease to make the following aggregate annual lease payments:

2011	$	429
2012		429
2013		213
2014		95
2015		77
Total minimum lease payments		1,243
Less interest		(98)
Present value of minimum payments	$	1,145

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:

Category		Debt Limit		Net Indebtedness		Balance
General purpose	$	190,042	$	32,768	$	157,274
Schools		380,084		6,460		373,624
Sewers		316,736		-		316,736
Urban renewal		274,505		-		274,505
Pension deficit		253,389		-		253,389
	$	1,414,756	$	39,228	$	1,375,528

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, $591,241.

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 20 years at $15 per year total $270. 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, 2010, the Town had no authorized unissued general obligation bonds.

Note 7. Fund Balance Designations

Fund balance designations in the General Fund at June 30, 2010 are as follows:

Designated for:		
Subsequent year's budget	$	2,500
Total	$	2,500

Note 8. Employee Retirement Systems and Pension Plans

Plan Description

The Town of Enfield administers two single-employer, contributory defined benefit pension 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.

Classes of Employees Covered

The membership of the Plan consisted of the following as of July 1, 2009:

	Town	Police
Retirees and beneficiaries currently receiving benefits	213	52
Terminated plan members entitled to benefits but not yet receiving them and inactive with vested benefits	108	7
Active plan members	539	92
Total	860	151

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 employees in the Police Department 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.

Actuarial Assumptions

Town Plan

The annual required contribution for the current year was determined as part of the July 1, 2009 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.

Police Plan

The annual required contribution for the current year was determined as part of the July 1, 2009 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.

Annual Pension Cost and Net Pension Obligation (Asset)

	Town	Police
Annual required contribution	$ 1,388	$ 1,075
ARC adjustment	-	-
Annual pension cost	1,388	1,075
Contributions made	(1,397)	(1,082)
(Increase) in net pension asset	(9)	(7)
Net Pension Obligation (Asset), beginning of year	-	-
Net Pension (Asset), end of year	$ (9)	$ (7)

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

Town Plan

Fiscal Year Ended	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Asset
06/30/08	$ 1,061	$ 1,068	100.64%	$ (7)
06/30/09	1,178	1,171	99.41%	-
06/30/10	1,388	1,397	100.64%	(9)

Police Plan

Fiscal Year Ended	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation
06/30/08	$ 547	$ 551	100.64%	$ (4)
06/30/09	789	785	99.56%	-
06/30/10	1,075	1,082	100.64%	(7)

Pension Plan Required Supplementary Information

Town Plan

Schedule of Funding Progress

Actuarial Valuation Date July 1,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age Normal (b)	Over (Under) Funded AAL (a-b)	Funded AAL Ratio (a/b)	Covered Payroll (c)	Over/Under Funded AAL as a % of Covered Payroll ((b-a)/c)
2009	$ 42,223	$ 42,448	$ (225)	99.47%	$ 19,921	1.13%

Historical Trend Information – The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Police Plan

Schedule of Funding Progress

Actuarial Valuation Date July 1,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age Normal (b)	Over (Under) Funded AAL (a-b)	Funded AAL Ratio (a/b)	Covered Payroll (c)	Over/Under Funded AAL as a % of Covered Payroll ((b-a)/c)
2009	$ 37,681	$ 42,483	$ (4,802)	88.70%	$ 5,920	81.12%

Historical Trend Information – The schedules of funding progress presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Separate Plan Financial Information

Schedule of Plan Net Assets
June 30, 2010

	Trust Assets			
	Employees' Pension Plan	Police Pension Plan	OPEB	Total
Assets:				
Investments, at fair value				
Collective trusts	$ 20,670	$ 18,697	$ -	$ 39,367
Insurance Company pooled separate account	16,445	14,125	-	30,570
Real estate funds	1,286	1,343	-	2,629
Certificate of deposits	-	-	3,000	3,000
Total	$ 38,401	$ 34,165	$ 3,000	$ 75,566
Net Assets:				
Net Assets Held in Trust For:				
Employees' Pension and OPEB Benefits	$ 38,401	$ 34,165	$ 3,000	$ 75,566

Schedule of Changes in Plan Net Assets
Year Ended June 30, 2010

	Trust Funds			
	Employees' Pension Plan	Police Pension Plan	OPEB	Total
Additions:				
Contributions:				
Employer	$ 1,371	$ 1,082	$ 3,000	$ 5,453
Plan members	699	377	-	1,076
Total contributions	2,070	1,459	3,000	6,529
Investment income:				
Net appreciation in fair value of investments	1,832	1,907	-	3,739
Interest and dividends	1,634	1,227	-	2,861
Net investment income	3,466	3,134	-	6,600
Deductions:				
Benefits paid	2,144	1,676	-	3,820
Administration expenses	175	153	-	328
Total deductions	2,319	1,829	-	4,148
Net increase	3,217	2,764	3,000	8,981
Net Assets Held in Trust for Employees' Pension and OPEB Benefits, beginning of year	35,184	31,401	-	66,585
Net Assets Held in Trust for Employees' Pension and OPEB Benefits, end of year	$ 38,401	$ 34,165	$ 3,000	$ 75,566

Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut or has attained any age and has accumulated thirty-five years of credited service, at least twenty-five of which are service in the public schools of Connecticut. The State of Connecticut Teacher's Retirement System is to be considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial report 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, CT 06106.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not, and is not legally responsible to, contribute to the plan.

The State of Connecticut contributes based on actuarially determined amounts. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual city/town basis.

In addition, the Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were approximately $2,860 for the year ended June 30, 2010.

Note 9. Other Postemployment Benefits

Post-retirement benefits

The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. An annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made July 1, 2009. The post-retirement plan does not issue standalone financial reports.

From an accrual accounting perspective, the cost of post-employment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2009, the Town recognizes the cost of post-employment healthcare in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. Recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2009 liability.

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town determines the required contribution using the Projected Unit Credit Method.

Membership in the plan consisted of the following at July 1, 2009, the date of the last actuarial valuation.

Retirees and beneficiaries receiving benefits	635
Active plan members	1,065
Total	1,700

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation was as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/09	$ 2,990	$ 1,132	37.8%	$ 1,858
6/30/10	$ 1,824	$ 4,597	252.0%	$ (915)

OPEB Asset

Annual required contribution	$	2,151
Interest on net pension obligation		120
Adjustments to ARC		(90)
Adjustments to FY 2009 contributions		(357)
Annual OPEB cost		1,824
Contributions made		(4,597)
Increase in net OPEB asset		(2,773)
Net OPEB obligation, beginning of year		1,858
Net OPEB obligation (asset), end of year	$	(915)

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (b)	Unfunded Accrued Liability (UAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAL as a Percentage of Covered Payroll ((b-a)/c)
07/01/2009	$ -	$ 23,265	$ 23,265	$ -	N/A	N/A

Historical Trend Information – The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

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

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

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuations follows:

Valuation Date:	July 1, 2009	
Actuarial Cost Method:	Projected Unit Credit Cost Method	
Asset Valuation Method:	Market Value	
Amortization Method:	Level Percent Closed	
Remaining Amortization Period:	30 Years Decreasing	
Actuarial Assumptions:		
Investment rate of return	8.0% (4.0% for FY 2009)	
Inflation rate	4.4%	
Health Cost Trend Rates:	Initial Inflation Rate	6.6%
	Ultimate Inflation Rate	4.4%
	Years Until Ultimate Inflation Rate	51

Note 10. 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 $25 and is reported as unreserved undesignated. The Library Board controls the expenditure of these funds. There was no investment income in the current year.

Note 11. 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 and health insurance for current employees. 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 is self-insured for health insurance for its current employees as of July 1, 2009.

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.

The Town utilizes a risk management fund (the Internal Service Fund) to account for and finance its uninsured risks of loss. 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. There are currently no incurred but not reported liabilities.

Changes in the balances of claim liabilities during the past year are as follows:

Fiscal Year Ended	Claims Payable July 1	Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
2010	$ 1,119	$ 16,298	$ 14,827	$ 2,590

Note 12. 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 have a material adverse effect on the Town's financial position.

Note 13. Pronouncements Issued, Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates in the future that may impact future financial presentations.

Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements of the Town:

Statement No. 54
Fund Balance Reporting and Governmental Fund Type Definitions

This Statement will be implemented by the Town as required by the GASB during the fiscal year ending June 30, 2011. This Statement establishes accounting and financial reporting standards for all governments that report governmental funds. This Statement establishes the criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The implementation of this Statement will result in changes to the classification of fund balances in the Town's governmental funds.

Statement No. 57
OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans

The provisions of Statement No.57 related to the use and reporting of the alternative measurement method are effective immediately. The provisions related to the frequency and timing of measurements are effective for actuarial valuations first used to report funded status information in OPEB plan financial statements for periods beginning after June 15, 2011.

Statement No. 59
Financial Instrument Omnibus

The objective of Statement No. 59 is to update and improve existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2010.

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Required Supplementary Information

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION
TOWN PENSION PLAN
June 30, 2010
(In Thousands)

Schedule of Funding Progress - Pension

Actuarial Valuation Date July 1	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age Normal (b)	Over (Under) Funded AAL (a-b)	Funded AAL Ratio (a/b)	Covered Payroll (c)	Over/Under Funded AAL as a % of Covered Payroll ((b-a)/c)
2004	$ 30,602	$ 29,802	$ 800	102.68%	$ 16,279	-4.91%
2005	33,017	32,767	250	100.76%	16,596	-1.51%
2006	35,849	35,262	587	101.67%	17,795	-3.30%
2007	39,144	37,353	1,791	104.80%	19,198	-9.33%
2008	41,426	40,505	921	102.27%	18,873	-4.88%
2009	42,223	42,448	(225)	99.47%	19,921	1.13%

Schedule of Employer Contributions

Fiscal Year Ended	Annual Required Contribution	Percentage Contributed
06/30/05	$ 1,016	100%
06/30/06	1,148	100%
06/30/07	1,134	100%
06/30/08	1,061	100%
06/30/09	1,171	100%
06/30/10	1,388	101%

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION
POLICE PENSION PLAN
June 30, 2010
(In Thousands)

Schedule of Funding Progress

Actuarial Valuation Date July 1 *	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age Normal (b)	Over (Under) Funded AAL (a-b)	Funded AAL Ratio (a/b)	Covered Payroll (c)	Over/Under Funded AAL as a % of Covered Payroll ((b-a)/c)
2004	$ 30,190	$ 29,529	$ 661	102.24%	$ 4,849	-13.63%
2005	31,703	31,393	310	100.99%	4,778	-6.49%
2006	33,573	34,814	(1,241)	96.44%	5,520	22.47%
2007	35,934	36,958	(1,024)	97.23%	5,456	18.77%
2008	37,429	40,027	(2,598)	93.51%	6,008	43.24%
2009	37,681	42,483	(4,802)	88.70%	5,920	81.12%

Schedule of Employer Contributions

Fiscal Year Ended	Annual Required Contribution	Percentage Contributed
06/30/05	$ 285	100%
06/30/06	315	100%
06/30/07	556	100%
06/30/08	548	100%
06/30/09	785	100%
06/30/10	1,075	101%

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION, Continued
OPEB PLAN
June 30, 2010
(In Thousands)

Schedule of Funding Progress

Actuarial Valuation Date July 1	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Frozen Entry Age Normal (b)	Over (Under) Funded AAL (a-b)	Funded AAL Ratio (a/b)	Covered Payroll (c)	Over/Under Funded AAL as a % of Covered Payroll ((b-a)/c)
7/1/2007	$ -	$ 42,522	$ (42,522)	0%	N/A	N/A
7/1/2009	-	23,965	(23,965)	0%	N/A	N/A

Schedule of Employer Contributions

Year Ended	Annual Required Contribution	Percentage Contributed	Actual Contribution
2009	$ 2,990	37.90%	$ 1,132
2010	2,151	213.70%	4,597

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND REVENUES - BUDGETARY BASIS - BUDGET AND ACTUAL

For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
PROPERTY TAXES				
Real estate	$ 63,624	$ 63,624	$ 64,719	$ 1,095
Motor vehicle	5,668	5,668	5,499	(169)
Personal property	3,667	3,667	3,699	32
Prior year levy	1,075	1,075	1,145	70
Penalties and interest	600	600	678	78
Lien fees	10	10	13	3
Suspense list collections	45	45	15	(30)
Telephone access line	-	-	102	102
Total property taxes	74,689	74,689	75,870	1,181
INTERGOVERNMENTAL				
Hospital - PILOT	42	42	42	-
Department of Housing - PILOT	80	80	83	3
Tax loss - state property	1,152	1,152	1,153	1
Tax loss - boat registration	11	11	5	(6)
Tax relief - elderly frozen	2	2	2	-
Tax relief - elderly circuit breaker	420	420	395	(25)
Tax relief - disability exemption	6	6	6	-
Mashantucket Pequot Indians	1,550	1,550	1,111	(439)
Civil preparedness	12	12	20	8
Tax relief - veterans additional	40	40	50	10
Manufacturers PILOT	300	300	439	139
Town Aid Road Grant	203	203	276	73
Education cost sharing	28,380	28,380	28,315	(65)
Excess cost grant	500	500	536	36
State Agency Placement Grant	200	200	829	629
School transportation	771	771	506	(265)
Health services private schools	80	80	51	(29)
Miscellaneous state grants	12	41	52	11
Miscellaneous federal grant	-	122	93	(29)
Total intergovernmental	33,761	33,912	33,964	52

(Continued)

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION, Continued
SCHEDULE OF GENERAL FUND REVENUES - BUDGETARY BASIS - BUDGET AND ACTUAL, Continued

For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
CHARGES FOR SERVICES				
Recording legal documents	150	150	172	22
Conveyance tax	300	300	267	(33)
Vital statistics	20	20	43	23
Planning and zoning fees	55	55	59	4
Zoning board of appeal fees	3	3	-	(3)
Miscellaneous clerk fees	40	40	37	(3)
Photocopy charges	4	4	5	1
Fire district tax collection	255	255	263	8
Communication center	148	148	171	23
Accident reports	4	4	4	-
Police outside services	332	617	622	5
Blind program	25	25	-	(25)
Environment recycling programs	18	18	20	2
Bulky waste fees	140	140	209	69
Medicaid school based health	152	152	149	(3)
School tuition - other towns	100	100	-	(100)
Other charges	5	5	9	4
Building and mechanical	300	300	436	136
Pistol permits	3	3	4	1
Vendor permits	1	1	1	-
Dog licenses	5	5	6	1
Hunting and fishing	3	3	1	(2)
Marriage licenses	3	3	2	(1)
Sewer permits	3	3	-	(3)
Dump permits	200	200	11	(189)
Parking fines	10	10	7	(3)
Library fines	12	12	16	4
Alarm fines	10	10	-	(10)
Snow removal fines	-	-	5	5
Rental - Town owned property	15	15	50	35
Sale - cash	150	150	108	(42)

(Continued)

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION, Continued
SCHEDULE OF GENERAL FUND REVENUES - BUDGETARY BASIS - BUDGET AND ACTUAL, Continued

For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
CHARGES FOR SERVICES, Continued				
Sale - equipment and property	$ -	$ -	$ 98	$ 98
Sale- leaf bags	-	-	5	5
Insurance claims and refunds	50	50	136	86
Contributions/donations	1	2	2	-
Vehicle insurance reimbursement	45	103	83	(20)
Miscellaneous	50	103	255	152
Total charges for services	2,612	3,009	3,256	247
INTEREST				
Interest on investments	500	500	176	(324)
Total interest	500	500	176	(324)
Total revenues	111,562	112,110	113,266	1,156
Other Financing Sources				
Transfers in	2,047	2,052	2,201	149
Bond premium	-	110	1,009	899
Use of Fund Balance	2,500	3,949	-	(3,949)
Total	$ 116,109	$ 118,221	116,476	$ (1,745)

Budgetary revenues are different than GAAP revenues because:	
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted	2,860
Capital lease proceeds	1,072
Issuance of refunding bonds is not budgeted	10,395
Non-budgeted transfer in	3,000
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 133,803

(Concluded)

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND EXPENDITURES, ENCUMBRANCES AND TRANSFERS OUT - BUDGETARY BASIS - BUDGET AND ACTUAL
For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
GENERAL GOVERNMENT				
Town Council	$ 88	$ 88	$ 73	$ 15
Town Manager	437	437	432	5
Data processing and MIS	1,107	1,148	1,148	-
Town attorney	425	431	431	-
Probate Court	15	15	11	4
Election/voter registration	103	103	81	22
Town Clerk	443	452	445	7
Records Manager	106	107	107	-
Personnel office	308	413	413	-
Finance administration	175	188	184	4
Treasury	426	491	491	-
Collection of revenues	275	273	270	3
Assessor	362	349	328	21
General services	120	120	116	4
Board of Assessment Appeals	5	5	5	-
Enfield Revitalization Committee	4	4	1	3
Ethics Commission	1	1	-	1
Fish and game program	5	5	5	-
Keep Enfield Beautiful	7	7	7	-
Historic District Commission	6	6	6	-
Loan Review Committee	1	1	-	1
Economic Development Commission	1	1	-	1
Total general government	4,420	4,645	4,554	91
PUBLIC SAFETY				
Protection of life and property	9,754	10,175	9,835	340
Public safety communication	1,052	1,052	1,014	38
Public safety administration	78	78	75	3
Emergency management	8	8	6	2
Total public safety	10,892	11,313	10,930	383

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION, Continued
SCHEDULE OF GENERAL FUND EXPENDITURES, ENCUMBRANCES AND TRANSFERS OUT - BUDGETARY BASIS - BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
PUBLIC WORKS				
Public works administration	452	440	428	12
Engineering	434	481	473	8
Custodial Maintenance	4,064	4,084	4,080	4
Maintenance/buildings and grounds	6,545	6,587	6,294	293
Highway and sanitation supervision	2,255	2,083	1,973	110
Equipment maintenance and repair	1,158	1,183	1,145	38
Refuse collection	3,466	3,422	3,231	191
Total public works	18,374	18,280	17,624	656
LIBRARY				
Public library	1,555	1,555	1,530	25
Enfield Television	25	26	26	-
Total library	1,580	1,581	1,556	25
PLANNING AND DEVELOPMENT				
Town planner	370	376	376	-
Planning and zoning commission	29	24	19	5
Building inspection	314	314	294	20
Zoning review	8	7	3	4
Conservation commission	4	4	3	1
Inland wetlands commission	12	12	9	3
Community development	290	295	269	26
Economic development	183	183	179	4
Total planning and development	1,210	1,215	1,152	63
INTERGOVERNMENTAL AND INTERAGENCY				
Capital region council of governments	27	27	27	-
Capital region growth council	9	9	9	-
Enfield cemetery association	31	31	31	-
Enfield historical society	14	14	14	-
Connecticut conference of municipalities	32	32	32	-
National league of cities	4	4	4	-
Enfield veterans' council	39	39	39	-
District fire marshal fees	1	1	-	1
North central health district	179	179	179	-
Celebrations and special events	48	48	37	11

TOWN OF ENFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION, Continued
SCHEDULE OF GENERAL FUND EXPENDITURES, ENCUMBRANCES AND TRANSFERS OUT - BUDGETARY BASIS - BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
INTERGOVERNMENTAL AND INTERAGENCY, Cont'd.				
High school safe graduation	1	1	-	1
Greater Hartford Transit District	6	6	6	-
Housing education resource	7	7	4	3
Connecticut river assembly	1	1	1	-
Athletic hall of fame	1	1	1	-
Total intergovernmental and interagency	400	400	384	16
BOARD OF EDUCATION	62,711	62,711	62,303	408
NONDEPARTMENTAL				
Insurance and bond charges	544	559	559	-
Employee benefit	2,784	2,946	2,904	42
Miscellaneous charges	7,915	7,782	7,863	(81)
Total nondepartmental	11,243	11,287	11,326	(39)
DEBT SERVICE	5,279	6,789	6,699	90
Total expenditures	$ 116,109	$ 118,221	116,528	$ 1,693
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			2,860	
Capital lease			1,072	
Payment to escrow is not budgeted			11,233	
Transfer recorded for GAAP			3,000	
Refunding bond issue costs are not budgeted			170	
Encumbrances:				
June 30, 2010			(439)	
June 30, 2009			257	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds			$ 134,681	

TOWN OF ENFIELD, CONNECTICUT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WATER POLLUTION CONTROL FUND
For the Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUES				
Intergovernmental	$ 286	$ 286	$ -	$ (286)
Charges for services	560	560	432	(128)
Income from investments	12	12	1	(11)
Other	10	10	-	(10)
Total revenues	868	868	433	(435)
EXPENDITURES				
Current:				
Public works	3,352	3,352	2,856	496
Deficiency of revenues over expenditures	(2,484)	(2,484)	(2,423)	61
OTHER FINANCING SOURCES				
Transfers in	2,484	2,484	2,485	(1)
Net change in fund balance	$ -	$ -	62	$ 60
FUND BALANCE, beginning of year			(3,840)	
FUND BALANCE, end of year			$ (3,778)	

Reconciliation of GAAP Basis	**Expenditures**	**Fund Balance**
Balance, budgetary basis at year end	$ 2,856	$ (3,778)
Encumbrances outstanding at beginning of year liquidated during the year	33	33
Encumbrances outstanding at end of year, charged to budgetary expenditures	100	100
Cancellation of prior year encumbrances	-	19
	$ 2,789	$ (3,626)

Note 1. Stewardship, Compliance and Accountability

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 generally 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 $2,112 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 as expenditures in the current year.
- Budgets are also presented for Social Services fund and Emergency Medical Fund.

Deficit fund equity/budget overruns

The following governmental funds had fund balance deficits at June 30, 2010:

- The Water Pollution Control Fund had a fund balance deficit of $3,626 which will be funded from future charges for services and General Fund appropriations.
- The Emergency Management Fund had a fund deficit of $354 which will be funded from future charges for services.

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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, CONNECTICUT

COMPARATIVE BALANCE SHEET -
GENERAL FUND
June 30, 2010 and 2009
(In Thousands)

		2010		2009
ASSETS				
Cash	**$**	**11,324**	$	10,822
Investments		**3,469**		7,451
Receivables:				
Property taxes, net of allowance		**3,110**		3,049
Accounts		**1,604**		1,365
Notes		**177**		168
Due from other funds		**7,298**		6,839
Advance from other funds		**3,600**		3,600
Prepaids		**198**		-
Total assets	**$**	**30,780**	$	33,294
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	**$**	**2,581**	$	1,977
Accrued payroll		**1,094**		440
Due to other funds		**2,554**		5,382
Deferred revenue		**6,287**		6,353
Total liabilities		**12,516**		14,152
Fund Balance:				
Reserved for encumbrances		**439**		308
Reserved for long-term advances		**3,600**		3,600
Reserved for prepaids		**198**		-
Unreserved:				
Designated for subsequent year's budget		**2,500**		2,500
Undesignated		**11,527**		12,734
Total fund balance		**18,264**		19,142
Total liabilities and fund balance	**$**	**30,780**	$	33,294

TOWN OF ENFIELD, CONNECTICUT

REPORT OF TAX COLLECTOR
For the Year Ended June 30, 2010
(In Thousands)

Grand List Year	Balance Uncollected July 1, 2009	Current Levy	Lawful Corrections Additions	Lawful Corrections Deletions	Other Corrections	Balance to be Collected	Collections Taxes	Collections Interest and Lien Fees	Collections Total	Balance Uncollected June 30, 2010
TOWN TAXES:										
2008	$ -	$ 75,356	$ 206	$ 207	$ (2)	$ 75,353	$ 73,940	$ 316	$ 74,256	$ 1,413
2007	1,474	-	51	30	-	1,495	906	208	1,114	589
2006	431	-	32	4	-	459	103	37	140	356
2005	509	-	-	1	2	510	54	37	91	456
2004	480	-	-	-	-	480	23	15	38	457
2003	304	-	-	-	-	304	12	15	27	292
2002	66	-	-	-	-	66	6	15	21	60
2001	34	-	-	-	-	34	4	9	13	30
2000	31	-	-	-	-	31	4	8	12	27
1999	26	-	-	-	-	26	2	5	7	24
1998	23	-	-	-	(3)	20	2	5	7	18
1997	21	-	-	-	-	21	1	6	7	20
1996	18	-	-	-	(2)	16	1	6	7	15
1995	17	-	-	-	(1)	16	1	6	7	15
1994	17	-	-	-	(1)	16	1	4	5	15
1993	29	-	-	29	-	-	-	-	-	-
	3,480	75,356	289	271	(7)	78,847	75,060	692	75,752	3,787
FIRE TAXES										
2008	$ -	$ 8,758	$ 20	$ 25	$ -	$ 8,753	$ 8,624	$ -	$ 8,624	$ 129
2007	126	-	7	5	-	128	66	-	66	62
2006	49	-	5	1	-	53	11	-	11	42
2005	62	-	-	-	-	62	4	-	4	58
2004	48	-	-	-	-	48	2	-	2	46
2003	31	-	-	-	-	31	1	-	1	30
2002	7	-	-	-	-	7	-	-	-	7
2001	3	-	-	-	-	3	-	-	-	3
2000	3	-	-	-	-	3	-	-	-	3
1999	2	-	-	-	-	2	-	-	-	2
1998	2	-	-	-	-	2	-	-	-	2
1997	1	-	-	-	-	1	-	-	-	1
1996	1	-	-	-	-	1	-	-	-	1
1995	1	-	-	-	-	1	-	-	-	1
1994	1	-	-	-	-	1	-	-	-	1
1993	2	-	-	2	-	-	-	-	-	-
	339	8,758	32	33	-	9,096	8,708	-	8,708	388
GRAND TOTAL	$ 3,819	$ 84,114	$ 321	$ 304	$ (7)	$ 87,943	$ 83,768	$ 692	$ 84,460	$ 4,175

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
Educational Grants	State and Federal grants	Special Education programs
Scholarship	Donations	Student scholarships
Elderly Relief	Local funding	Elderly programs

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).

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TOWN OF ENFIELD, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010
(In Thousands)

	Special Revenue			
	Cafeteria	General Government Grants	Dog	School Miscellaneous
ASSETS				
Cash and cash equivalents	$ 370	$ 19	$ 42	$ 384
Investments	-	-	-	-
Receivables:				
Loans	-	-	-	-
Accounts	17	-	-	-
Intergovernmental	137	-	-	-
Due from other funds	-	145	4	-
Other	118	-	-	-
Total assets	$ 642	$ 164	$ 46	$ 384
LIABILITIES AND FUND BALANCES (DEFICITS)				
Liabilities:				
Accounts payable and accrued liabilities	$ 13	$ -	$ 36	$ -
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	13	-	36	-
Fund Balances (Deficits):				
Reserved for inventory	118	-	-	-
Reserved for encumbrances	-	-	-	-
Reserved for endowments	-	-	-	-
Reserved for loans	-	-	-	-
Unreserved and undesignated	511	164	10	384
Total fund balances (deficits)	629	164	10	384
Total liabilities and fund balances (deficits)	$ 642	$ 164	$ 46	$ 384

Special Revenue							
Open Space Acquisition	Emergency Medical Services	Revaluation	Community Development	Social Services	Public Library	Emergency Fuel Bank
$ 772	$ -	$ 594	$ 543	$ 130	$ 87	$ -
-	-	-	84	-	144	-
-	-	-	1,842	-	-	-
-	954	-	-	99	-	-
-	-	-	-	7	-	-
46	-	3	57	134	-	5
-	-	-	-	-	-	-
$ 818	$ 954	$ 597	$ 2,526	$ 370	$ 231	$ 5
$ -	$ 172	$ 11	$ 17	$ 253	$ 5	$ -
-	458	-	15	-	-	-
-	678	-	1,842	-	-	-
-	1,308	11	1,874	253	5	-
-	-	-	-	-	-	-
-	160	22	30	-	1	-
-	-	-	-	-	-	-
-	-	-	1,842	-	-	-
818	(514)	564	(1,220)	117	225	5
818	(354)	586	652	117	226	5
$ 818	$ 954	$ 597	$ 2,526	$ 370	$ 231	$ 5

TOWN OF ENFIELD, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS, Continued
June 30, 2010
(In Thousands)

	Special Revenue				
	Drug Enforcement Education Grant	Town Memorial	Educational Grants	Scholarship	Elderly Relief
ASSETS					
Cash and cash equivalents	$ -	$ -	$ 277	$ 1	$ -
Investments	-	-	-	302	-
Receivables:					
Loans	-	-	-	-	-
Accounts	-	-	-	-	-
Intergovernmental	14	-	11	-	-
Due from other funds	14	47	3	-	98
Other	-	-	-	-	-
Total assets	$ 28	$ 47	$ 291	$ 303	$ 98
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts payable and accrued liabilities	$ 1	$ -	$ -	$ -	$ -
Due to other funds	14	-	5	-	-
Deferred revenue	-	-	286	-	-
Total liabilities	15	-	291	-	-
Fund Balances (Deficits):					
Reserved for inventory	-	-	-	-	-
Reserved for encumbrances	-	2	-	-	-
Reserved for endowments	-	-	-	303	-
Reserved for loans	-	-	-	-	-
Unreserved and undesignated	13	45	-	-	98
Total fund balances (deficits)	13	47	-	303	98
Total liabilities and fund balances (deficits)	$ 28	$ 47	$ 291	$ 303	$ 98

Special Revenue		Permanent Funds	
Recreation	Total	Library Trust	Total Nonmajor Governmental Funds
$ -	$ 3,219	$ 62	$ 3,281
-	530	1	531
-	1,842	-	1,842
2	1,072	-	1,072
-	169	-	169
188	744	-	744
-	118	-	118
$ 190	$ 7,694	$ 63	$ 7,757
$ 25	$ 533	$ -	$ 533
1	493	-	493
51	2,857	-	2,857
77	3,883	-	3,883
-	118	-	118
-	215	-	215
-	303	38	341
-	1,842	-	1,842
113	1,333	25	1,358
113	3,811	63	3,874
$ 190	$ 7,694	$ 63	$ 7,757

TOWN OF ENFIELD, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	Special Revenue			
	Cafeteria	General Government Grants	Dog	School Miscellaneous
REVENUES				
Intergovernmental	$ 905	$ -	$ -	$ -
Charges for services	1,165	15	17	2,269
Contributions	-	-	-	-
Income from investments	2	-	-	-
Other income	3	-	-	-
Total revenues	2,075	15	17	2,269
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	37	-
Health/social services	-	-	-	-
Library	-	-	-	-
Education	2,091	-	-	2,167
Total expenditures	2,091	-	37	2,167
Excess (deficiency) of revenues over expenditures	(16)	15	(20)	102
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	15	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	15	-
Net change in fund balances (deficits)	(16)	15	(5)	102
FUND BALANCE (DEFICIT), beginning of year	645	149	15	282
FUND BALANCE (DEFICIT), end of year	$ 629	$ 164	$ 10	$ 384

Special Revenue						
Open Space Acquisition	Emergency Medical Services	Revaluation	Community Development	Social Services	Public Library	Emergency Fuel Bank
$ 7	$ -	$ -	$ 140	$ 1,238	$ 13	$ -
-	1,938	-	-	1,720	5	-
-	1	-	-	63	5	-
2	-	1	2	3	3	-
-	-	-	-	32	3	-
9	1,939	1	142	3,056	29	-
-	-	51	-	-	-	-
-	-	-	-	-	-	-
-	2,236	-	174	5,173	-	-
-	-	-	-	-	17	-
-	-	-	-	-	-	-
-	2,236	51	174	5,173	17	-
9	(297)	(50)	(32)	(2,117)	12	-
-	269	-	-	2,146	-	-
-	(113)	-	(5)	-	-	-
-	156	-	(5)	2,146	-	-
9	(141)	(50)	(37)	29	12	-
809	(213)	636	689	88	214	5
$ 818	$ (354)	$ 586	$ 652	$ 117	$ 226	$ 5

TOWN OF ENFIELD, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS), Cont'd
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	Special Revenue				
	Drug Enforcement Education Grant	Town Memorial	Educational Grants	Scholarship	Elderly Relief
REVENUES					
Intergovernmental	$ 38	$ -	$ 6,424	$ -	$ -
Charges for services	-	-	-	-	-
Contributions	-	35	-	-	-
Income from investments	-	-	-	19	-
Other income	-	-	-	-	-
Total revenues	38	35	6,424	19	-
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	67	-	-	-	-
Health/social services	-	23	-	-	-
Library	-	-	-	-	-
Education	-	-	6,424	20	-
Total expenditures	67	23	6,424	20	-
Excess (deficiency) of revenues over expenditures	(29)	12	-	(1)	-
OTHER FINANCING SOURCES (USES)					
Transfers in	32	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	32	-	-	-	-
Net change in fund balances (deficits)	3	12	-	(1)	-
FUND BALANCE (DEFICIT), beginning of year	10	35	-	304	98
FUND BALANCE (DEFICIT), end of year	$ 13	$ 47	$ -	$ 303	$ 98

Special Revenue		Permanent Funds	
Recreation	Total	Library Trust	Total Nonmajor Governmental Funds
$ -	$ 8,765	$ -	$ 8,765
193	7,322	-	7,322
-	104	-	104
-	32	-	32
-	38	-	38
193	16,261	-	16,261
497	548	-	548
-	104	-	104
-	7,606	-	7,606
-	17	2	19
-	10,702	-	10,702
497	18,977	2	18,979
(304)	(2,716)	(2)	(2,718)
417	2,879	-	2,879
-	(118)	-	(118)
417	2,761	-	2,761
113	45	(2)	43
-	3,766	65	3,831
$ 113	$ 3,811	$ 63	$ 3,874

TOWN OF ENFIELD, CONNECTICUT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SOCIAL SERVICES FUND
For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Intergovernmental	$ 1,220	$ 1,383	$ 1,238	$ (145)
Charges for goods and services	1,733	1,727	1,720	(7)
Contributions	54	50	63	13
Income from investments	2	2	3	1
Other	25	38	32	(6)
Total revenues	3,034	3,200	3,056	(144)
Expenditures				
Current:				
Health/social services	5,118	5,316	5,173	143
Deficiency of revenues over expenditures	(2,084)	(2,116)	(2,117)	(1)
Other Financing Sources				
Transfers in	2,064	2,064	2,146	82
Net change in fund balances	$ (20)	$ (52)	29	$ 81
Fund Balance, beginning of year			88	
Fund Balance, end of year			$ 117	

TOWN OF ENFIELD, CONNECTICUT

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES FUND
For the Year Ended June 30, 2010
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Charges for goods and services	$ 2,311	$ 2,311	$ 1,938	$ (373)
Contributions	-	-	1	1
Total revenues	2,311	2,311	1,939	(372)
Expenditures				
Current:				
Health/social services	2,522	2,580	2,396	184
Deficiency of revenues over (under) expenditures	(211)	(269)	(457)	(556)
Other Financing Sources				
Transfers in	211	269	269	-
Transfers out	-	(113)	(113)	-
	211	156	156	-
Net change in fund balances (deficits)	$ -	$ (113)	(301)	$ (556)
Fund Balance (Deficit), beginning of year			(213)	
Fund Balance (Deficit), end of year			$ (514)	

Reconciliation of GAAP Basis	Expenditures	Fund Deficit
Balance, budgetary basis at end of year	$ 2,396	$ (514)
Encumbrances outstanding at end of year, charged to budgetary expenditures	(160)	160
Balance, GAAP basis at end of year	$ 2,236	$ (354)

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Internal Service Funds

Internal Service Funds

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

The Health Insurance Fund is used to account for the revenues and related expenses for the health self-insurance plan for employees.

The Internal Service Fund accounts for the commercial liability insurance activities of the Town.

The Information Technology Fund accounts for the financial operation of the central information systems department.

TOWN OF ENFIELD, CONNECTICUT

COMBINING STATEMENT OF NET ASSETS -
INTERNAL SERVICE FUNDS
June 30, 2010
(With Comparative Totals for 2009)
(In Thousands)

	Health Insurance Fund	Information Technology Fund	Internal Service Fund	2010	2009
ASSETS					
Cash and cash equivalents	$ 296	$ -	$ 1,226	$ 1,522	$ 3,392
Investments	3,498	-	1,078	4,576	5,780
Accounts receivable	33	-	-	33	31
Due from other governments	-	352	-	352	254
Due from other funds	1,761	-	-	1,761	172
Total assets	$ 5,588	$ 352	$ 2,304	$ 8,244	$ 9,629
LIABILITIES AND FUND EQUITY					
Accounts payable and accrued expenses	1,431	77	92	1,600	$ 282
Due to other funds	103	211	209	523	376
Total liabilities	1,534	288	301	2,123	658
FUND EQUITY					
Net assets:					
Unrestricted	4,054	64	2,003	6,121	8,971
Total liabilities and fund equity	$ 5,588	$ 352	$ 2,304	$ 8,244	$ 9,629

TOWN OF ENFIELD, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS - INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2010
(With Comparative Totals for 2009)
(In Thousands)

	Health Insurance Fund	Information Technology Fund	Internal Service Fund	2010	2009
Operating Revenues					
Charges for services and premiums	$ 14,552	$ 2,443	$ 1,053	$ 18,048	$ 3,514
Total revenues	14,552	2,443	1,053	18,048	3,514
Operating Expenses					
Technology services	-	2,940	-	2,940	2,690
Risk management claims	-	-	1,011	1,011	1,234
Health insurance claims	14,530	-	-	14,530	-
Total operating expenses	14,530	2,940	1,011	18,481	3,924
Operating income (loss)	22	(497)	42	(433)	(410)
Nonoperating Revenues (Expenses)					
Intergovernmental grants	-	98	-	98	254
Investment income	32	-	138	170	270
Total nonoperating revenues (expense)	32	98	138	268	524
Transfers from (to) other funds	-	315	(3,000)	(2,685)	(300)
Change in net assets	54	(84)	(2,820)	(2,850)	(186)
Total Net Assets, beginning of year	4,000	148	4,823	8,971	9,157
Total Net Assets, end of year	$ 4,054	$ 64	$ 2,003	$ 6,121	$ 8,971

TOWN OF ENFIELD, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS -
INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2010
(With Comparative Totals for 2009)
(In Thousands)

	Health Insurance Fund	Information Technology Fund	Internal Service Fund	2010	2009
Cash Flows From Operating Activities					
Cash received from charges for services and contributions	$ 12,758	$ 2,615	$ 1,084	$ 16,457	$ 3,541
Cash paid for claims, premiums and fees	(12,996)	(2,930)	(1,090)	(17,016)	(3,615)
Net cash used in operating activities	(238)	(315)	(6)	(559)	(74)
Cash Flows From Noncapital Financing Activities					
Payments from (to) other funds	-	315	(3,000)	(2,685)	-
Cash Flows From Investing Activities					
(Purchase) sale of investments	(1,125)	-	2,327	1,202	321
Investment income	32	-	140	172	343
Net cash (used in) provided by investing activities	(1,093)	-	2,467	1,374	664
Net (decrease) increase in cash and cash equivalents	(1,331)	-	(539)	(1,870)	590
Cash and Cash Equivalents, beginning of year	1,627	-	1,765	3,392	2,802
Cash and Cash Equivalents, end of year	$ 296	$ -	$ 1,226	$ 1,522	$ 3,392
Reconciliation of Operating Income (Loss) to Net Cash Used in Operating Activities:					
Operating income (loss)	$ 22	$ (497)	$ 42	$ (433)	$ (410)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:					
(Increase) decrease in accounts and other receivable	(33)	-	31	(2)	27
(Increase) decrease in due from other funds	(1,761)	172	-	(1,589)	-
Increase (decrease) in accounts and other payables	1,431	(201)	88	1,318	309
Increase (decrease) in due to other funds	103	211	(167)	147	-
Net cash used in operating activities	$ (238)	$ (315)	$ (6)	$ (559)	$ (74)
Noncash Investment Activities					
Net decrease in fair value of investments	$ -	$ -	$ (2)	$ (2)	$ (73)
Noncash From Noncapital Financing Activities					
Net increase in intergovernmental revenue	$ -	$ 98	$ -	$ 98	$ -

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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 seven agency funds: The Student Activity Funds, Performance Bonds Fund, Employee Insurance - Board of Education Fund, Cultural Arts Commission Fund, Smyth Bus Contract Bond Fund, Asnuntuck Community College 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

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
For the Year Ended June 30, 2010
(In Thousands)

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
ASSETS				
Cash and cash equivalents:				
Student activity funds	$ 380	$ 982	$ 921	$ 441
Employee insurance-Board of Education	20	62	62	20
Performance bonds	784	219	370	633
Cultural Arts Commission	31	10	14	27
Total cash and cash equivalents	1,215	1,273	1,367	1,121
Investments:				
Student activity funds	6	-	2	4
Smyth Bus Contract Bond	100	-	-	100
Total investments	106	-	2	104
Other:				
Performance bonds	63	-	51	12
National Purple Heart Museum	4	-	-	4
Total other	67	-	51	16
Total assets	$ 1,388	$ 1,273	$ 1,420	$ 1,241
LIABILITIES				
Accounts payable:				
Student activity funds	$ 386	$ 982	$ 923	$ 445
Employee insurance - Board of Education	20	62	62	20
Performance bonds	847	168	370	645
Cultural Arts Commission	31	10	14	27
Smyth Bus Contract Bond	100	-	-	100
National Purple Heart Museum	4	-	-	4
Total liabilities	$ 1,388	$ 1,222	$ 1,369	$ 1,241

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Capital Assets Used in the Operation of Governmental Funds

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENT 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 and $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, CONNECTICUT

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULE BY SOURCE
June 30, 2010
(In Thousands)

		2010		2009
Governmental funds capital assets:				
Land	**$**	**11,535**	$	11,535
Buildings		**34,662**		34,662
Building improvements		**59,354**		59,230
Vehicles		**10,469**		10,405
Machinery and equipment		**9,697**		8,382
Infrastructure		**170,939**		169,502
Construction in progress		**7,864**		7,057
Total governmental funds capital assets	**$**	**304,520**	$	300,773
Investments in governmental funds capital assets by source:				
General fund	**$**	**68,258**	$	67,243
Special revenue		**4,182**		4,175
Capital projects		**229,630**		228,084
Internal service		**1,179**		-
Donations		**1,271**		1,271
Total governmental funds capital assets	**$**	**304,520**	$	300,773

TOWN OF ENFIELD, CONNECTICUT

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS - SCHEDULE BY FUNCTION AND ACTIVITY
June 30, 2010
(In Thousands)

	Land	Buildings	Building Improvements	Vehicles
General Government:				
Town Council	$ 6,273	$ 1,380	$ 1,004	$ -
Town Manager	-	22	-	23
Data Processing and MIS	-	-	-	-
Town Attorney	-	-	-	-
Town Clerk	-	-	-	-
Records manager	-	-	-	-
Treasury	-	-	-	-
General services	-	-	48	-
Total general government	6,273	1,402	1,052	23
Public Safety:				
Protection of life and property	298	3,408	133	2,223
Civil preparedness	-	-	-	92
Total public safety	298	3,408	133	2,315
Recreation:				
Administration	784	686	1,406	92
Maintenance	-	-	11	-
Total recreation	784	686	1,417	92
Public Works:				
Public works administration	2,443	429	89	70
Engineering	-	-	-	31
Building inspection	-	-	-	21
Maintenance/buildings and grounds	83	949	979	548
Highway and sanitation supervision	-	350	223	2,362
Equipment maintenance and repair	-	17	28	161
Refuse collection	-	7	227	3,337
Water pollution	106	8,351	6,918	1,049
Total public works	2,632	10,103	8,464	7,579
Health/Social Services:				
Human services	-	104	6	-
Adult day care	-	557	10	-
Child day care	-	45	20	-
Senior Center	5	644	4,310	150
Youth services	-	-	-	19
Family Resource Center	-	145	-	-
Total health/social services	5	1,495	4,346	169
Public Library	100	520	837	-
Board of Education	1,443	17,048	43,105	291
Total	$ 11,535	$ 34,662	$ 59,354	$ 10,469

Machinery and Equipment	Buildings and Infrastructure	Construction in Progress	Total
$ 32	$ -	$ -	$ 8,689
21	-	-	66
2,689	-	409	3,098
5	-	-	5
100	-	-	100
5	-	-	5
8	-	-	8
283	-	187	518
3,143	-	596	12,489
1,117	-	29	7,208
-	-	-	92
1,117	-	29	7,300
145	5	-	3,118
92	-	-	103
237	5	-	3,221
95	1,141	-	4,267
23	751	108	913
-	-	-	21
601	-	4	3,164
284	85,263	7,127	95,609
181	-	-	387
166	-	-	3,737
1,146	83,779	-	101,349
2,496	170,934	7,239	209,447
46	-	-	156
6	-	-	573
43	-	-	108
17	-	-	5,126
-	-	-	19
-	-	-	145
112	-	-	6,127
355	-	-	1,812
2,237	-	-	64,124
$ 9,697	$ 170,939	$ 7,864	$ 304,520

TOWN OF ENFIELD, CONNECTICUT

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For the Year Ended June 30, 2010
(In Thousands)

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
General Government				
Town Council	$ 8,653	$ 36	$ -	$ 8,689
Town Manager	66	-	-	66
Information Technology	1,857	1,260	19	3,098
Town Attorney	5	-	-	5
Town Clerk	13	94	7	100
Records manager	5	-	-	5
Treasury	8	-	-	8
General services	495	23	-	518
Total general government	11,102	1,413	26	12,489
Public Safety:				
Protection of life and property	7,167	114	73	7,208
Civil preparedness	92	-	-	92
Total public safety	7,259	114	73	7,300
Recreation:				
Administration	3,118	-	-	3,118
Maintenance	103	-	-	103
Total recreation	3,221	-	-	3,221
Public Works:				
Public works administration	3,587	680	-	4,267
Engineering	843	70	-	913
Building inspection	21	-	-	21
Maintenance/building and grounds	3,144	20	-	3,164
Highway and sanitation supervision	94,172	4,390	2,953	95,609
Equipment maintenance and repair	387	-	-	387
Refuse collection	3,737	-	-	3,737
Water pollution	101,330	19	-	101,349
Total public works	207,221	5,179	2,953	209,447
Health/Social Services:				
Human services	156	-	-	156
Adult day care	573	-	-	573
Child day care	108	-	-	108
Senior Center	5,120	6	-	5,126
Youth services	19	-	-	19
Family Resource Center	145	-	-	145
Total health/social services	6,121	6	-	6,127
Public Library	1,812	-	-	1,812
Board of Education	64,037	87	-	64,124
Total	$ 300,773	$ 6,799	$ 3,052	$ 304,520

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 **TABLE 1**

NET ASSETS BY COMPONENT
Last Eight Fiscal Years
(In Thousands)

	FISCAL YEAR							
	2010	**2009**	**2008**	**2007**	**2006**	**2005**	**2004**	**2003**
Governmental activities:								
Invested in capital assets, net of related debt	$ 186,149	$ 174,618	$ 182,424	$ 183,330	$ 94,180	$ 84,843	$ 75,912	$ 72,664
Restricted	1,905	65	64	62	60	58	61	17,584
Unrestricted	27,376	41,210	36,178	34,133	31,799	37,249	41,825	14,183
Total Governmental Activities Net Assets	$ 215,430	$ 215,893	$ 218,666	$ 217,525	$ 126,039	$ 122,150	$ 117,798	$ 104,431

Notes:
(1) Schedule prepared on the accrual basis of accounting.
(2) The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003.
(3) The Town began to report retroactive infrastructure in accordance with GASB Statement No. 34 in fiscal year 2007.

TOWN OF ENFIELD, CONNECTICUT

CHANGES IN NET ASSETS
Last Eight Fiscal Years
(In Thousands)

	FISCAL YEAR			
	2010	**2009**	**2008**	**2007**
Expenses:				
Governmental activities:				
General government	$ 6,054	$ 5,251	$ 5,774	$ 5,680
Public safety	11,843	11,041	11,524	11,094
Recreation	30	478	551	521
Public works	24,585	20,017	21,396	20,209
Health/Social services	8,193	8,176	7,621	8,255
Library	1,766	1,720	1,735	1,741
Planning and development	1,152	857	985	789
Intergovernmental and Interagency	-	373	364	347
Education	81,373	88,234	107,037	81,709
Interest on long-term debt	1,337	1,269	1,099	950
Total governmental activities expense	136,333	137,416	158,086	131,295
Program revenues:				
Governmental activities:				
Charges for services:				
General government	1,499	979	1,247	1,292
Public safety	660	149	335	321
Recreation, arts and cultural	193	376	308	138
Public works	1,108	1,060	2,129	1,134
Health/social services	3,995	4,260	3,644	3,569
Library	21	21	27	24
Planning and development	59	59	55	167
Education	3,583	3,683	3,954	4,069
Operating grants and contributions	42,158	40,399	64,003	37,194
Capital grants and contributions	2,668	1,500	635	5,392
Total governmental activities program revenues	55,944	52,486	76,337	53,300
Net (expense) revenue:				
Governmental Activities	(80,389)	(84,930)	(81,749)	(77,995)
General revenues and other changes in net assets:				
Governmental activities:				
Property taxes	75,936	76,668	76,103	76,232
Grants and contributions not restricted to specific purposes	3,399	4,661	5,098	5,727
Unrestricted investment earnings	591	828	397	2,975
Miscellaneous	-	-	1,292	709
Total governmental activities	79,926	82,157	82,890	85,643
Changes in Net Assets:				
Governmental Activities	$ (463)	$ (2,773)	$ 1,141	$ 7,648

Notes:
(1) Schedule prepared on the accrual basis of accounting.
(2) The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003.
(3) The Town began to report retroactive infrastructure in accordance with GASB Statement No. 34 in fiscal year 2007.

TABLE 2

FISCAL YEAR			
2006	**2005**	**2004**	**2003**
$ 5,238	$ 4,885	$ 5,066	$ 4,875
11,194	8,693	8,742	9,071
438	881	1,124	1,194
18,511	16,961	12,152	13,776
7,706	6,574	6,319	4,445
1,757	1,712	1,709	1,449
809	750	679	585
431	331	442	376
79,465	71,802	72,542	69,544
1,062	1,191	1,302	1,371
126,611	113,780	110,077	106,686
1,570	1,427	1,190	1,111
303	258	222	142
127	137	152	122
1,186	912	1,134	1,043
2,412	1,729	1,045	1,110
29	23	19	30
91	70	63	26
4,065	3,767	2,965	2,673
36,301	32,722	31,580	31,391
1,794	800	11,055	8,145
47,878	41,845	49,425	45,793
(78,733)	(71,935)	(60,652)	(60,893)
73,141	69,612	68,035	64,972
4,670	4,030	3,625	3,932
2,128	2,374	1,226	1,400
383	270	175	-
80,322	76,286	73,061	70,304
$ 1,589	$ 4,351	$ 12,409	$ 9,411

TOWN OF ENFIELD, CONNECTICUT **TABLE 3**

FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(In Thousands)

	FISCAL YEAR									
	2010	**2009**	**2008**	**2007**	**2006**	**2005**	**2004**	**2003**	**2002**	**2001**
General Fund:										
Reserved	$ 4,237	$ 3,908	$ 931	$ 2,007	$ 1,678	$ 1,986	$ 2,709	$ 4,670	$ 3,835	$ 1,891
Unreserved	14,027	15,234	20,777	17,888	16,745	17,027	14,987	12,587	13,816	13,746
Total General Fund	$ 18,264	$ 19,142	$ 21,708	$ 19,895	$ 18,423	$ 19,013	$ 17,696	$ 17,257	$ 17,651	$ 15,637
All Other governmental Funds:										
Reserved	$ 3,215	$ 2,715	$ 4,486	$ 10,395	$ 5,100	$ 2,857	$ 9,048	$ 12,915	$ 15,096	$ 1,794
Unreserved, reported in:										
Special revenue funds	(2,392)	(485)	(43)	42	(1,950)	(188)	9,122	10,687	12,141	8,705
Capital projects funds	7,004	9,790	9,676	(812)	6,481	11,139	11,388	7,627	4,631	13,620
Permanent funds	25	26	25	23	21	19	20	28	-	-
Total all other governmental funds	$ 7,852	$ 12,046	$ 14,144	$ 9,648	$ 9,652	$ 13,827	$ 29,578	$ 31,257	$ 31,868	$ 24,119

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

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(In Thousands)

	FISCAL YEAR									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Revenues:										
Property taxes	$ 75,870	$ 77,302	$ 75,714	$ 75,769	$ 72,430	$ 69,645	$ 68,363	$ 64,766	$ 60,542	$ 56,459
Intergovernmental	46,510	45,817	69,320	48,089	42,401	36,756	45,857	43,038	42,234	37,442
Charges for services	11,010	10,849	8,254	11,188	10,199	9,122	6,962	6,436	5,384	4,578
Contribution	104	176	62	199	238	151	443	118		
Income from investments	421	828	1,708	2,301	1,680	985	1,226	1,400	2,657	3,184
Other income	109	218	6,156	32	143	57	44		3,054	1,655
Total revenues	134,024	135,190	161,214	137,578	127,091	116,716	122,895	115,758	113,871	103,318
Expenditures:										
General government	5,102	4,763	5,206	4,220	3,952	3,715	3,386	3,438	3,687	3,819
Public safety	11,041	10,171	9,802	7,624	8,464	6,822	6,806	6,901	6,827	6,490
Recreation	-	449	507	421	415	492	500	485	663	599
Public works	20,406	13,239	14,125	12,962	13,521	13,431	11,293	11,712	9,588	10,172
Health/social services	7,606	7,997	7,674	7,015	5,948	5,326	4,442	3,362	2,735	2,868
Library	1,554	1,578	1,565	1,265	1,201	1,188	1,074	1,050	1,071	967
Planning and development	1,152	857	974	728	729	702	636	629	617	634
Intergovernmental and interagency	384	373	364	347	431	331	442	376	368	363
Education	75,928	83,057	105,828	80,284	77,705	71,701	71,717	68,904	65,851	65,080
Nondepartmental	8,018	4,482	4,122	8,894	8,555	7,864	7,042	7,057	6,358	5,419
Capital outlay	4,964	7,851	20,184	8,376	6,983	7,352	13,899	24,107	18,908	7,273
Debt service:										
Principal	4,130	3,850	3,000	3,000	3,000	3,000	3,000	2,049	1,000	1,000
Interest	1,345	1,568	934	974	1,088	1,218	1,334	1,253	436	447
Total expenditures	141,630	140,235	174,285	136,110	131,992	123,142	125,571	131,323	118,109	105,131
Excess of Revenue Over (Under) Expenditures	(7,606)	(5,045)	(13,071)	1,468	(4,901)	(6,426)	(2,676)	(15,565)	(4,238)	(1,813)
Other Financing Sources (Uses):										
Proceeds from bonds	-	-	-	-	-	-	-	14,500	14,000	-
Proceeds from leases	1,072	437	-	-	51	-	-	-	-	-
Transfers in	11,671	11,649	8,248	8,248	8,374	8,133	6,057	8,103	6,768	7,772
Transfer out	(8,986)	(11,349)	(8,248)	(8,248)	(8,269)	(8,133)	(6,057)	(8,103)	(6,768)	(7,772)
Issuance of refunding bonds	10,395	-	-	-	-	-	-	-	-	-
Payments made to escrow	(12,627)	-	-	-	-	-	-	-	-	-
Premiums on bonds issued	1,009	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	2,534	737	-	-	156	-	-	14,500	14,000	-
Net Change in Fund Balances	$ (5,072)	$ (4,308)	$ (13,071)	$ 1,468	$ (4,745)	$ (6,426)	$ (2,676)	$ (1,065)	$ 9,762	$ (1,813)
Debt Service as a Percentage of Noncapital Expenditures	4.0%	4.1%	2.6%	3.1%	3.3%	3.6%	3.9%	3.1%	1.5%	1.5%

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

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(In Thousands)

Fiscal Year	Residential	Commercial Industrial	Land	Personal Property	Motor Vehicle	Less Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Actual Taxable Value	Value as a Percentage of Actual Value
2010	$ 2,105,310	$ 667,538	$ 26,840	$ 184,333	$ 228,213	$ 47,248	$ 3,164,986	23.88	$4,521,408	70.00%
2009	2,099,258	663,158	30,091	178,150	240,108	36,840	3,173,925	23.88	4,534,179	70.00%
2008 (1)	2,090,279	660,989	31,570	186,657	237,277	45,202	3,161,570	23.88	4,516,529	70.00%
2007	1,211,014	472,041	21,321	182,567	235,424	38,735	2,083,632	36.18	2,976,617	70.00%
2006	1,202,479	458,176	20,824	173,138	222,785	32,369	2,045,033	35.20	2,921,476	70.00%
2005	1,192,245	452,376	19,092	175,636	204,228	32,390	2,011,187	34.24	2,873,124	70.00%
2004	1,184,165	455,011	19,658	175,219	214,831	30,496	2,018,388	33.43	2,883,411	70.00%
2003	1,175,888	449,718	20,912	174,400	209,810	38,677	1,992,051	32.15	2,845,787	70.00%
2002	1,068,722	400,232	19,048	177,107	205,248	40,778	1,829,579	32.60	2,613,684	70.00%
2001	1,062,305	398,366	20,246	171,487	195,386	42,730	1,805,060	30.87	2,578,657	70.00%

Source: Town of Enfield Office of Tax Collector

Note:
(1) Revaluation completed effective October 1, 2006. The basis of assessment is 70% of the 2006 fair market value.

TOWN OF ENFIELD, CONNECTICUT **TABLE 6**

DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years
(Rate per $1,000 of Assessed Value)

	FISCAL YEAR									
	2010	**2009**	**2008**	**2007**	**2006**	**2005**	**2004**	**2003**	**2002**	**2001**
Town:										
General	23.88	23.88	23.88	36.18	35.2	34.24	33.43	32.15	32.6	30.87
District:										
Enfield F.D.	2.35	2.35	2.35	3.1	2.98	2.86	2.74	2.74	2.74	2.45
Thompsonville F.D.	5.15	5.15	4.47	7.15	6.9	6.9	6.9	6.9	6.9	6
Hazardville F.D.	1.75	1.75	1.75	2.75	2.25	2.25	1.85	1.85	1.85	1.75
N. Thompsonville F.D.	2.4	2.4	2.4	3	2.75	2.75	2.75	2.75	2.75	2.75
Shaker Pines F.D.	1.7	1.1	1.1	1.8	1.8	1.8	1.8	1.8	1.8	1.8

Source: Town of Enfield Finance Department

TOWN OF ENFIELD, CONNECTICUT **TABLE 7**

PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(In Thousands)

	October 1, 2008*			October 1, 1999		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Town Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Town Taxable Assessed Value**
Centro Enfield LLC	$ 61,960	1	1.96 %	$ -	-	- %
Mass Mutual Insurance	51,451	2	1.63	-	-	-
National Industrial Portfolio	39,900	3	1.26	-	-	-
Hallmark Cards	38,656	4	1.22	36,114	3	2.00
Galileo Freshwater/Sateline	28,522	5	0.90	-	-	-
Connecticut Light and Power	25,293	6	0.80	14,704	6	0.81
Galileo Enfield Commons	24,164	7	0.76	19,202	5	1.06
Retail Brand Alliance	22,801	8	0.72	-	-	-
Equity One LLC	20,754	9	0.66	-	-	-
Northland Bigelow Commons LTD	16,844	10	0.53	9,840	7	0.55
Lego Building Corp	-		-	61,317	1	3.40
Phoenix Home Life Mutual	-		-	37,951	2	2.10
Casual Corner Group, Inc	-		-	24,946	4	1.38
Jagenberg, Inc	-		-	9,201	8	0.51
Gateway Conn Properties	-		-	8,634	9	0.48
Parkside Associates	-		-	7,738	10	0.43
Total	$ 330,345		10.44 %	$ 229,647		12.72 %

Source: Town of Enfield, Office of Tax Assessor

* Fiscal year July 1, 2009 - June 30, 2010

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(In Thousands)

Fiscal Year Ended June 30	Tax Rate in Mills	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Total Collections to Date		
			Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2010	$ 23.88	$ 75,354	$ 73,940	98.12%	$ -	$ -	0.00%
2009	23.88	75,612	74,138	98.05%	906	74,138	98.05%
2008	23.88	75,213	73,579	97.83%	1,290	74,869	99.54%
2007	36.18	75,636	73,763	97.52%	1,461	74,775	98.86%
2006	35.20	72,224	70,454	97.55%	1,312	71,573	99.10%
2005	34.24	69,019	67,654	98.02%	1,072	68,616	99.42%
2004	33.43	67,420	65,868	97.70%	1,492	67,294	99.81%
2003	32.15	63,964	62,366	97.50%	1,568	63,894	99.89%
2002	32.60	59,714	58,301	97.63%	1,386	59,668	99.92%
2001	30.87	55,837	54,504	97.61%	1,307	55,806	99.94%

Source: Tax Collector's Report, Comprehensive Annual Financial Report.

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(In 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	Debt as a Percentage of Family Income
2010	$ 29,165	$ 1,145	$ 30,310	0.96%	$ 674	4.36%
2009	34,650	358	35,008	1.10%	778	5.03%
2008	38,500	7	38,507	1.22%	856	5.54%
2007	22,500	23	22,523	1.08%	501	3.24%
2006	25,500	38	25,538	1.25%	568	3.67%
2005	28,500	-	28,500	1.42%	633	4.10%
2004	31,500	-	31,500	1.56%	692	4.53%
2003	34,500	-	34,500	1.73%	760	4.96%
2002	22,000	-	22,000	1.20%	486	3.16%
2001	9,000	-	9,000	0.50%	199	1.29%

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

TOWN OF ENFIELD, CONNECTICUT **TABLE 10**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
June 30, 2010
(In Thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Shares of Direct and Overlapping Debt
Debt repaid with property taxes			
Thompsonville Fire District	$ 6,675	100%	$ 6,675
Hazardville Fire District	638	100%	638
North Thompsonville Fire District	32	100%	32
Enfield Fire District	2,718	100%	2,718
Subtotal, overlapping debt	10,063		10,063
Town Direct Debt	29,165		29,165
Total Direct and Overlapping Debt	$ 39,228		$ 39,228

TOWN OF ENFIELD, CONNECTICUT **TABLE 11**

SCHEDULE OF DEBT LIMITATION
June 30, 2010
(Unaudited)
(In Thousands)

Total Collections (Including Interest and Lien Fees) for the Year ended June 30, 2010	$ 84,461
Reimbursement for Revenue Loss on:	
Elderly Freeze	2
	$ 84,463

	General Purpose	Schools	Sewers	Urban Renewal	Pension Funding
Debt Limitation					
2 1/4 times base	$ 190,042	$ -	$ -	$ -	$ -
4 1/2 times base	-	380,084	-	-	-
3 3/4 times base	-	-	316,736	-	-
3 1/4 times base	-	-	-	274,505	-
3 times base	-	-	-	-	253,389
Total debt limitation	190,042	380,084	316,736	274,505	253,389
Indebtedness:					
Bonds payable	22,705	6,460	-	-	-
Fire District debt	10,063	-	-	-	-
Total indebtedness	32,768	6,460	-	-	-
Debt Limitation in Excess of Outstanding and Authorized Debt	$ 157,274	$ 373,624	$ 316,736	$ 274,505	$ 253,389

Total Capacity of Borrowing (7 times Base)	$ 591,241
Total present Indebtedness	39,228
Margin for Additional Borrowing	$ 552,013

TOWN OF ENFIELD, CONNECTICUT

TABLE 12

LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(In thousands)

	FISCAL YEAR									
	2010	**2009**	**2008**	**2007**	**2006**	**2005**	**2004**	**2003**	**2002**	**2001**
Debt Limitation	$ 591,241	$ 601,174	$ 585,830	$ 582,253	$ 554,757	$ 534,597	$ 522,675	$ 496,840	$ 463,290	$ 433,891
Total Net Debt Applicable to Limit	39,228	38,552	40,320	24,605	27,875	29,945	34,360	37,739	25,496	9,000
Legal Debt Margin	$ 552,013	$ 562,622	$ 545,510	$ 557,648	$ 526,882	$ 504,652	$ 488,315	$ 459,101	$ 437,794	$ 424,891
Total Net Debt Applicable to the Limit as Percentage of Debt Limit	6.63%	6.41%	6.88%	4.23%	5.02%	5.60%	6.57%	7.60%	5.50%	2.07%

Source: Comprehensive annual financial report - Schedule of Debt Limitation.
Note: See Table 11 for calculation of current year debt limitation.

DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years
(In Thousands, Except Median Age)

Fiscal Year	Population [1]	Per Capita Income [1]	Median Family Income [1	Median Age	School Enrollment [2]	Unemployment Rate [3]
2010	45	$ 21	$ 61	37.3	6	8.3%
2009	45	22	61	37.3	6	7.7%
2008	45	22	61	37.3	6	6.5%
2007	45	22	61	37.3	6	4.7%
2006	45	22	61	37.3	7	4.7%
2005	45	22	61	37.3	7	4.9%
2004	45	22	61	37.3	7	5.1%
2003	45	22	61	37.3	7	4.5%
2002	45	27	61	35.3	7	3.5%
2001	45	27	61	35.3	7	2.3%

[1] Source: U.S. Department of Commerce, Bureau of the Census 2000
[2] Source: Town of Enfield School Administration
[3] Source: State of Connecticut Department of Labor October 2010

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

		2010			2000		
Employer	Nature of Business	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Mass Mutual Insurance	Insurance	2,000	1	8.93%	-	-	-
Hallmark Cards, Inc.	Greeting Cards	700	2	3.13%	902	3	3.95%
Precision Camera	Camera Repair	350	3	1.56%	-	-	-
CUNO Inc.	Water Filters	250	4	1.12%	180	8	0.79%
Retail Brand Alliance	Retail	380	5	1.70%	500	5	2.19%
Lego Building Corp.	Plastic Games & Toys	-	6	0.00%	1,055	1	4.62%
CT Dept. of Corrections	Detention Facilities	-	7	0.00%	-	-	-
Martin Brower	Transportation	-	8	0.00%	-	-	-
Specialized Technology Resources	Quality Assurance	250	9	1.12%	-	-	-
Phoenix	Insurance	-	-	-	1,000	2	4.38%
CT Dept. of Corrections	Detention Facilities	-	-	-	811	4	3.55%
Super Stop & Shop	Grocery	-	-	-	250	6	1.09%
J.C. Penney	Retail	-	-	-	200	7	0.88%
Total		3,930		22.71%	4,898		22.34%

Source: Town of Enfield, Official Statement and Historical Report

FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	FULL-TIME EQUIVALENT EMPLOYEES AS OF JUNE 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General government	59	68	63	64	64	66	62	63	62	62
Public Safety	138	138	138	120	129	116	115	115	118	118
Refuse collection	21	22	22	19	20	19	18	19	20	20
Social Services	68	74	75	83	81	81	76	68	64	64
Other public works	109	65	68	69	70	67	66	67	65	65
Parks and recreation	3	3	2	3	3	3	3	3	3	3
Library	19	19	18	28	28	24	25	25	25	25
Education	835	831	854	840	826	829	828	840	827	815
Total	1,252	1,220	1,240	1,226	1,221	1,205	1,193	1,200	1,184	1,172

Source: Historical annual reports and departmental reports.

TOWN OF ENFIELD, CONNECTICUT **TABLE 16**

OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	FISCAL YEAR									
	2010	**2009**	**2008**	**2007**	**2006**	**2005**	**2004**	**2003**	**2002**	**2001**
General government:										
Building permits issued	1,745	1,782	1,718	1,979	2,486	2,413	2,463	1,957	2,083	1,949
Police:										
Physical arrests	2,723	1,510	1,616	3,336	3,269	1,657	1,889	1,877	2,028	1,759
Parking violations	415	583	457	619	546	657	669	847	558	636
Traffic violations	11,182	11,797	12,815	9,256	8,294	7,756	6,610	6,559	9,000	7,847
Refuse collection:										
Refuse collected (tons per day)	85	62	60	69	68	61	61	56	58	58
Recyclables (tons per day)	14	13	12	11	11	11	19	12	11	12
Library:										
Volumes in collection	143,538	145,570	141,039	136,109	143,148	139,584	135,459	129,486	124,602	139,610
Total volumes borrowed	386,072	383,243	350,951	330,551	334,204	337,483	333,835	314,311	266,309	225,278
Wastewater:										
Average daily sewage treatment (thousands of gallons)	2,020	5,900	6,532	5,200	5,336	5,729	4,410	4,574	4,696	4,355

Source: Historical departmental reports
n/a: Information not available

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	FISCAL YEAR									
Function/Program	**2010**	**2009**	**2008**	**2007**	**2006**	**2005**	**2004**	**2003**	**2002**	**2001**
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Zone offices	1	1	2	2	2	2	2	2	2	2
Patrol districts	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	15	13	10	10	10	9	10	11	7	7
Other public works:										
Streets (miles)	181	181	180	180	180	180	180	180	180	180
Highways (miles)	30	30	30	30	30	30	30	30	30	30
Streetlights	3690	3690	57	57	57	57	51	51	51	51
Traffic signals	8	8	8	8	8	9	8	8	8	8
Parks and recreation:										
Acreage	404	404	205	205	205	205	205	205	205	205
Playgrounds	11	11	10	10	10	10	10	10	10	10
Baseball/softball diamonds	35	35	30	30	30	30	30	30	30	30
Soccer/football fields	17	17	17	17	17	22	22	22	22	22
Community centers	2	2	2	2	2	1	1	1	1	1
Wastewater:										
Sanitary sewers (miles)	286	286	300	300	300	300	300	300	300	300
Storm sewers (miles)	400	400	400	400	400	400	400	400	400	400