

TOWN OF NEW HARTFORD

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Introductory Section

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TOWN OF NEW HARTFORD

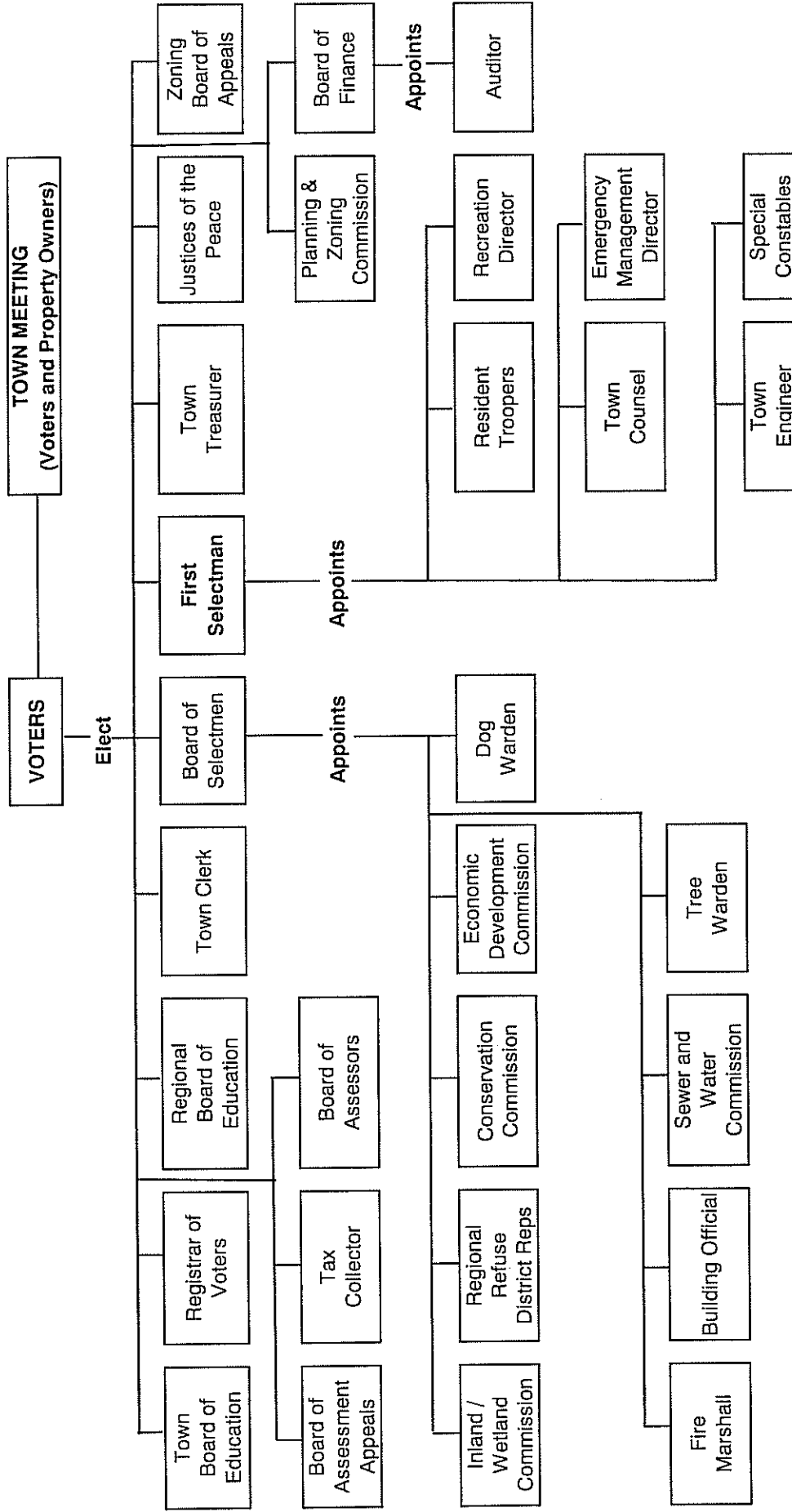
Principal Officials

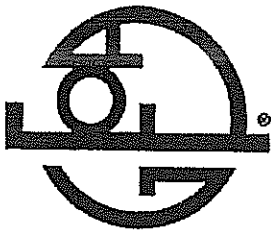
June 30, 2012

<u>Office</u>	<u>Name</u>	<u>Manner of Selection</u>	<u>Term</u>
First Selectman	Daniel V. Jerram	Elected	2 years
Selectman	Jack Casey	Elected	2 years
Selectman	Alesia Kennerson	Elected	2 years
Town Clerk	Donna N. LaPlante	Elected	4 years
Tax Collector	Linda M. Sheffield	Elected	2 years
Treasurer	Gordon Ross	Elected	2 years
Assessor	Beth Paul	Appointed	Indefinite
Board of Finance - Chair	Bernard J. Witte	Elected	6 years
Board of Education - Chair	Bryan Keilty	Elected	6 years
Superintendent/Principal	Dr. Phillip O'Reilly	Appointed	Indefinite
Judge of Probate	Michael Magistralli	Elected	4 years

TOWN OF NEW HARTFORD

Organizational Chart





The Government Finance Officers Association
of the United States and Canada

presents this

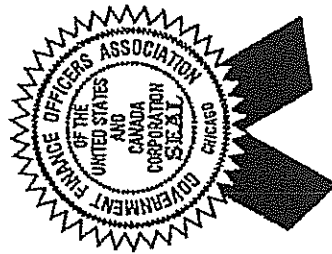
AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Annie Witte

Town Bookkeeper

Town of New Hartford, Connecticut



The award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the individual(s) designated as instrumental in their government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

Executive Director

Date September 26, 2012

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Daniel V. Jerram
First Selectman



Town Hall
530 Main Street
Post Office Box 316
New Hartford, CT
06057

December 21, 2012

To the Members of the Board of Selectmen, Board of Finance,
Board of Education and Citizens of the Town of New Hartford, Connecticut:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of New Hartford, CT (the "Town") for the fiscal year ended June 30, 2012. The appointed auditors from King, King & Associates, CPAs Certified Public Accountants, have issued their opinion on New Hartford's financial statements for the Fiscal Year 2011-12, which states that the Town's financial statements are fairly presented in accordance with generally accepted accounting principles. Additionally, the auditor's reports issued under *Government Auditing Standards* report no material weaknesses and no findings under grant programs. The independent auditor's report is located at the front of the financial section of this report. Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

This report was prepared by the Town Finance Department under the direction of the First Selectman with the services of King, King & Associates, CPAs as the Town's contractual auditor. The report consists of management's representations concerning the finances of the Town. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive internal control framework that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that this financial report is complete to the best of our knowledge and belief.

The Town is required to undergo an annual audit in conformity with the provisions of the Connecticut General Statutes, the Connecticut Single Audit Act, Federal Single Audit Act, and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, when applicable. Information related to the Connecticut State Single Audit, including the Schedule of Expenditures of State Financial Assistance, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations are issued under a separate cover and are not included in this report. Copies of these reports are on file in the Town Clerk's office.

Profile of the Government

Description of the Town

New Hartford borders the City of Torrington to the west, Barkhamsted to the north, Canton to the east, and Burlington and Harwinton to the south. The Town was settled in 1733 and incorporated five years later in October of 1738. State routes 44, 202, and 219 along with numerous town and private roads traverse New Hartford's 38.3 square miles. Grades kindergarten through six attend

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local Town schools. Two of the three Town schools have been renovated in the last 10 years. The renovations were funded primarily through state construction grants and long-term bonds, which are in the repayment phase. The bond for Bakerville Consolidated School will be fully repaid on September 1, 2013. Grades seven through twelve attend Northwestern Regional School District No. 7 in Winsted, whose member towns include New Hartford, Barkhamsted, Colebrook, and Norfolk. The school buildings were renovated in 1999, financed primarily through state construction grants and long-term bonds that are being repaid through assessments to the member Towns. All schools attended by the residents are widely accepted to maintain high levels of scholastic achievement.

Many of New Hartford's residents commute to Hartford and Torrington to white collar and management positions. Land use is characterized by many large, limited purpose sites such as the Nepaug State Forest (1,017.4 acres), Metropolitan District Commission water shed lands (2,481.62 acres), sizable agricultural areas, land acquired as open space, and vacant land. The few developments in Town are consistently moderate to low density single family residences. The Town has experienced steady population growth in the last 40 years growing from a population of 3,993 in 1970 to 6,929 according to 2010 State of Connecticut Department of Health Services estimates. The University of Connecticut State Data Center projects that the population of New Hartford will grow to 7,296 by 2015.

The Town's principal industries are manufacture of plumbing supplies, aircraft parts, electronic components, springs, guitars, industrial adhesives, motion control products, agriculture and plastics. The world famous Ovation Guitar Company is headquartered in New Hartford along with a number of smaller manufacturers and fabricators. Home Depot provides large scale retail of home improvement products. Recreational sites, such as the Farmington River for fishing and boating and Ski Sundown for skiing, attract visitors year round.

Form of Government

New Hartford is governed by the Board of Selectmen/Board of Finance/Town Meeting form of government. A three-member Board of Selectmen, elected biennially, serves as the executive body, and a full-time First Selectman acts as the Town's Chief Executive. The six-member Board of Finance, in conjunction with the First Selectman and the elected part-time Treasurer, is responsible for finances and for preparing and presenting the annual budget of the Town.

The Town Meeting is the legislative body that must approve the annual budget, all special appropriations or expenditures over \$20,000, and all bond and note authorizations. Local elections are held every odd-numbered year in November. There are two voting districts, but all elected officials serve at-large. The Board of Selectmen assumes office four weeks after election and appoints members of various Town boards, commissions, and committees. The Board of Education appoints the Superintendent of Schools who is responsible for administering the Town's educational system.

The Town provides a full range of services, including police and fire protection; emergency medical services; highway, parks and recreation; solid waste disposal; water and sewer; elementary education; library services; utilities; and services to the elderly.

The annual budget serves as the foundation for the Town's financial planning and control. The Board of Selectmen hold public review sessions before approving a proposed budget and submitting it to the Board of Finance each year. The Board of Finance reviews the budget with the Board of Selectmen and holds a public hearing in May each year. The Board of Finance may reduce the budget before recommending the budget to the annual town budget meeting each year, at which electors adopt the annual budget unless a referendum is petitioned and the meeting adjourned to a special budget referendum election.

Factors Affecting Financial Condition

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

Local Economic Condition and Outlook

Local economic indicators have slowed considerably and remain at record low levels. Unemployment remains very high in New Hartford (June 2012 was 6.7%). Residential construction, the primary source of Grand List growth remains at record low levels. Seven (7) permits were issued for new homes in 2011 (10 year average in New Hartford is 27 permits/year). The Town is anticipating a reduction in some state grants as the State of Connecticut continues to generate deficits between \$365 million and \$1.1 billion dollars annually. Over the past year the town has utilized state and federal grants to complete several large infrastructure projects, but grant funding continues to get harder to find.

Two additional State grants totaling \$400,000 remain in the design/bidding phase. A \$150,000 sewer remediation grant is currently out to bid. This project will replace an older collapsed line on Main Street (Route 44) within the Village Center. The second, \$250,000 grant, a technically more complicated grant remains in the design approval phase with the State of Connecticut Department of Transportation.

While the State projects population growth, the Town is not anticipating any significant increase to the tax base by way of new residents or businesses, as the current declining economic times has people being cautious relative to spending. The First Selectman is committed to continued budget restraint combined with pursuit of grant funds (when available) to help maintain affordable real estate taxes. The First Selectman has taken action to limit long term budget growth by minimizing growth in labor costs through reasonable contractual salary increases balanced with increased co-funding of health care costs by employees. The Town and Municipal Employee unions have also agreed to "sunset" the Town's pension program in favor of a new Defined Contribution Plan which will show significant savings to the Town in the future.

Long-Term Financial Planning

The Municipal Reserve fund provides financial resources for the acquisition of major equipment or the construction of capital facilities. The Town periodically maintains individual capital projects funds for special grant funded projects, such as school renovation projects. Municipal debt service remains low and no new bonded initiatives have been undertaken. The Town's largest municipal debt consists of the USDA loan for construction of the now completed Wastewater Treatment Plant (WWTP). This \$8,950,000 project was funded through a \$3,650,000 USDA Loan. Debt service on the loan will cost residents and taxpayers roughly \$195,000 per year with 61 percent of the debt paid for by Sewer users and 39 percent paid for by the general taxpayers. The First Selectman has acquired a 2 year principal deferral to manage costs through the prolonged recession. Appropriations are made on an annual basis by the Board of Selectmen, Board of Finance and Board of Education within the respective operating budgets for infrastructure and facility improvements and vehicle and equipment acquisition.

Cash and Investment Management Policies and Practices

All cash during the year was maintained in demand accounts. The Town restricts its investment activities to instruments that provide, in order of priority, the greatest safety, liquidity and yield.

Risk Management

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God. The Town purchases commercial insurance to cover most potential risks of loss. Neither the Town nor its insurers have settled any claim within the past year, which have exceeded the Town's insurance coverage. There were no significant changes in coverage from the prior year, and no settlements have exceeded insurance coverage in the last three years. Additional information of the Town of New Hartford's risk management activity can be found in Note 7 of the notes to the financial statements.

Pension Trust Fund Operations

The Town has a Pension Trust Fund for Town employees hired on or before July 1, 2011, which is a single employer, defined benefit, noncontributory plan that is administered by the Town. Board of Education employees that are excluded from this plan are participants in the State Teachers Retirement System. Teacher pension contributions provided and managed by the State of Connecticut on behalf of the Town are disclosed in the Town's financial statements but are not a part of the Town's Pension Trust Funds. Newer employees (hired after July 1, 2011) are offered a co-funded Municipal 457 plan administered through ING.

The Town's pension assets are invested in Cash Equivalents (Money Funds) and various Mutual Funds. These accounts are managed by investment professionals. The firm is responsible for coordinating and monitoring the management of the investments within guidelines contained in an approved investment plan. A five-member Pension Committee is appointed by the Board of Selectmen and meets quarterly to review investment performance and asset allocation decisions. The investment policy and allocation guidelines are adjusted on a periodic basis by the Board of Selectmen upon recommendation by the Pension Committee. Over the past two fiscal years, the economy has had a significant impact on the value of the assets of the pension fund. The pension fund balance has grown significantly over this time, regaining prior losses with a current balance of \$2,034,773 as of June 30, 2012. Annual pension contributions currently exceed \$208,000.

Independent Audit

Connecticut General Statutes require that all municipalities have their accounts audited annually by an independent public accountant as required under Connecticut General Statutes Section 7-392. The Board of Finance appointed King, King & Associates, CPAs to conduct the 2011-2012 Town audit. The independent auditor's report is included in this report.

Certificate of Achievement

This report has been prepared following the guidelines of the Government Finance Officers Association (GFOA) of the United States and Canada and the Governmental Accounting Standards Board (GASB). The GFOA awards a Certificate of Achievement for Excellence in Financial Reporting to governmental units that publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The GFOA awarded the certificate to the Town of New Hartford for the fiscal years ending 2009, 2010 and 2011. 2009 was the first year that the Town ever received an award of this type.

A Certificate of Achievement, which is valid for one year only, is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment for a government unit and its management. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine eligibility for another certificate.

Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Board of Selectmen, Board of Finance, and the Finance Department. I would like to express my appreciation to them and other town departments who assisted in compiling this report. My office aims to provide support and advice necessary to carry out the policies of the New Hartford Board of Selectmen and Board of Finance, along with the many challenging issues confronting New Hartford in the years ahead.

Respectfully submitted,



Daniel V. Jerram
First Selectman

Financial Section

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King, King & Associates, CPAs

Certified Public Accountants
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Independent Auditor's Report

To the Board of Finance
Town of New Hartford, CT

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of New Hartford, CT as of and for the year ended June 30, 2012, which collectively comprise the Town of New Hartford, CT's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of New Hartford, CT's management. Our responsibility is to express an opinion on these financial statements based on our audit.

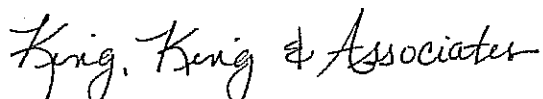
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and 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, business-type activities, each major fund, and the aggregate remaining fund information of the Town of New Hartford, CT, as of June 30, 2012, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2012, on our consideration of the Town of New Hartford, CT'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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 10 through 16 and the supplementary pension plan information on pages 48 and 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basis financial statements in an appropriate operational, economic, or historical content. We have applied certain limited procedures to the supplementary information required by accounting principles generally accepted in the United States of America, which consisted of inquiries of management about methods of preparing the information and comparing the information the information for consistency with management's responses to our inquiries, the basis financial statements, and other knowledge we obtained during the audit of the basis financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of New Hartford, CT's financial statements as a whole. The introductory sections, combining and individual nonmajor fund financial statements, statistical section and other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. The supplemental and combining and individual nonmajor fund statements and schedules are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



King, King & Associates, CPAs
Winsted, CT
December 19, 2012

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

As management of the Town of New Hartford, CT, we offer readers of the Town of New Hartford, CT's financial statements this narrative overview and analysis of the financial activities of the Town of New Hartford, CT for the fiscal year ended June 30, 2012.

Financial Highlights

- The assets of the Town of New Hartford, CT exceeded its liabilities at the close of the most recent fiscal year by \$23,633,618 (*net assets*). Of this amount, \$1,501,166 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors. Restricted net assets of \$31,929 represent funds held in the Community Investment.
- The government's total net assets increased by \$34,276. This increase is attributable primarily to an increase in capital assets.
- As of the close of the current fiscal year, the Town of New Hartford, CT's governmental funds reported combined ending fund balances of \$5,088,855, an increase of \$115,536 in comparison with the prior year. The increase was primarily attributable to the cost savings in most departments. Of this amount, \$3,083,829 is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, assigned and unassigned fund balance for the General Fund was \$3,942,162 or 18.0% percent of total General Fund expenditures.

Overview of the Financial Statements

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

Government-Wide Financial Statements: The *government-wide financial statements* are designed to provide readers with a broad overview of the Town of New Hartford, CT's finances, in a manner similar to a private-sector business.

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

The *statement of activities* presents information showing how the government's net assets are changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in future cash inflows (revenues) and outflows (expenditures).

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

Both of the government-wide financial statements distinguish functions of the Town of New Hartford, CT that are principally supported by grants and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Town of New Hartford, CT include education, public safety, general government and highway.

The government-wide financial statements can be found on pages 17-18 of this report.

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

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

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

The Town of New Hartford, CT maintains twelve (12) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund.

The Town of New Hartford, CT adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 19-23 of this report.

Proprietary Funds: The Town maintains one proprietary fund. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority.

The basic proprietary fund financial statements can be found on pages 24-26 of this report.

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

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

The basic fiduciary fund financial statements can be found on pages 27-28 of this report.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29-47 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Town of New Hartford, CT, assets exceeded liabilities by \$23,633,618 at the close of the most recent fiscal year.

	Governmental Activities		Business-Type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Current and Other Assets	\$ 5,870,610	\$ 5,871,677	\$ 291,701	\$ 280,607	\$ 6,162,311	\$ 6,152,284
Capital Assets	15,397,076	15,764,415	11,734,187	12,093,675	27,131,263	27,858,090
Total Assets	21,267,686	21,636,092	12,025,888	12,374,282	33,293,574	34,010,374
Long-term Liabilities	5,385,651	6,060,691	3,076,847	3,075,915	8,462,498	9,136,606
Other Liabilities	1,148,348	1,224,484	49,110	49,942	1,197,458	1,274,426
Total Liabilities	6,533,999	7,285,175	3,125,957	3,125,857	9,659,956	10,411,032
Net Assets:						
Invested in Capital Assets, net of Related Debt	11,155,435	10,921,448	10,945,088	11,265,057	22,100,523	22,186,505
Restricted	31,929	28,944	-	-	31,929	28,944
Unrestricted	3,546,323	3,400,525	(2,045,157)	(2,016,632)	1,501,166	1,383,893
Total Net Assets	\$ 14,733,687	\$ 14,350,917	\$ 8,899,931	\$ 9,248,425	\$ 23,633,618	\$ 23,599,342

The restricted portion of the Town of New Hartford, CT's net assets represents net assets restricted for Community Investments. The balance of *unrestricted net assets* (\$3,546,323) may be used to meet the government's ongoing obligations to citizen and creditors.

At the end of the current fiscal year, the Town of New Hartford, CT's Governmental Activities is able to report positive balances in all categories of net assets, for the government as a whole.

Net assets of governmental activities increased by \$382,770 during this fiscal year. This increase is primarily attributable to cost savings in all departments partially offset by the return of USDA grant proceeds.

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

Net assets of business-type activities decreased by \$ 348,494 during this fiscal year. This decrease is primarily attributable to the ongoing operations, including continued depreciation of the wastewater treatment plant.

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
REVENUES						
<i>General Revenues:</i>						
Property Taxes	\$ 17,274,591	\$ 16,990,778	\$ -	\$ -	\$ 17,274,591	\$ 16,990,778
Unrestricted Grants	222,749	236,197	-	-	222,749	236,197
Investment Income	43,584	30,162	-	-	43,584	30,162
Rental Income	47,278	45,901	-	-	47,278	45,901
Other Income	73,393	27,261	-	-	73,393	27,261
<i>Program Revenues:</i>						
Charges for Services	491,230	484,315	666,939	617,682	1,158,169	1,101,997
Operating Grants and Contributions	4,827,438	4,382,922	-	-	4,827,438	4,382,922
Capital Grants and Contributions	117,896	1,450,936	-	2,697,580	117,896	4,148,516
Total Revenues	<u>23,098,159</u>	<u>23,648,472</u>	<u>666,939</u>	<u>3,315,262</u>	<u>23,765,098</u>	<u>26,963,734</u>
EXPENSES						
<i>Governmental Activities:</i>						
General Government	1,940,123	2,257,960	-	-	1,940,123	2,257,960
Public Safety	616,213	738,279	-	-	616,213	738,279
Highway	1,535,240	1,834,332	-	-	1,535,240	1,834,332
Planning and Development	144,909	164,289	-	-	144,909	164,289
Health and Welfare	331,132	296,489	-	-	331,132	296,489
Libraries	263,000	259,000	-	-	263,000	259,000
Parks and Recreation	317,706	317,543	-	-	317,706	317,543
Commissions and Agencies	76,513	64,330	-	-	76,513	64,330
Education	16,837,641	16,341,565	-	-	16,837,641	16,341,565
Interest Expense	232,961	-	-	-	232,961	-
<i>Business-Type Activities:</i>						
Water and Sewer System	-	-	979,493	877,457	979,493	877,457
Total Expenses	<u>22,295,438</u>	<u>22,273,787</u>	<u>979,493</u>	<u>877,457</u>	<u>23,274,931</u>	<u>23,151,244</u>
Change in Net Assets Before Special Items and Transfers	802,721	1,374,685	(312,554)	2,437,805	490,167	3,812,490
<i>Special Item:</i>						
Return of Unexpended Grant	(455,891)	-	-	-	(455,891)	-
Transfers	35,940	954,570	(35,940)	(954,570)	-	-
Change in Net Assets	382,770	2,329,255	(348,494)	1,483,235	34,276	3,812,490
Beginning Net Assets	<u>14,350,917</u>	<u>12,021,662</u>	<u>9,248,425</u>	<u>7,765,190</u>	<u>23,599,342</u>	<u>19,786,852</u>

Governmental Activities: Governmental activities increased the Town of New Hartford, CT's net assets by \$ 382,770. Seventy-five percent (75%) of the revenues of the Town were derived from property taxes, followed by twenty-two percent (22%) from grants and contributions, then two percent (2%) from charges for services, then one percent (1%) from other general revenues and investment earnings.

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

Major revenue factors include:

- ARRA Education Jobs Fund Grant
- Town Clerk and Assessor fees decreased
- Better than anticipated Property Tax collections
- STEAP Grant Awards
- Pick up in Special Ed Student based supplement
- Pickup in Municipal Revenue Sharing Grant funds
- Better than anticipated investment income due to moving town accounts
- Receipt of \$41,222 from FEMA

For Governmental Activities, 76% of the Town's expenses relate to education, 4% relate to public safety and health and welfare, 7% relate to public works/capital outlay, and the remaining 13% relates to government and community services, administration, and other areas.

Major expense factors include:

- Less than anticipated costs for health insurance
- Reduction in assessments for New Hartford Volunteer Ambulance Association
- Less than anticipated costs for legal and professional fees
- An additional \$49,000 appropriation for a second hand road grader
- Increase in Salt and Sand expense to properly reflect usage
- Highway Department continues to have significant tree removal issues as well as maintenance & repair of large capital assets.
- Paving town roadways was a priority as well.

Other significant grant/projects included in governmental activities include:

- DECD Housing Rehab Grant
- Construction of the Sand/Salt Shed.
- Brook Street Sewer repair.

Business-Type Activities: Business-type activities decreased the Town of New Hartford, CT's net assets by \$348,494. One hundred percent (100%) of the revenues of the business-type activities were derived from charges for services. During the year the New Hartford Water Pollution Control Authority transferred grant funds to the General Fund totaling \$35,940 to reflect the 61%/39% split.

Financial Analysis of the Government's Funds

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

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

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

As of the end of the current fiscal year, the Town of New Hartford, CT's governmental funds reported combined ending fund balances of \$5,088,855, an increase of \$115,536 in comparison with the prior year. 61% of this total amount constitutes *unassigned fund balance*, which is available for spending at the government's discretion.

The General Fund is the chief operating fund of the Town of New Hartford, CT. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,083,829. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 14.1 percent of total General Fund expenditures. GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, has further classified unreserved fund balance into two categories: Assigned and Unassigned. Assigned Fund Balance is also available for use in the General Fund at the direction of the Boards of Finance and Selectmen. The total Unassigned and Assigned Fund Balance in the General Fund is \$3,942,162. The remaining fund balance of \$17,542 represents monies restricted for the Waste Water Treatment Plant.

The fund balance of the Town of New Hartford, CT's General Fund decreased by \$39,125 during the current fiscal year. As previously discussed, there were better than anticipated revenue collections, cost saving in most departments, however these favorable conditions were reduced by the return of unexpended USDA Grant funds of \$455,891.

General Fund Budgetary Highlights

- Projected Revenues were underestimated and exceeded expectations and there were cost savings in all departments therefore the budgeted use of \$144,979 of surplus was not needed.

Capital Asset and Debt Administration

Capital Assets: The Town of New Hartford, CT's investment in capital assets for its governmental and business-type activities as of June 30, 2012, amounts to \$27,131,263 (net of accumulated depreciation). This investment in capital assets includes land and buildings, vehicles, machinery and equipment. Major capital asset events during the current fiscal year included the following:

- School Fuel Storage Tank
- Brodie Field House Roof Replacement and Structural Renovations
- Brodie Park Berkshire Hall Roof Replacement
- Brook Street Sewer Project
- Sand/Salt Shed Project
- Brown's Corner Parking improvements, Fencing and Landscaping
- Purchase of a used 1999 John Deere Road Grader
- Purchase of Computer Hardware and Server

TOWN OF NEW HARTFORD, CT
Management's Discussion and Analysis
June 30, 2012

<i>Governmental Activities:</i>	<u>2012</u>	<u>2011</u>
Land & Infrastructure	6,920,006	7,173,673
Construction in Progress	678,011	611,501
Building & Improvements	7,543,198	7,696,717
Vehicles	101,845	153,355
Machinery & Equipment	154,016	129,169
Total	<u>\$ 15,397,076</u>	<u>\$ 15,764,415</u>
	<u>2012</u>	<u>2011</u>
<i>Business-type activities:</i>		
Land and Infrastructure	\$ 11,507	\$ 11,507
Buildings and Improvements	11,722,680	12,082,168
	<u>\$ 11,734,187</u>	<u>\$ 12,093,675</u>

Additional information on the Town of New Hartford, CT's capital assets can be found in Note 3 on pages 39-40 of this report.

Long-Term Debt: The Town of New Hartford, CT has the following obligations:

	<u>2012</u>	<u>2011</u>
Compensated absences	\$ 355,458	\$ 407,032
Premium on Bond	641	967
Pension benefit obligation	165,123	144,550
USDA Loan	3,594,000	3,594,000
G.O. Bonds	4,321,000	4,947,000
Loans	709,099	723,618
Total	<u>\$ 9,145,321</u>	<u>\$ 9,817,167</u>

The Town of New Hartford, CT's total debt decreased by \$671,846 during the current fiscal year, due to the repayment of debt. Additional information on the Town of New Hartford, CT's long-term debt can be found in Note 3 on pages 41-43 of this report.

Economic Factors and Next Year's Budgets and Rates

- The Town will use \$300,000 of fund balance to finance the subsequent year's budget.
- State grants are expected to fluctuate due to lack of revenue sources.
- Current recession has people cautious relative to spending.

Request for Information

This financial report is designed to provide a general overview of the Town of New Hartford, CT's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Board, Town of New Hartford, 530 Main Street, P.O. Box 316, New Hartford, CT 06057.

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Basic Financial Statements

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TOWN OF NEW HARTFORD

Statement of Net Assets

June 30, 2012

	<u>Primary Government</u>		
	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>	
Assets			
Current Assets			
Cash and Cash Equivalents	\$ 4,870,127	\$ 44,024	\$ 4,914,151
State and Federal Grants Receivable	40,143	-	40,143
Taxes and Assessments Receivable	349,882	247,677	597,559
Interest Receivable	85,069	-	85,069
Inventories	2,051	-	2,051
Total Current Assets	<u>5,347,272</u>	<u>291,701</u>	<u>5,638,973</u>
Noncurrent Assets:			
Restricted for Wastewater Treatment Plant Project			
Cash and Cash Equivalents	17,542	-	17,542
Deferred Loans Receivable	431,984	-	431,984
Investments	73,812	-	73,812
Capital Assets:			
Nondepreciable Assets	6,119,491	11,507	6,130,998
Depreciable Buildings and Equipment, net	<u>9,277,585</u>	<u>11,722,680</u>	<u>21,000,265</u>
Total Noncurrent Assets	<u>15,920,414</u>	<u>11,734,187</u>	<u>27,654,601</u>
Total Assets	<u>21,267,686</u>	<u>12,025,888</u>	<u>33,293,574</u>
Liabilities			
Current Liabilities			
Accounts Payable	377,863	14,518	392,381
Accrued Expenses	80,721	-	80,721
Deferred Grant Revenue	33,777	-	33,777
Other Payables	7,756	-	7,756
Current Portion of Long-Term Obligations	<u>643,231</u>	<u>34,592</u>	<u>677,823</u>
Total Current Liabilities	<u>1,143,348</u>	<u>49,110</u>	<u>1,192,458</u>
Non-Current Liabilities			
Internal Balances	(2,322,340)	2,322,340	-
Noncurrent Portion of Long-Term Obligations	7,712,350	754,507	8,466,857
Other Non-Current Liabilities	<u>641</u>	<u>-</u>	<u>641</u>
Total Noncurrent Liabilities	<u>5,390,651</u>	<u>3,076,847</u>	<u>8,467,498</u>
Total Liabilities	<u>6,533,999</u>	<u>3,125,957</u>	<u>9,659,956</u>
Net Assets			
Invested in Capital Assets, net of related debt	11,155,435	10,945,088	22,100,523
Restricted for Community Investment	31,929	-	31,929
Unrestricted	<u>3,546,323</u>	<u>(2,045,157)</u>	<u>1,501,166</u>
Total Net Assets	<u>\$ 14,733,687</u>	<u>\$ 8,899,931</u>	<u>\$ 23,633,618</u>

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

TOWN OF NEW HARTFORD

Statement of Activities

For the Year Ended June 30, 2012

		Net (expense) revenue and changes in net assets			
Functions/programs	Expenses	Program revenues			
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
			for Services	and Contributions	
Primary government:					
Governmental activities					
General Government	\$ 1,940,123	\$ 115,562	\$ 3,725	\$ 19,874	\$ (1,800,962)
Public Safety	616,213	16,818	2,074	-	(597,321)
Highway	1,535,240	-	356,345	30,810	(1,148,085)
Planning and Development	144,909	67,168	98,417	67,212	87,888
Health and Welfare	331,132	-	-	-	(331,132)
Libraries	263,000	-	-	-	(263,000)
Parks and Recreation	317,706	180,775	-	-	(136,931)
Commissions/Agencies	76,513	-	-	-	(76,513)
Education	16,837,641	110,907	4,366,877	-	(12,359,857)
Interest Expense	232,961	-	-	-	(232,961)
Total governmental activities	22,295,438	491,230	4,827,438	117,896	(16,858,874)
Business-type activities					
Water and sewer system	979,493	666,939	-	-	(312,554)
Total business-type activities	979,493	666,939	-	-	(312,554)
Total primary government	\$ 23,274,931	\$ 1,158,169	\$ 4,827,438	\$ 117,896	(17,171,428)
General revenues:					
Property taxes levied for general purposes		17,274,591	-	-	17,274,591
Grants not restricted to specific purpose		222,749	-	-	222,749
Unrestricted Investment income		43,584	-	-	43,584
Rental Income		47,278	-	-	47,278
Other Income		73,393	-	-	73,393
Total general revenues		17,661,595	-	-	17,661,595
Return of Unexpended Grant Funds		(455,891)	-	-	(455,891)
Transfers		35,940	(35,940)	-	-
Total general revenues and transfers		17,241,644	(35,940)	-	17,205,704
Change in net assets		382,770	(348,494)	-	34,276
Net assets - beginning		14,350,917	9,248,425	-	23,599,342
Net assets - ending		\$ 14,733,687	\$ 8,899,931	\$	\$ 23,633,618

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

TOWN OF NEW HARTFORD

Balance Sheet Governmental Funds June 30, 2012

	<u>General</u>	Nonmajor Governmental <u>Funds</u>	<u>Total</u>
Assets			
Cash and Cash Equivalents	\$ 4,244,722	\$ 625,405	\$ 4,870,127
Investments	-	73,812	73,812
State and Federal Grants Receivable	40,143	-	40,143
Deferred Loans Receivable	-	431,984	431,984
Interfund Receivables	65,020	95,772	160,792
Internal Loans - WPCA	130,000	-	130,000
Property Taxes Receivable, Net	349,882	-	349,882
Inventories	-	2,051	2,051
Restricted for Wastewater Treatment Plant Project			
Cash and Cash Equivalents	17,542	-	17,542
Total Assets	<u>\$ 4,847,309</u>	<u>\$ 1,229,024</u>	<u>\$ 6,076,333</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	350,766	27,097	377,863
Accrued Expenses	80,721	-	80,721
Deferred Revenue	360,346	-	360,346
Interfund Payables	95,772	65,020	160,792
Due to State of CT	-	7,756	7,756
Total Liabilities	<u>887,605</u>	<u>99,873</u>	<u>987,478</u>
Fund balances:			
Nonspendable: Inventories	-	2,051	2,051
Restricted for:			
Capital Projects	17,542	-	17,542
Historical Documents	-	11,757	11,757
Small Cities Housing Rehabilitation	-	499,888	499,888
Community Investment	-	31,929	31,929
Committed to:			
Municipal Reserve (Capital Projects)	-	359,783	359,783
Dog Fund	-	1,454	1,454
Open Space	-	40,066	40,066
Assigned (See Note 8)	858,333	182,223	1,040,556
Unassigned	3,083,829	-	3,083,829
Total Fund Balances	<u>3,959,704</u>	<u>1,129,151</u>	<u>5,088,855</u>
Total Liabilities and Fund Balances	<u>\$ 4,847,309</u>	<u>\$ 1,229,024</u>	<u>\$ 6,076,333</u>

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

TOWN OF NEW HARTFORD

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets June 30, 2012

Fund balances reported in governmental funds Balance Sheet	\$ 5,088,855
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**Amounts reported for governmental activities in the government- wide
Statement of Net Assets are different because:**

The governmental fund Balance Sheet includes revenues that will only be available to pay current period liabilities. Adjustments are necessary to accrue receivables for all earned revenues.

<i>Interest on taxes</i>	85,069
<i>Long-term Interfund Advances</i>	2,192,340

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

<i>Capital Assets</i>	36,711,401
<i>Accumulated Depreciation</i>	(21,314,325)

Deferred revenue for property taxes and grants are reported in the funds but accrued as revenue in the government-wide statements and added to net assets.

<i>Property taxes</i>	326,569
-----------------------	---------

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund statements.

<i>General obligation bonds and notes payable</i>	(7,835,000)
<i>Premium on general obligation bonds</i>	(641)
<i>Compensated absences</i>	(355,458)
<i>Pension obligations</i>	<u>(165,123)</u>

Net assets of governmental activities	<u>\$14,733,687</u>
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TOWN OF NEW HARTFORD
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	<u>General</u>	Nonmajor Governmental <u>Funds</u>	<u>Total</u>
Revenues			
Property Taxes	\$ 17,308,285	\$ -	\$ 17,308,285
Unrestricted Grants and Contributions	222,749	-	222,749
Operating Grants and Contributions	4,691,601	135,837	4,827,438
Capital Grants and Contributions	50,684	67,212	117,896
Charges for Services	176,913	314,317	491,230
Other Income	118,271	2,400	120,671
Investment Earnings	35,781	7,477	43,258
Total Revenues	<u>22,604,284</u>	<u>527,243</u>	<u>23,131,527</u>
Expenditures			
Current			
General Government	1,555,119	30,157	1,585,276
Public Safety	587,888	18,325	606,213
Highway	1,464,743	-	1,464,743
Planning and Development	128,590	-	128,590
Health and Welfare	319,288	-	319,288
Libraries	263,000	-	263,000
Parks and Recreation	93,842	194,339	288,181
Commissions/Agencies	72,613	3,900	76,513
Education	16,544,942	159,755	16,704,697
Debt Service	679,181	154,780	833,961
Capital Expenditures	125,312	164,326	289,638
Total Expenditures	<u>21,834,518</u>	<u>725,582</u>	<u>22,560,100</u>
Excess/(deficiency) of revenues over expenditures	769,766	(198,339)	571,427
Other Financing Sources/(Uses)			
Return of Unexpended Grant	(455,891)	-	(455,891)
Transfers In	-	353,000	353,000
Transfers Out	(353,000)	-	(353,000)
Total Other Financing Sources/(Uses)	<u>(808,891)</u>	<u>353,000</u>	<u>(455,891)</u>
Net Change in Fund Balances	(39,125)	154,661	115,536
Fund Balances - Beginning	3,998,829	974,490	4,973,319
Fund Balances - Ending	<u>\$ 3,959,704</u>	<u>\$ 1,129,151</u>	<u>\$ 5,088,855</u>

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

TOWN OF NEW HARTFORD

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2012

Net Change in Fund Balances - Total Governmental Funds. \$ 115,536

**Amounts reported for governmental activities in the Statement
of Activities are different because:**

Governmental funds report capital outlays as expenditures. However,
in the Statement of Activities, the cost of those assets is allocated over
their estimated useful lives as depreciation expense.

<i>Capital expenditures</i>	247,411
<i>Depreciation Expense</i>	(614,750)

Revenues in the Statement of Activities that do not provide current
financial resources are reported as deferred revenues in the funds.
Accordingly, an adjustment is necessary to reconcile amounts reported
as interest receivable in the government-wide Statement of Net Assets
and as deferred revenue in the fund Balance Sheet.

(33,694)

Bond proceeds provide current financial resources to governmental funds,
but issuing debt increases long-term liabilities in the Statement of Net
Assets. Repayment of debt principal is an expenditure in the governmental
funds, but the repayment reduces long-term liabilities in the Statement of
Net Assets.

<i>Transfer of Debt to WPCA</i>	35,940
<i>Bonding costs are amortized over the life of the related obligation</i>	326
<i>General obligation bond principal payments</i>	601,000

Compensated absences and pension contributions are expended in the
funds when resources are used, but are expensed in the Statement
of Activities when the liability is incurred. This is the amount by which
the accrued liability exceeded the resources expended.

31,001

Change in Net Assets of Governmental Activities: \$ 382,770

TOWN OF NEW HARTFORD

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual General Fund For the Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Differences
	<u>Original</u>	<u>Amended</u>	<u>Budgetary Basis</u>	<u>Over (Under)</u>
Revenues				
Taxes	\$17,067,595	\$17,067,595	\$ 17,294,360	\$ 226,765
Intergovernmental Revenue	3,910,954	3,910,954	4,097,657	186,703
Fees, Fines, and Permits	208,080	208,080	176,913	(31,167)
Rental Income	47,278	47,278	47,278	-
Other Revenue	143,751	143,751	142,250	(1,501)
Investment Earnings	20,000	20,000	35,781	15,781
Surplus to Finance Budget	144,979	144,979	-	(144,979)
Total Revenues	<u>21,542,637</u>	<u>21,542,637</u>	<u>21,794,239</u>	<u>251,602</u>
Expenditures				
Current				
General Government	1,679,862	1,615,860	1,550,354	65,506
Public Safety	605,820	615,304	587,377	27,927
Highways	1,409,069	1,463,588	1,463,588	-
Planning and Development	152,267	151,688	130,495	21,193
Health and Welfare	316,984	317,563	317,563	-
Libraries	263,000	263,000	263,000	-
Parks and Recreation	89,431	89,431	87,711	1,720
Commissions/Agencies	108,007	108,007	88,002	20,005
Education	15,831,259	15,831,259	15,719,210	112,049
Debt Service				
Principal	455,500	455,500	455,500	-
Interest	296,438	296,437	294,932	1,505
Capital Expenditures				
Total Capital Expenditures	<u>335,000</u>	<u>335,000</u>	<u>384,000</u>	<u>(49,000)</u>
Total Expenditures	<u>21,542,637</u>	<u>21,542,637</u>	<u>21,341,732</u>	<u>200,905</u>
Excess/(Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 452,507</u>	<u>\$ 452,507</u>
Fund Balances, beginning			<u>\$ 3,658,534</u>	
Fund Balances, ending			<u>\$ 4,111,041</u>	

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

TOWN OF NEW HARTFORD

Statement of Net Assets

Proprietary Funds

June 30, 2012

Enterprise Fund **Water Pollution Control Authority**

Assets

Current assets:

Cash	\$ 44,024
Accounts receivable, net	<u>247,677</u>
Total current assets	<u>291,701</u>

Noncurrent assets:

Property, plant, and equipment, net of depreciation	<u>11,734,187</u>
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Total Assets	<u>12,025,888</u>
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Liabilities

Current liabilities:

Accounts payable	14,518
Current portion of long-term debt	<u>34,592</u>
Total current liabilities	<u>49,110</u>

Noncurrent liabilities:

Interfund Advances	2,322,340
Long-term notes payable	694,507
General obligation bonds	<u>60,000</u>
Total noncurrent liabilities	<u>3,076,847</u>

Total Liabilities	<u>3,125,957</u>
--------------------------	-------------------------

Net Assets

Invested in capital assets, net of related debt	10,945,088
Unrestricted	<u>(2,045,157)</u>

Total Net Assets	<u>\$ 8,899,931</u>
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The notes to the financial statements are an integral part of the financial statements

TOWN OF NEW HARTFORD
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2012

Enterprise Fund
Water Pollution Control Authority

OPERATING REVENUES

Charges for services:

Usage assessments	\$ 666,939
Sewer line assessments	-
Total operating revenues	<u>666,939</u>

OPERATING EXPENSES

General operations	412,902
Plant management fees	14,470
Capital improvement	5,754
Repairs and maintenance	78,084
Depreciation	<u>359,488</u>
Total operating expenses	<u>870,698</u>
Operating income/(loss)	(203,759)

NONOPERATING REVENUES/(EXPENSES)

Grant Income	-
Interest expense	<u>(108,795)</u>
Total nonoperating revenues/(expenses)	<u>(108,795)</u>

Income/(loss) before transfers	(312,554)
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Transfer to General Fund	<u>(35,940)</u>
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Change in net assets	(348,494)
Total net assets - beginning	<u>9,248,425</u>
Total net assets - ending	<u>\$ 8,899,931</u>

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

TOWN OF NEW HARTFORD
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2012

Enterprise Fund
Water Pollution Control Authority

Cash flows from operating activities:

Receipts from customers	\$ 608,461
Payments to suppliers	<u>(507,531)</u>
Net cash provided by operating activities	<u>100,930</u>

Cash flows from noncapital financing activities:

-

Cash flows from capital and related financing activities:

Principal paid on capital debt	(39,519)
Interest paid on capital debt	<u>(108,795)</u>
Net cash used by capital and related financing activities	<u>(148,314)</u>

Cash flows from investing activities:

-

Net decrease in cash and cash equivalents	(47,384)
Balances - beginning of the year	<u>91,408</u>
Balances - end of the year	<u>\$ 44,024</u>
Displayed as: Cash	<u>\$ 44,024</u>

Reconciliation of operating income/(loss) to net cash provided by operating activities:

Operating income/(loss)	\$ (203,759)
Adjustments to reconcile income to net cash provided (used) by operating activities:	
Depreciation expense	359,488
Change in assets and liabilities:	
Accounts Receivable, net	(58,478)
Prepaid Expenses	-
Accounts payable	<u>3,679</u>
Net cash provided by operating activities	<u>\$ 100,930</u>

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

TOWN OF NEW HARTFORD
Statement of Fiduciary Net Assets
June 30, 2012

	Pension <u>Trust Fund</u>	Private Purpose Trust Fund - <u>Neighbors</u>	Agency <u>Funds</u>
Assets			
Cash and Cash Equivalents	\$ -	\$ 13,352	\$ 61,460
Investments:			
Short-Term Investments	42,087	-	-
Mutual Funds	1,992,686	-	-
Total Assets	<u>2,034,773</u>	<u>13,352</u>	<u>61,460</u>
Liabilities and Net Assets			
Liabilities:			
Fiduciary Deposits	-	-	61,460
Total Liabilities	<u>-</u>	<u>-</u>	<u>61,460</u>
Net Assets			
Held in Trust for Others	-	13,352	-
Held in Trust for Pension Benefits	2,034,773	-	-
Total Net Assets	<u>\$ 2,034,773</u>	<u>\$ 13,352</u>	<u>\$ -</u>

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

TOWN OF NEW HARTFORD
Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2012

	<u>Pension Trust Fund</u>	<u>Private Purpose Trust Fund - Neighbors</u>
Additions		
Contributions	\$ -	\$ 18,190
Employer Contributions	187,208	-
Total Contributions	<u>187,208</u>	<u>18,190</u>
Investment Income:		
Interest and Dividends	55,018	-
Net Appreciation in Fair Value of Investments	<u>(37,568)</u>	<u>-</u>
Total Investment Income	17,450	-
Less: Investment Expense	<u>11,190</u>	<u>-</u>
Net Investment Income	<u>6,260</u>	<u>-</u>
Total Additions	193,468	18,190
Deductions		
Assistance to Individuals	-	4,838
Pension Benefits Paid	<u>120,960</u>	<u>-</u>
Total Deductions	120,960	4,838
 Change in Net Assets	 72,508	 13,352
 Net Assets - Beginning	 <u>1,962,265</u>	 <u>-</u>
Net Assets - Ending	<u>\$ 2,034,773</u>	<u>\$ 13,352</u>

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

TOWN OF NEW HARTFORD
Notes to the Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of New Hartford, CT was incorporated in 1738 under the provisions of the Connecticut General Statutes. The Town operates under the Board of Selectmen, Town Meeting, and Board of Finance form of government. The Town provides a wide range of services, including the following: public safety, public works, public health and welfare, parks and recreation, education, and water sewer utilities. Education services are provided by Regional School District #7, of which the towns of Barkhamsted, New Hartford, Norfolk, and Colebrook are members. Town appropriations to the school district are determined by a separate taxpayer approved budget and the percentage of New Hartford residents attending the District's schools.

The Legislative authority of the Town is vested in the Town Meeting. The First Selectman is the chief executive, chief administrative officer and budget-making authority of the Town. The Board of Finance is responsible for revising the proposed budget and submitting the final budget to the Town Meeting. The Board of Finance is also responsible for establishing the annual tax rate. The Town has the power to incur indebtedness by issuing bonds or notes as provided by the Connecticut General Statutes.

The accounting and reporting policies of the Town relating to the funds included in the accompanying combined financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. The more significant accounting policies of the Town are described below.

The Town's combined financial statements include the accounts of all Town controlled operations. As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the Town of New Hartford, CT (the primary government) and its component units. Component units include all organizations for which the government is considered financially accountable and other organizations which by their nature and significance of their relationship with the primary government would cause the financial statements to be incomplete or misleading if excluded. Currently, there are no entities considered component units of the Town. The Town includes all funds, agencies, boards, commissions, and authorities that are controlled by or dependent on the Town's executive and legislative branches.

The financial statements presented herein do not include agencies which have been formed under applicable State laws or separate and distinct units of government apart from the Town of New Hartford, CT.

Based upon the foregoing criteria, the following organization is not considered part of the Town and is excluded from the accompanying financial statements:

Regional School District #7

Government-Wide and Fund Financial Statements

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

TOWN OF NEW HARTFORD

Notes to the Financial Statements

The statement of activities demonstrates the degree to which the revenues of a given function or segment offset direct program expenses. 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 Statements Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting* as are the proprietary fund and fiduciary fund financial statements (except for Agency funds). Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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*. Their revenues are recognized when they become measurable and available. Available means collectible within the current period or soon enough thereafter to be used 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. Exceptions to this general rule include: voluntary non-exchange transactions when all eligibility requirements have been met. Expenditures are generally recorded when a liability is incurred. Exceptions to this general rule include: compensated absences, debt service, and claims and judgments, which are recorded only when payment is due.

Property taxes when levied, expenditure reimbursement-type grants, charges for services, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government, or specifically identified.

The government reports the following major governmental funds:

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

The government reports the following major proprietary funds:

The *New Hartford Water Pollution Control Authority* accounts for the activity of the Authority. The Authority operates the water distribution system and sewage treatment systems for a portion of the Town's residents.

Additionally, the government reports the following fiduciary fund types:

The *Pension Trust Fund* is used to account for the accumulation of resources to be used for pension benefit payments to qualified employees.

Private Purpose Trust Funds are used to account for private donations held in trust for the benefit of individuals in need.

TOWN OF NEW HARTFORD

Notes to the Financial Statements

Agency Funds account for taxpayer deposits and monies held as a custodian, including the Student Activities Fund and building department bonds.

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include charges between certain Town functions because the elimination of these charges would distort the direct costs and program revenues reported.

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 *New Hartford Water Pollution Control Authority* are charges to customers for services. The fund also recognizes as operating revenue the hookup fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for certain expenses, the Town expends restricted resources first and uses unrestricted resources when the restricted funds are depleted.

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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Assets, Liabilities, and Net Assets or Equity

Cash and Cash Equivalents: The deposit of public funds is controlled by the Connecticut General Statutes. The Town maintains separate accounts with depositories where necessary. Cash applicable to a particular fund is readily identifiable. Cash in excess of current requirements is invested in various interest-bearing accounts, certificates of deposit, and pooled investment funds which may be deemed to be cash equivalents based on maturity date or availability of conversion to cash. Cash and cash equivalents are stated at cost, which approximates fair value and have maturities of three months or less. The above definition of cash applies to the proprietary funds statement of cash flows.

Receivables and Payables: All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The Town has established an allowance for estimated uncollectible property taxes in the amount of \$10,000. Property taxes are assessed on October 1 and billed the following July. Real and personal property bills are payable in two installments, July 1 and January 1. Motor vehicle taxes are payable in one installment on July 1, with the Motor vehicle supplemental bills payable on January 1. Outstanding real estate tax accounts are lienied each year prior to June 30. Assessments for real and personal property, including motor vehicles, are computed at seventy percent of the market value.

TOWN OF NEW HARTFORD

Notes to the Financial Statements

Investments: In general, State of Connecticut Statutes allow the Town to invest in obligations of the United States of America or United States government sponsored corporations, in shares or other interests in any custodial arrangement, pool, or no-load, open-end management type investment company or investment trust, in obligations of any state or political subdivision rated within the top two rating categories of any nationally recognized rating service, or in obligations of the State of Connecticut or political subdivision rated within the top three rating categories of any nationally recognized rating service. The trust funds may also invest in certain real estate mortgages, in certain savings banks or savings and loan associations, or in stocks or bonds or other securities selected by the trustee.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Investments that do not have an established market are reported at estimated fair values.

Inventories: Inventories in the School Cafeteria Fund are reported at cost using the first-in, first-out method, and are recorded as expenditures when consumed, rather than when purchased.

Advances to and from Other Funds: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

Capital Assets: Capital assets, which include equipment, fixtures, and other long-lived assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings & Improvements	7-40
Land Improvements	10-39
Infrastructure	18-39
Vehicles	3-10
Machinery & Equipment	3-10
Furniture & Fixtures	7-10

Compensated Absences: Employees accrue vacation and sick leave based upon a prescribed formula. For all Town employees, vacation and sick time may be accumulated and paid upon death, retirement, or termination. The Town has a limit on the accumulation of 121 days. All compensated absences are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

TOWN OF NEW HARTFORD

Notes to the Financial Statements

Long-Term Obligations: In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

Long-Term Debt: Is recognized as a liability of a governmental fund when it is due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund.

Fund equity and net assets— 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 reduces this category.

Restricted Net Assets – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations or other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

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 the following five separate categories:

Nonspendable Fund Balance – Indicates amounts that cannot be spent because they are either not in spendable form, or are legally or contractually required to be maintained intact. Examples are items that are not expected to be converted to cash including prepaid expenditures and permanent fund principal.

Restricted Fund Balance – Indicates amounts that are restricted to specific purposes. The spending constraints placed on the use of fund balance amounts are externally imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Indicates amounts that can be used only for specific purposes pursuant to constraints imposed by formal budgetary action at Town Meetings in accordance with provisions of the Connecticut General Statutes.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Assigned Fund Balance – Indicates amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by formal action of the Board of Selectman or Board of Finance.

Unassigned Fund Balance – Represents the remaining fund balance after amounts are set aside for all other classifications.

The Town has not established a formal policy for its use of restricted and unrestricted (committed, assigned, unassigned) fund balance; however, the Town generally used restricted fund balance first if the expenditure meets the restricted purpose, followed by committed, assigned and unassigned amounts.

The Town has not formally enacted legislation or Board policies establishing stabilization funds or requiring it to maintain a minimum fund balance.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information and Accounting

The Town of New Hartford, CT follows these procedures in establishing the budgetary data reflected in the financial statements:

- A proposed operating budget is submitted for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted in the Town to obtain taxpayer comments.
- The budget is legally enacted through passage at a Town Meeting.
- The Board of Finance is authorized to transfer budgeted amounts between departments within any fund; however, any additional appropriations exceeding \$20,000 to any one department must be approved at a Town meeting.
- Formal budgetary integration is employed as a management control device during the year for the General Fund.
- All noncontinuing appropriations lapse at year-end. Capital appropriations do not lapse until completion of the applicable projects.
- Encumbrance accounting is not used.

Budgeted amounts are presented, or as amended by the Board of Finance and the Board of Education during the course of the year. Annual budgets are adopted only for the General Fund. Program budgets are established for certain funds not budgeted annually. All appropriations lapse at year-end, except for capital appropriations.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

The Statement of Revenue and Expenditures-Budget (non-GAAP Budgetary Basis) and Actual-General Fund represents comparisons of the legally adopted budget with actual data on a budgetary basis. Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of differences in excess of revenues and expenditures and other sources of financial resources with expenditures for the year ended June 30, 2012 is presented as follows:

	<u>Revenues</u>	<u>Expenditures</u>	<u>Other Financing Sources/ (Uses)</u>	<u>Net Change</u>
Balance, Budgetary Basis	\$ 21,794,239	\$ 21,341,732	\$ -	\$ 452,507
Revenue Adjustments for:				
Timing Differences:				
Property Taxes Available	13,925	-	-	13,925
Grant Revenue	40,665	-	-	40,665
Other Income	(6)	-	-	(6)
Basis Differences:				
CT Teacher's Retirement	755,461	-	-	755,461
Expenditure Adjustments for:				
Basis Differences:				
CT Teacher's Retirement	-	755,461	-	(755,461)
Transfers Out	-	(353,000)	(353,000)	-
Entity Differences:				
Grant Expenditures	-	139,652	-	(139,652)
Return of Unexpended Grant	-	-	(455,891)	(455,891)
Other Expenditures	-	(49,327)	-	49,327
Balance, GAAP Basis	<u>\$ 22,604,284</u>	<u>\$ 21,834,518</u>	<u>\$ (808,891)</u>	<u>\$ (39,125)</u>

Excess of expenditures over appropriations

For the year ended June 30, 2012, capital expenditures exceeded appropriations, which were funded by an additional STEAP grant.

NOTE 3 – DETAILED NOTES ON ALL FUNDS

The deposits of public funds are controlled by the Connecticut General Statutes. The following is a summary of cash and cash equivalents at June 30, 2012.

Detailed Cash Notes on all Funds

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Proprietary Funds</u>	<u>Total</u>
Demand Accounts	\$ 4,887,669	\$ 74,812	\$ 44,024	\$ 5,006,505
Total	<u>4,887,669</u>	<u>74,812</u>	<u>44,024</u>	<u>\$ 5,006,505</u>

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Deposits and Investments

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. At year-end, the Town's carrying amount of deposits was \$5,006,505 and the bank balance was \$5,219,823. Of the bank balance, Federal Depository Insurance Corporation covered \$1,113,050. As of June 30, 2012, \$4,106,773 of the Town's bank balance of \$5,219,823 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	3,671,096
Uninsured and collateral held by pledging bank's Trust department not in the Town's name	<u>435,677</u>
	<u>\$ 4,106,773</u>

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

Credit Risk: The Town has no investment policy that limits the investment choices further than the State Statutes. As of June 30, 2012, the Town's special revenue and fiduciary funds held \$ 2,034,773 in mutual funds for which ratings were not available at the end of the current fiscal year.

Custodial Credit Risk – Investments: This is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Town's investments are held in various trustee accounts in the Town's name. The Town's mutual funds are not subject to custodial credit risk, as the Town's investment is not directly exposed to custodial credit risk.

As of June 30, 2012, the Town had the following investments:

	Fair Value	Investment Maturities	
		Less Than 1 yr.	1-5 yrs.
Short-term Funds	\$ 42,087	\$ 42,087	\$ -
Mutual Funds	<u>1,992,686</u>	<u>N/A</u>	<u>N/A</u>
Total Investments	<u>\$ 2,034,773</u>	<u>\$ 42,087</u>	<u>\$ -</u>

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Receivables

Receivables as of year-end for the town's governmental and business-type activities, including applicable allowances for uncollectible accounts, are as follows:

	Governmental Activities	Business-Type Activities	Total
Property Taxes*	\$ 359,882	\$ -	\$ 359,882
Water Assessments	-	252,677	252,677
Deferred Loans Receivable	431,984	-	431,984
State & Federal Grants	40,143	-	40,143
Total Receivables	<u>832,009</u>	<u>252,677</u>	<u>1,084,686</u>
Allowance for Tax Collection Losses	<u>(10,000)</u>	<u>(5,000)</u>	<u>(15,000)</u>
Totals	<u>\$ 822,009</u>	<u>\$ 247,677</u>	<u>\$ 1,069,686</u>

* a significant portion of these receivables are not expected to be collected within one year

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

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes receivable (General Fund)	\$326,569	\$ -
Deferred grant revenue	<u>-</u>	<u>33,777</u>
	<u>\$326,569</u>	<u>\$ 33,777</u>

Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method. Governmental and proprietary funds record costs of inventories as expenditures and expenses when consumed rather than when purchased.

Inventories at year-end consisted of:

	<u>Governmental Activities Nonmajor Funds</u>
Food inventory	\$ 2,051
Total	<u>\$ 2,051</u>

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Interfund Transfers, Receivables and Payables

<u>Transfers From</u>	<u>Transfer to</u>		<u>Total</u>
	<u>Nonmajor Funds</u>	<u>General Fund</u>	
General Fund	\$ 335,000	\$ -	\$ 335,000
Cafeteria Fund	18,000	-	18,000
Total	<u>\$ 335,000</u>	<u>\$ -</u>	<u>\$ 335,000</u>

The transfer to nonmajor funds from the General Fund reflects budgeted amounts for capital expenditures transferred to the Municipal Reserve Fund.

Interfund balances represent amounts recognized but not yet received by the appropriate funds. The composition of interfund balances as of June 30, 2012 is as follows:

<u>Due From:</u>	<u>Due To:</u>		<u>Total</u>
	<u>General Fund</u>	<u>Nonmajor Funds</u>	
General Fund	\$ -	\$ 95,772	\$ 95,772
Nonmajor Funds	65,020	-	65,020
	<u>\$ 65,020</u>	<u>\$ 95,772</u>	<u>\$ 160,792</u>

Interfund receivable balances represent amounts held in the General Fund for the Municipal Reserve, Historic Preservation and Community Investments. Interfund payable balances represent balances owed to the General Fund from the Recreation Fund and School Cafeteria Fund for reimbursement for payroll costs.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Capital Assets

Capital asset activity for the year ended June 30, 2012, was as follows:

	Beginning <u>Balances</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balances</u>
<i>Governmental Activities:</i>				
Capital assets, not being depreciated				
Land	\$ 5,441,480	\$ -	\$ -	\$ 5,441,480
Construction in Progress	611,501	66,510	-	678,011
Total capital assets, not being depreciated	<u>6,052,981</u>	<u>66,510</u>	<u>-</u>	<u>6,119,491</u>
Capital assets, being depreciated				
Buildings & Improvements	19,345,390	81,964	-	19,427,354
Land Improvements	583,689	29,789	-	613,478
Infrastructure	7,768,766	-	-	7,768,766
Vehicles	1,414,455	-	-	1,414,455
Machinery & Equipment	1,168,538	69,148	-	1,237,686
Furniture & Fixtures	130,171	-	-	130,171
Total capital assets, being depreciated	<u>30,411,009</u>	<u>180,901</u>	<u>-</u>	<u>30,591,910</u>
Less accumulated depreciation for:				
Buildings & Improvements	12,142,330	234,895	-	12,377,225
Land Improvements	90,032	30,377	-	120,409
Infrastructure	6,036,573	253,667	-	6,290,240
Vehicles	1,261,100	51,510	-	1,312,610
Machinery & Equipment	1,078,405	37,237	-	1,115,642
Furniture & Fixtures	91,135	7,064	-	98,199
Total accumulated depreciation	<u>20,699,575</u>	<u>614,750</u>	<u>-</u>	<u>21,314,325</u>
Total capital assets, being depreciated	<u>9,711,434</u>	<u>(433,849)</u>	<u>-</u>	<u>9,277,585</u>
<i>Governmental Activities capital assets, net</i>	<u>\$ 15,764,415</u>	<u>\$ (367,339)</u>	<u>\$ -</u>	<u>\$ 15,397,076</u>
<i>Business-Type Activities:</i>				
Capital assets not being depreciated				
Land	11,507	-	-	11,507
Total capital assets, not being depreciated	<u>11,507</u>	<u>-</u>	<u>-</u>	<u>11,507</u>
Capital assets, being depreciated				
Building & Improvements	13,969,693	-	-	13,969,693
Water Lines	288,068	-	-	288,068
Machinery & Equipment	154,998	-	-	154,998
Total capital assets, being depreciated	<u>14,412,759</u>	<u>-</u>	<u>-</u>	<u>14,412,759</u>
Less accumulated depreciation for:				
Building & Improvements	2,123,533	350,556	-	2,474,089
Water Lines	78,329	6,712	-	85,041
Machinery & Equipment	128,729	2,220	-	130,949
Total accumulated depreciation	<u>2,330,591</u>	<u>359,488</u>	<u>-</u>	<u>2,690,079</u>
Total capital assets, being depreciated, net	<u>12,082,168</u>	<u>(359,488)</u>	<u>-</u>	<u>11,722,680</u>
<i>Business Activities capital assets, net</i>	<u>\$ 12,093,675</u>	<u>\$ (359,488)</u>	<u>\$ -</u>	<u>\$ 11,734,187</u>

TOWN OF NEW HARTFORD
Notes to the Financial Statements

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

Governmental activities:	
General Government	\$ 335,932
Public Safety	9,071
Highway	69,018
Planning & Development	14,374
Health & Welfare	11,844
Recreation	26,454
Education	<u>148,057</u>
Total	<u>\$ 614,750</u>
Business-type activities	
Water & Sewer	<u>\$ 359,488</u>

The Town has active construction projects as of June 30, 2012. The year-end total accumulated construction costs were:

	<u>2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>2012</u>
Salt Shed	\$ 348,163	\$ 35,700	\$ -	\$ 383,863
Parking Lot Brown's Corner	40,600	-	-	40,600
Brook Street Sewer Project	199,563	30,810	-	230,373
Design Services Antolini School	<u>23,175</u>	<u>-</u>	<u>-</u>	<u>23,175</u>
	<u>\$ 611,501</u>	<u>\$ 66,510</u>	<u>\$ -</u>	<u>\$ 678,011</u>

The Salt Shed project was substantially completed at year-end and was waiting for final approval. Construction has begun for the Parking Lot at Brown's Corner and an additional \$57,654 has been appropriated for the subsequent fiscal year for ADA improvements. The Brook Street Sewer project has been amended to include Main Street. The School Design services are part of a preliminary phase. No construction contracts are in place.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Long-Term Obligations

General Obligation Bonds are direct obligations and pledge the full faith and credit of the town. These bonds generally are issued as 10 and 20-year serial bonds with equal amounts of principal maturing each year. The funds were used for the acquisition and construction of major capital facilities. BANs and bonds have been issued for both governmental and business-type activities. The General Fund has historically been used to liquidate other long-term liabilities related to governmental activities. The WPCA liquidates the long-term liabilities related to business-type activities.

	Interest Rate	Date of Issue	Date of Maturity	Original Amount at Issuance	Annual Principal	Principal Outstanding June 30, 2012
Governmental Activities:						
Bond - Open Space	3.0	09/15/08	09/15/13	\$ 438,000	146,000	\$ 146,000
Bond - Bakerville	2.5 to 4.2	09/01/03	09/01/13	1,150,000	100,000	200,000
Bond - Town Hall/Refunding	4.0 to 4.875	04/15/99	04/15/18	4,275,000	200,000-220,000	1,495,000
Bond - Open Space/N.H. Elementary	4.0 to 6.0	02/01/07	03/01/27	3,187,000	150,000-170,000	2,400,000
USDA WPCA Note	3.25	09/15/10	09/15/40	3,594,000	31,454-74,277	3,594,000
Total Governmental Bonds & Notes				<u>\$ 12,644,000</u>		<u>\$ 7,835,000</u>
Business-Type Activities:						
Bond - Water System	4.9 to 7.5	11/15/95	11/15/15	\$ 480,000	20,000	\$ 80,000
Loan - Prospect Street Sewers	4.5	07/16/96	07/16/26	96,300	3,210	48,150
Loan - Water System Improvements	4.5	07/19/00	07/19/40	591,360	8,974-29,896	514,436
Loan - Water System Improvements	4.5	06/27/02	06/27/42	165,730	2,408-8,249	146,513
Total Business-Type Bonds & Loans				<u>\$ 1,333,390</u>		<u>\$ 789,099</u>

Changes in long-term obligations for the year ended June 30, 2012, are as follows:

	July 1, 2011	Additions	Reductions	June 30, 2012	Due Within One Year
Governmental Activities					
Compensated Absences	\$ 407,032	\$ 9,152	\$ (60,726)	\$ 355,458	\$ 47,231
Net Pension Obligation	144,550	20,573	-	165,123	-
G.O. Bonds	4,842,000	-	(601,000)	4,241,000	596,000
USDA WPCA Note	3,594,000	-	-	3,594,000	-
Total	<u>\$ 8,987,582</u>	<u>\$ 29,725</u>	<u>\$ (661,726)</u>	<u>\$ 8,355,581</u>	<u>\$ 643,231</u>

TOWN OF NEW HARTFORD
Notes to the Financial Statements

In addition, the Town also reports a premium associated with bond issuance in the Governmental activities non-current liabilities. The bond premium was reported at \$641, net of \$2,583 amortization, at year end.

	July 1, <u>2011</u>	<u>Additions</u>	<u>Reductions</u>	June 30, <u>2012</u>	Due Within <u>One Year</u>
Business-type Activities					
Loans	\$ 723,618	\$ -	\$ (14,519)	\$ 709,099	\$ 14,592
G.O. Bonds	105,000	-	(25,000)	80,000	20,000
Total	<u>\$ 828,618</u>	<u>\$ -</u>	<u>\$ (39,519)</u>	<u>\$ 789,099</u>	<u>\$ 34,592</u>

Interest Expense

No interest was capitalized during the year. Interest expense charged to business-type activities was as follows:

Business-Type Activities:

Water Pollution Control Authority	<u>\$ 108,795</u>
Total interest expense-Business-Type Activities	<u>\$ 108,795</u>

Debt Service Requirements

Debt service requirements on long-term debt at June 30, 2012, are as follows:

Year <u>Ending</u>	<u>Governmental activities</u>		<u>Business-type activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2013	596,000	290,590	34,592	36,782
2014	535,651	269,084	35,105	34,921
2015	443,271	246,563	35,640	33,038
2016	455,977	227,695	36,199	31,132
2017	458,772	208,396	16,784	29,200
2018-2022	1,729,057	789,100	93,647	134,062
2023-2027	1,423,864	518,388	112,750	111,270
2028-2032	673,378	313,897	120,502	85,244
2033-2037	790,153	197,127	150,169	55,581
2038-2042	728,877	60,130	153,711	18,637
Total	<u>\$ 7,835,000</u>	<u>\$ 3,120,970</u>	<u>\$ 789,099</u>	<u>\$ 569,867</u>

TOWN OF NEW HARTFORD
Notes to the Financial Statements

During the prior year, the Town received long-term financing from the U.S. Department of Agriculture for \$3,594,000. The Town has an arrangement with the New Hartford WPCA to repay the loan with a 61/39 split. The NHWPCA will repay 61% of the loan and the Town will repay 39%. The note requires an interest only payment of \$116,805 due September 15, 2012, then requires principal and interest payments of \$197,455 due annually from September 15, 2013 through 2040. The final payment of \$196,645 is due September 15, 2040. The interest rate on the note is 3.25%.

Overlapping Debt

New Hartford is a member of the Regional School District No. 7, along with the Towns of Barkhamsted, Colebrook, and Norfolk. New Hartford's scheduled payment to the School District is a pro rata share of 48.51%, which is based upon student enrollment. The Town's portion of the bond principal for Regional School District No. 7 is as follows:

	<u>Principal</u>
Bonds Outstanding	\$5,420,381
Town's Pro Rata %	<u>48.51%</u>
Town's Share	<u>\$2,629,427</u>

NOTE 4 – OPERATING LEASES

The Town has entered into several lease agreements for equipment. These leases require monthly payments from \$124 to \$539. These leases expire ranging from July 2012 to September 2016. Total lease expense for 2012 was \$30,087.

Future minimum lease payments under current agreements are as follows:

<u>Year</u>	<u>Amount</u>
2013	16,464
2014	4,292
2015	2,880
2016	2,880
2017	720

NOTE 5 – SEGMENT INFORMATION

The Town issued bonds and notes to finance improvements to its water pollution control authority, which operates the government's water and sewage treatment plants, pumping stations, and collections systems. The New Hartford Water Pollution Control Authority is reported as the sole enterprise fund. Because both the water and sewer activity is recorded in the same fund and financial activity is blended, segment information for each activity is not presented. Summary financial information for the WPCA is presented in the proprietary fund statements on pages 24-26.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

NOTE 6 – PENSION PLAN

Employee Retirement Systems and Pension Plans

Plan Description - The Town of New Hartford, CT Retirement Plan (the Plan) is a single-employer, defined benefit, noncontributory pension plan administered by the Town of New Hartford, CT. The Plan provides retirement and death benefits to plan members and beneficiaries. The Town of New Hartford, CT retains the authority to establish and amend benefit provisions. The Plan is considered to be part of the Town of New Hartford, CT's financial reporting entity and is included in the Town's financial reports as a Pension Trust Fund. The Plan does not issue a separate stand-alone financial report.

Plan Benefits - Under the Plan, employees are 100% vested after 5 years of credited service. Employees who retire at normal retirement age 65 receive a retirement benefit for life of 1.25% times credited service (max 40) of the final average compensation for the high five years out of the final ten. A surviving spouse of a participant, who dies after five years of service, will receive a death benefit equal to 50% of the benefit, which the deceased employee was (or would have been) eligible for at early retirement (age 55 with ten years of service). Benefits and refunds are recognized when due and payable in accordance with terms of the plan. Effective July 1, 2011, the plan is closed to new entrants.

Funding Policy - The contribution requirements of the Town are established and may be amended by the Board of Selectmen, as suggested by the actuarial valuations. The Town currently contributes at the actuarially determined rate; the current rate is 13.4% of annual covered payroll. Employees do not contribute to the Plan. Costs to administer the plan are paid by the Town out of the General Fund, and are not included in the actuarially determined contribution. Investment management fees are paid out of the pension trust.

Annual Pension Cost and Net Pension Obligation - The Town's annual pension cost and net pension obligation to the Plan for the current year were as follows:

	<u>6/30/2012</u>
Annual Required Contribution	\$ 208,104
Interest on Net Pension Obligation	11,564
Adjustment to Annual Required Contributions	<u>(11,887)</u>
Annual Pension Cost	207,781
Contributions Paid	<u>(187,208)</u>
Decrease in Net Pension Obligation	20,573
Net Pension Obligation, Beginning	<u>144,550</u>
Net Pension Obligation, Ending	<u><u>\$ 165,123</u></u>

The annual required contribution for the current year was determined as part of the July 1, 2011 actuarial valuation using the Projected Unit Credit Method. Significant actuarial assumptions used include (1) rate of return on investments of 8.0% per year, (2) projected salary increases of 4.5% per year, (3) inflation rate of 3%, and (4) a retirement age of 65. The actuarial value of assets was determined using a value calculated using a 4-year smoothing method at 25% per year limited to be within 80% to 120% of market value. The unfunded actuarial accrued liability is being amortized using the level dollar method on an open basis. The remaining amortization period at July 1, 2003 was 30 years.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Historical Trend Information - Historical trend information provides information about the Plan's progress made in accumulating sufficient assets to pay benefits when due. Three-year historical trend information is presented in the following table:

Annual Pension Cost and Net Pension Obligation

Three-Year Trend Information

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>	<u>Actual Contribution</u>
June 30, 2010	173,016	100.2%	144,874	173,341
June 30, 2011	173,017	100.2%	144,550	173,341
June 30, 2012	207,781	90.1%	165,123	187,208

Classes of Employees Covered and Current Membership – All employees (except those covered by the State of Connecticut Teachers Retirement System) at least 25 years of age, hired before age 60 and having five years of credited service are eligible. One year of credited service is earned for each calendar year during which 1,000 hours is worked. Employees hired after 7/1/79 are 100% vested after ten years. Current membership consists of the following:

Active plan members	41
Retired and beneficiaries receiving benefits	24
Terminated plan members entitled to but not yet receiving benefits	<u>32</u>
Total plan participants	<u>97</u>

Significant Accounting Policies

Basis of Accounting - Financial statements are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period that the contributions are due. Benefits are recognized in the period owed.

Method Used to Value Investments - Plan investments are reported using a 4-year smoothing method at 25% per year limited to be between 80% to 120% of market value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair values.

Funded Status and Funding Progress

The funded status of the Plans as of July 1, 2011 (the most recent actuarial date) is as follows:

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (A)</u>	<u>Actuarial Accrued Liability (AAL) Entry Age Normal (B)</u>	<u>Unfunded AAL (UAAL) (B-A)</u>	<u>Funded Ratio (A/B)</u>	<u>Covered Payroll (C)</u>	<u>UAAL as a Percentage of Covered Payroll (b-a)/c</u>
Employee Retirement Plan						
July 1, 2011	1,876,218	3,287,835	1,411,617	57.1%	1,549,826	91.1%

TOWN OF NEW HARTFORD

Notes to the Financial Statements

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Required Supplementary Information - Six-year historical trend information for the pension plan presenting the schedules of funding progress and employer contributions is presented as supplementary schedules following the notes to the financial statements, and presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Other Post-Employment Benefits

The Town is subject to the requirements of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*; however, it does not offer any postemployment benefits other than the pension, and has been advised it has no OPEB liability.

Teacher's Retirement System

Certified teachers in the Town of New Hartford, CT are eligible to participate in the State of Connecticut's Teacher's Retirement System, a multiple-employer, public employee's retirement system. The Town does not contribute to the system nor does it have any legal obligation for benefits. A member who completes 10 years of Connecticut public school service is eligible for a vested benefit commencing at age 60. Members are required to contribute 7.25% of their annual salary to the system as required by section 10-183b(7) C.G.S. The State contributes amounts based on actuarial estimates. The State's aggregate contribution to the plan for the fiscal year ended June 30, 2012 for all participating local governments was \$757,246,000. The amount of the contribution allocable to the Town was estimated to be \$755,462 and the "on-behalf" payment has been recognized as a government grant and an education expenditure in the General Fund. For the year ended June 30, 2012, teachers for the Town of New Hartford, CT contributed \$266,694 to the plan. 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 Town basis.

NOTE 7 – OTHER MATTERS

Risk Management

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God. The Town purchases commercial insurance to cover most potential risks of loss. Neither the Town nor its insurers have settled any claim within the past year, which have exceeded the Town's insurance coverage. There were no significant changes in coverage from the prior year, and no settlements have exceeded insurance coverage in the last three years.

The Town belongs to the Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool currently operating as a common risk management and insurance program for a comprehensive workers' compensation insurance program through its workers' compensation pool. The Town pays an annual premium to the pool for its coverage. The agreement for the formation of CIRMA provides that the pool will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event to an unlimited excess limit. The pooling agreement allows CIRMA to make additional assessments to make the pool self-sustaining. The Town cannot estimate the amount of such additional assessments and has not been notified that any assessments are forthcoming. CIRMA publishes its own financial report, which can be obtained from: CIRMA, 900 Chapel Street, New Haven, CT.

TOWN OF NEW HARTFORD
Notes to the Financial Statements

Contingencies

The Town participates in Regional Refuse District No. 1, a transfer station that was formally a landfill. The District has been informed that its landfill is on the Superfund list and has been named a potentially responsible party by the Environmental Protection Agency. The District has settled its liability for the Remedial Investigation/Feasibility Study, and the EPA has approved a long-term natural attenuation and monitoring program as the final remedy for the site. The annual financial obligation for this long-term work was funded by amounts obtained in grant funds and assessed to all PRP's and set aside in a trust fund for these activities. At this point, it is premature to estimate the final cost of the program, as the total cost of post closure care is an estimate and subject to changes resulting from inflation, deflation, technology, or changes in applicable laws and regulations. The towns served by the District are required to pay any shortfall in the District's budget. The Town of New Hartford, CT is responsible for approximately 30% of any such shortfall.

NOTE 8 – FUND BALANCES

The following balances were assigned at June 30, 2012:

General Fund:	
Subsequent Year Budget	\$ 300,000
Return of Settlement Funds	147,833
Capital Improvements	410,500
Debt Service Fund	46,770
New Hartford Day	345
School Cafeteria	6,973
Recreation Fund	53,525
Cemetery Fund	<u>74,610</u>
Total	<u>\$ 1,040,556</u>

NOTE 9 – RETURN OF UNEXPENDED GRANT FUNDS

The Town returned the unexpended portion of USDA grant funds from the Waste Water Treatment Plant project. These grant funds had been recognized as revenue in prior years. The Town reports the return of funds as a special item on the Statement of Activities and the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.

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Required Supplementary Information

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TOWN OF NEW HARTFORD
Schedule of Funding Progress
For the Year Ended June 30, 2012

Actuarial Valuation Date *	(1) Actuarial Value of Assets Available For Benefits	(2) Actuarial Accrued Liability- Projected Unit Cost Credit Method	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (2) - (1)	(5) Covered Payroll	(6) Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
<u>July</u>						
July 1, 2011	\$ 1,876,218	\$ 3,287,835	57.1%	\$ 1,411,617	\$1,549,826	91.1%
July 1, 2009	\$ 1,601,502	\$ 2,734,724	58.6%	\$ 1,133,222	\$1,360,722	83.3%
July 1, 2007	\$ 1,481,389	\$ 2,399,436	61.7%	\$ 918,047	\$1,255,970	73.1%
July 1, 2005	\$ 1,242,002	\$ 2,096,676	59.2%	\$ 854,674	\$1,146,624	74.5%

* = Valuation is performed biannually.

See accountant's report.

TOWN OF NEW HARTFORD
Schedule of Employer Contributions
For the Year Ended June 30, 2012

<u>Fiscal Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2012	\$ 187,208	\$ 208,104	90%
2011	173,341	173,341	100%
2010	173,341	173,341	100%
2009	161,834	149,846	108%
2008	166,086	149,846	111%
2007	142,135	142,135	100%

See accountant's report.

**Supplemental, Combining,
and Individual Fund
Statements and Schedules**

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General Fund

The General Fund is the general operating fund of the Town. It is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund budget is legally adopted at the Annual Town Meeting. The General Fund utilizes the modified accrual basis of accounting.

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TOWN OF NEW HARTFORD

Page 1 of 6

Schedule of Revenues and Expenditures - Budget and Actual
For the Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over/(Under)</u>
Revenues				
Taxes				
Property Taxes	\$16,837,595	\$16,837,595	\$ 16,868,379	\$ 30,784
Property Taxes - Prior Years	150,000	150,000	269,743	119,743
Interest and Lien Fees	<u>80,000</u>	<u>80,000</u>	<u>156,238</u>	<u>76,238</u>
Total Taxes	<u>17,067,595</u>	<u>17,067,595</u>	<u>17,294,360</u>	<u>226,765</u>
Fees, Fines, and Permits				
Licenses and Permits	1,000	1,000	3,635	2,635
Copy Machine Fees	10,000	10,000	12,460	2,460
Town Clerk Fees	110,000	110,000	88,860	(21,140)
Building Inspector Fees	45,000	45,000	53,548	8,548
Zoning & Wetlands Fees	8,400	8,400	7,760	(640)
Burning Official Fees	1,300	1,300	2,875	1,575
Assessor Revenues	32,000	32,000	7,750	(24,250)
Parking Tickets Fees	<u>380</u>	<u>380</u>	<u>25</u>	<u>(355)</u>
Total Fees, Fines, and Permits	<u>208,080</u>	<u>208,080</u>	<u>176,913</u>	<u>(31,167)</u>
Intergovernmental Revenue				
Telephone access line tax	-	-	22,035	22,035
Town Aid for Roads	135,938	135,938	136,961	1,023
Lieu of taxes-State-Owned Property	18,963	18,963	18,971	8
LOCIP Grant	64,320	64,320	128,689	64,369
Lieu of taxes-Veteran	3,542	3,542	3,343	(199)
Lieu of taxes-Elderly	28,700	28,700	33,458	4,758
Lieu of taxes-Disabled	425	425	435	10
Adult Education	2,335	2,335	2,424	89
Pequot Grant	19,677	19,677	20,482	805
FEMA	60,000	60,000	41,222	(18,778)
ECS Grant	3,143,902	3,143,902	3,246,740	102,838
Municipal Revenue Sharing	45,862	45,862	82,803	36,941
STEAP Grant	-	-	30,810	30,810
Education Pass-through Grants	289,841	289,841	198,027	(91,814)
School Transportation	38,446	38,446	37,720	(726)
Special Education	<u>59,003</u>	<u>59,003</u>	<u>93,537</u>	<u>34,534</u>
Total Intergovernmental Revenues	<u>3,910,954</u>	<u>3,910,954</u>	<u>4,097,657</u>	<u>186,703</u>
Other Revenues				
Rental Income	47,278	47,278	47,278	-
Student Tuition	-	-	12,932	12,932
WPCA split 61%	71,251	71,251	71,251	-
Miscellaneous	<u>72,500</u>	<u>72,500</u>	<u>58,067</u>	<u>(14,433)</u>
Total Other Revenues	<u>191,029</u>	<u>191,029</u>	<u>189,528</u>	<u>(1,501)</u>

See accountant's report.

TOWN OF NEW HARTFORD
Schedule of Revenues and Expenditures - Budget and Actual
For the Year Ended June 30, 2012

Page 2 of 6

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over/(Under)</u>
Investment Earnings				
Short-Term Interest	\$ 20,000	\$ 20,000	\$ 35,781	\$ 15,781
Total Investment Income	<u>20,000</u>	<u>20,000</u>	<u>35,781</u>	<u>15,781</u>
Surplus to Finance Budget	<u>144,979</u>	<u>144,979</u>	<u>-</u>	<u>(144,979)</u>
Total Revenues	<u>21,542,637</u>	<u>21,542,637</u>	<u>21,794,239</u>	<u>251,602</u>
Expenditures				
General Government				
First Selectman	65,310	65,310	65,310	-
Senior Bookkeeper	48,025	48,030	48,030	-
Bookkeeper Ass't	12,574	10,091	10,023	68
Admin. Asst./Welfare Admin.	48,025	48,030	48,030	-
Overtime/ Substitutes	4,000	4,410	4,410	-
Town Hall Janitorial Service	17,000	19,512	19,512	-
Administrative Expenses	8,539	8,548	8,548	-
Office Supplies and Equipment	18,000	19,488	19,488	-
Town Hall Maintenance and Utilities:				
Telephone	11,500	11,500	11,214	286
Heating	14,750	14,750	12,803	1,947
Electricity	45,000	41,970	41,919	51
Other Utilities	8,000	8,498	8,498	-
Computer Maintenance	18,250	18,318	18,318	-
Interior Maintenance	39,000	42,986	42,986	-
Insurance				
Liability and Property	70,304	70,304	68,988	1,316
Workers' Compensation	100,000	100,000	98,090	1,910
Pension	105,618	114,825	114,825	-
Town's Share of FICA	105,000	101,386	101,386	-
Unemployment	15,000	15,000	14,754	246
Health	475,693	411,692	378,251	33,441
Longevity Pay	3,224	2,912	2,912	-
Town				
Attorney	20,000	11,250	11,250	-
Engineer	20,000	20,000	16,643	3,357
Tax Collector:				
Salary	48,570	48,570	48,570	-
Assistant	19,137	19,137	16,709	2,428
Data Processing	8,000	8,000	7,902	98
Supplies and Expenses	7,300	7,300	6,436	864
Collection Expense	1,500	1,500	556	944
Assessor:				
Salary	48,081	48,137	48,137	-
Assessor's Clerk	40,618	40,623	40,623	-
Data Processing	15,800	15,739	14,500	1,239
Supplies and Expenses	4,790	4,790	3,150	1,640

See accountant's report.

TOWN OF NEW HARTFORD
Schedule of Revenues and Expenditures - Budget and Actual
For the Year Ended June 30, 2012

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	Original <u>Budget</u>	Amended <u>Budget</u>	<u>Actual</u>	<u>Over/(Under)</u>
Probate	\$ 5,792	\$ 5,792	\$ 5,092	\$ 700
Elections	37,632	37,632	31,541	6,091
Referendums	8,810	8,810	3,593	5,217
Board of Finance				
Supplies and Expenses	2,280	2,280	802	1,478
Audit	25,500	25,500	25,450	50
Town Reports	1,000	1,000	1,000	-
Treasurer's Salary	6,367	6,367	6,367	-
Town Clerk:				
Salary	55,633	55,633	57,467	(1,834)
Clerical Salary	33,415	33,415	30,484	2,931
Supplies and Expenses	36,079	36,079	35,041	1,038
Town Clerk Training	746	746	746	-
Total General Government	1,679,862	1,615,860	1,550,354	65,506
Public Safety				
Constables	145,902	143,789	143,789	-
Constables - Overtime	6,000	3,110	3,110	-
Resident State Troopers	190,000	208,870	208,870	-
Vehicle Expense	7,000	5,774	5,774	-
Supplies and Expenses	5,450	4,384	4,384	-
Street Lights	25,191	23,782	23,782	-
Fire Department:				
Fire Marshal	16,000	11,750	11,750	-
Deputy Fire Marshal	1,000	200	200	-
Fire Marshal Vehicle	1,800	1,800	1,800	-
Burning Official	1,300	2,460	2,460	-
Animal Control Fund	14,000	15,829	15,829	-
Local Emergency Planning	6,060	8,461	8,461	-
Litchfield County Dispatch	65,000	63,978	63,978	-
Paramedic Intercept	46,117	46,117	44,232	1,885
Ambulance Association	75,000	75,000	48,958	26,042
Total Public Safety	605,820	615,304	587,377	27,927
Highways				
Wages	446,014	386,678	386,678	-
Overtime Wages	65,000	40,658	40,658	-
Supplies and Expenses	45,000	52,011	52,011	-
Equip. Maint. and Repair	58,000	80,563	80,563	-
Gas, Grease, and Oil	56,729	84,469	84,469	-
Telephone	2,500	1,723	1,723	-
Heating Oil	9,954	8,860	8,860	-
Electricity	7,500	6,321	6,321	-
Tree Removal	20,000	37,116	37,116	-
Road Maint. and Improvement	115,000	288,682	288,682	-

See accountant's report.

TOWN OF NEW HARTFORD
Schedule of Revenues and Expenditures - Budget and Actual
For the Year Ended June 30, 2012

Page 4 of 6

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over/(Under)</u>
Snow Sand	\$ 75,000	\$ 27,675	\$ 27,675	\$ -
Snow Salt/Liquid Calcium	75,000	16,671	16,671	-
Road Sweeping/Catchbasin Clean	12,000	7,010	7,010	-
Asphalt/Bituminous Paving	151,372	155,151	155,151	-
Crack and Chip Seal	<u>270,000</u>	<u>270,000</u>	<u>270,000</u>	<u>-</u>
Total Highway	1,409,069	1,463,588	1,463,588	-
Planning and Development				
Building Inspector	32,556	33,190	33,190	-
Building Department Expense	3,450	2,608	2,608	-
Zoning:				
Officer	47,736	47,736	45,170	2,566
Land Use Administrative Assistant	-	366	366	-
Zoning Secretary	7,800	7,800	4,978	2,822
Printing Supplies and Expenses	8,000	8,113	8,113	-
Legal and Professional Fees	45,000	44,421	30,071	14,350
Engineer Fees	2,000	2,000	1,605	395
Board of Appeals	-	-	123	(123)
Town Planner	1,000	729	720	9
Inland Wetlands	3,000	3,000	1,826	1,174
Litchfield Co. Soil Conservation	<u>1,725</u>	<u>1,725</u>	<u>1,725</u>	<u>-</u>
Total Planning and Development	152,267	151,688	130,495	21,193
Health and Welfare				
Farmington Valley Health District	28,405	28,405	28,405	-
Foothills Visiting Nurse	29,712	29,712	29,712	-
Regional Refuse Disposal	255,000	255,579	255,579	-
Meals on Wheels	2,867	2,867	2,867	-
Agent for the Elderly	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Total Health and Welfare	316,984	317,563	317,563	-
Libraries				
N. H. Free Public Library	216,000	216,000	216,000	-
Bakerville Library	<u>47,000</u>	<u>47,000</u>	<u>47,000</u>	<u>-</u>
Total Libraries	263,000	263,000	263,000	-
Parks and Recreation				
Recreation Director	42,088	42,088	42,088	-
Seasonal Help	6,000	6,600	6,600	-
General Recreation	1,500	652	41	611
Contracted Services	33,885	33,885	33,776	109
Sports Allocations	2,000	2,000	1,000	1,000
Propane	<u>3,958</u>	<u>4,206</u>	<u>4,206</u>	<u>-</u>
Total Parks and Recreation	89,431	89,431	87,711	1,720

See accountant's report.

TOWN OF NEW HARTFORD
Schedule of Revenues and Expenditures - Budget and Actual
For the Year Ended June 30, 2012

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	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over/(Under)</u>
Debt Service				
Principal	\$ 455,500	\$ 455,500	\$ 455,500	\$ -
Interest	<u>296,438</u>	<u>296,437</u>	<u>294,932</u>	<u>1,505</u>
Total Debt Service	751,938	751,937	750,432	1,505
Commissions/Other Agencies				
Conservation Commission	3,500	3,500	479	3,021
Open Space Board	3,500	3,500	3,000	500
Board of Tax Review	5,000	5,000	76	4,924
New Hartford Day	1,800	1,800	-	1,800
Historic District Commission	500	500	-	500
Senior Citizens	32,394	32,394	28,411	3,983
Northwest Transportation	1,128	1,128	1,128	-
Historical Society	1,000	1,000	1,000	-
Litchfield Hills CEO	5,382	5,382	5,382	-
Contingency Fund	8,000	8,000	7,774	226
Community Club	50	50	-	50
Town Hill Cemetery	100	100	-	100
Susan B. Anthony Project	2,000	2,000	2,000	-
Winchester Youth Service	5,000	5,000	5,000	-
Economic Development	15,350	15,350	15,350	-
Stancilift Cove	5,600	5,600	5,600	-
Torrington Water Co. Hydrants	14,703	14,703	9,802	4,901
CCM	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Total Commissions/Other Agencies	108,007	108,007	88,002	20,005
Capital Expenditures				
Brown's Corner	90,000	90,000	90,000	-
Brodie Field House	50,000	50,000	50,000	-
Police Car	30,000	30,000	30,000	-
Wing Plow	15,000	15,000	15,000	-
Second Hand Road Grader	-	-	49,000	(49,000)
Town Hill Cemetery	5,000	5,000	5,000	-
Technology	10,000	10,000	10,000	-
Revaluation	40,000	40,000	40,000	-
Town Hall Equipment Replacement	10,000	10,000	10,000	-
BOE Capital Projects	<u>85,000</u>	<u>85,000</u>	<u>85,000</u>	<u>-</u>
Total Capital Expenditures	<u>335,000</u>	<u>335,000</u>	<u>384,000</u>	<u>(49,000)</u>
Education				
Board of Education:				
Regular Elementary	2,601,417	2,600,295	2,670,351	(70,056)
Special Education	1,398,400	1,399,522	1,355,111	44,411
Adult Education	6,842	6,842	6,842	-
School Health	111,344	111,344	111,797	(453)

See accountant's report.

TOWN OF NEW HARTFORD
Schedule of Revenues and Expenditures - Budget and Actual
For the Year Ended June 30, 2012

Page 6 of 6

	Original <u>Budget</u>	Amended <u>Budget</u>	<u>Actual</u>	<u>Over/(Under)</u>
Improvement of Instruction	\$ 38,575	\$ 38,575	\$ 34,232	\$ 4,343
Library	23,730	23,730	17,226	6,504
Technology	95,430	95,430	83,831	11,599
Board of Education	48,136	48,022	43,253	4,769
Central Office	264,397	264,511	259,152	5,359
School Offices	369,910	369,910	373,467	(3,557)
Plant Operations	670,089	670,089	645,372	24,717
Pupil Transportation	618,110	618,110	637,403	(19,293)
Cafeteria Shortfall	-	-	18,000	(18,000)
Communications	6,964	6,964	4,134	2,830
Employee Benefits	<u>1,455,217</u>	<u>1,455,217</u>	<u>1,448,280</u>	<u>6,937</u>
Total Board of Education	7,708,561	7,708,561	7,708,451	110
Adult Education Cooperative	2,335	2,335	2,099	236
Regional School District #7	7,830,522	7,830,522	7,830,522	-
Education Pass-through Grants	<u>289,841</u>	<u>289,841</u>	<u>178,138</u>	<u>111,703</u>
Total Education	<u>15,831,259</u>	<u>15,831,259</u>	<u>15,719,210</u>	<u>112,049</u>
Total Expenditures	<u>\$21,542,637</u>	<u>\$21,542,637</u>	<u>\$ 21,341,732</u>	<u>\$ 200,905</u>
Excess of Revenues over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 452,507</u>	<u>\$ 452,507</u>

See accountant's report.

Nonmajor Governmental Funds

Special Revenue Funds

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

Debt Service Fund – A fund used to account for financial resources to be used for the payment of compensated absences payable to retired or terminated employees.

New Hartford Day Fund – To account for the revenues and expenditures related to the "New Hartford Day" celebration.

Dog Fund – To account for funds provided by the sale of dog licenses, sale of stray dogs, and various fines levied against owners of stray dogs, as well as General Fund appropriations.

Historical Documents Fund – To account for funds related to the preservation of the Town's records

School Cafeteria Fund – To separately account for the operations of the school cafeterias. The Town's participation in the state-administered Federal Child Nutrition Program is reported in this fund.

Recreation Fund – To account for the revenues and expenditures involved in the administration of recreational services.

Cemetery Fund – To account for funds used for the maintenance of local cemeteries.

Small Cities Housing Rehabilitation – To account for funds used to assist qualified citizens in making improvements to their homes.

Open Space Fund – To account for funds related to the preservation of undeveloped land.

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Community Investment (formerly known as Farmland Preservation) – To account for funds restricted to preservation of farmland located within the town boundaries.

Municipal Reserve Fund – To account for the financial resources to be used for major capital asset constructions and/or purchase.

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TOWN OF NEW HARTFORD

Page 1 of 2

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012

SPECIAL REVENUE FUNDS						
	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>New</u> <u>Hartford</u> <u>Day</u>	<u>Dog</u> <u>Fund</u>	<u>Historical</u> <u>Documents</u> <u>Fund</u>	<u>School</u> <u>Cafeteria</u>	<u>Recreation</u> <u>Fund</u>
Assets						
Cash and cash equivalents	\$ 46,770	\$ 345	\$ 9,210	\$ -	\$ 62,138	\$ 74,452
Investments	-	-	-	-	-	-
State and federal grants receivable	-	-	-	-	-	-
Deferred Loans Receivable	-	-	-	-	-	-
Interfund Receivables	-	-	-	11,757	-	-
Inventories	-	-	-	-	2,051	-
Total Assets	<u>\$ 46,770</u>	<u>\$ 345</u>	<u>\$ 9,210</u>	<u>\$ 11,757</u>	<u>\$ 64,189</u>	<u>\$ 74,452</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts Payable	-	-	-	-	-	11,072
Deferred Revenue	-	-	-	-	-	-
Interfund Payables	-	-	-	-	55,165	9,855
Due to State of CT	-	-	7,756	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>7,756</u>	<u>-</u>	<u>55,165</u>	<u>20,927</u>
Fund Balances						
Nonspendable	-	-	-	-	2,051	-
Restricted	-	-	-	11,757	-	-
Committed	-	-	1,454	-	-	-
Assigned	46,770	345	-	-	6,973	53,525
Total Fund Balances	<u>46,770</u>	<u>345</u>	<u>1,454</u>	<u>11,757</u>	<u>9,024</u>	<u>53,525</u>
Total Liabilities and Fund Balances	<u>\$ 46,770</u>	<u>\$ 345</u>	<u>\$ 9,210</u>	<u>\$ 11,757</u>	<u>\$ 64,189</u>	<u>\$ 74,452</u>

See accountant's report.

TOWN OF NEW HARTFORD

Page 2 of 2

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2012

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUND		
	Small Cities					
	Cemetery Fund	Housing Rehabilitation	Open Space	Municipal Reserve	Community Investment	Total
Assets						
Cash and cash equivalents	\$ 798	\$ 67,904	\$ 40,066	\$ 323,722	\$ -	\$ 625,405
Investments	73,812	-	-	-	-	73,812
State and federal grants receivable	-	-	-	-	-	-
Deferred Loans Receivable	-	431,984	-	-	-	431,984
Interfund Receivables	-	-	-	52,086	31,929	95,772
Inventories	-	-	-	-	-	2,051
Total Assets	\$ 74,610	\$ 499,888	\$ 40,066	\$ 375,808	\$ 31,929	\$ 1,229,024
Liabilities and Fund Balances						
Liabilities:						
Accounts Payable	-	-	-	16,025	-	27,097
Deferred Revenue	-	-	-	-	-	-
Interfund Payables	-	-	-	-	-	65,020
Due to State of CT	-	-	-	-	-	7,756
Total Liabilities	-	-	-	16,025	-	99,873
Fund Balances						
Nonspendable	-	-	-	-	-	2,051
Restricted	-	499,888	-	-	31,929	543,574
Committed	-	-	40,066	359,783	-	401,303
Assigned	74,610	-	-	-	-	182,223
Total Fund Balances	74,610	499,888	40,066	359,783	31,929	1,129,151
Total Liabilities and Fund Balances	\$ 74,610	\$ 499,888	\$ 40,066	\$ 375,808	\$ 31,929	\$ 1,229,024

See accountant's report.

TOWN OF NEW HARTFORD

Page 1 of 2

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012

	SPECIAL REVENUE FUNDS					
	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>New</u> <u>Hartford</u> <u>Day</u>	<u>Dog</u> <u>Fund</u>	<u>Historical</u> <u>Documents</u> <u>Fund</u>	<u>School</u> <u>Cafeteria</u>	<u>Recreation</u> <u>Fund</u>
Revenues						
Operating Grants and Contributions	\$ -	\$ 225	\$ -	\$ 3,500	\$ 33,695	\$ -
Capital Grants and Contributions	-	-	-	-	-	-
Charges for Services	-	-	16,793	2,857	110,907	180,775
Other Income	-	-	-	-	-	-
Investments earnings	<u>71</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>71</u>	<u>225</u>	<u>16,793</u>	<u>6,357</u>	<u>144,602</u>	<u>180,775</u>
Expenditures						
Current						
General government	-	1,554	-	3,750	-	-
Public safety	-	-	18,325	-	-	-
Parks and recreation	-	-	-	-	-	194,339
Commissions/agencies	-	-	-	-	-	-
Education	-	-	-	-	159,755	-
Debt Service	-	-	-	-	-	-
Capital Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>1,554</u>	<u>18,325</u>	<u>3,750</u>	<u>159,755</u>	<u>194,339</u>
Excess/(Deficiency) of Revenues						
Over Expenditures	71	(1,329)	(1,532)	2,607	(15,153)	(13,564)
Other Financing Sources/(Uses)						
Transfers in	-	-	-	-	18,000	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources/(Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,000</u>	<u>-</u>
Net change in fund balances	71	(1,329)	(1,532)	2,607	2,847	(13,564)
Fund balances - beginning	<u>46,699</u>	<u>1,674</u>	<u>2,986</u>	<u>9,150</u>	<u>6,177</u>	<u>67,089</u>
Fund balances - ending	<u>\$ 46,770</u>	<u>\$ 345</u>	<u>\$ 1,454</u>	<u>\$ 11,757</u>	<u>\$ 9,024</u>	<u>\$ 53,525</u>

See accountant's report.

TOWN OF NEW HARTFORD
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012

Page 2 of 2

	SPECIAL REVENUE FUNDS			CAPITAL PROJECTS FUND		
	Small Cities					
	Cemetery Fund	Housing Rehabilitation	Open Space	Municipal Reserve	Community Investment	Total
Revenues						
Operating Grants and Contributions	\$ -	\$ 98,417	\$ -	\$ -	\$ -	\$ 135,837
Capital Grants and Contributions	-	-	67,212	-	-	67,212
Charges for Services	-	-	-	-	2,985	314,317
Other Income	2,400	-	-	-	-	2,400
Investments earnings	6,305	45	79	977	-	7,477
Total Revenues	8,705	98,462	67,291	977	2,985	527,243
Expenditures						
Current						
General government	-	24,853	-	-	-	30,157
Public safety	-	-	-	-	-	18,325
Parks and recreation	-	-	-	-	-	194,339
Commissions/agencies	3,900	-	-	-	-	3,900
Education	-	-	-	-	-	159,755
Debt Service	-	-	154,780	-	-	154,780
Capital Expenditures	-	-	-	164,326	-	164,326
Total Expenditures	3,900	24,853	154,780	164,326	-	725,582
Excess/(Deficiency) of Revenues Over Expenditures	4,805	73,609	(87,489)	(163,349)	2,985	(198,339)
Other Financing Sources/(Uses)						
Transfers in	-	-	-	335,000	-	353,000
Transfers out	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	-	-	-	335,000	-	353,000
Net change in fund balances	4,805	73,609	(87,489)	171,651	2,985	154,661
Fund balances - beginning	69,805	426,279	127,555	188,132	28,944	974,490
Fund balances - ending	<u>\$ 74,610</u>	<u>\$ 499,888</u>	<u>\$ 40,066</u>	<u>\$359,783</u>	<u>\$ 31,929</u>	<u>\$ 1,129,151</u>

See accountant's report.

Fiduciary Funds

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

Pension Trust Fund – To account for investments and related activity for the pension accounts funded on behalf of Town employees.

Private Purpose Trust Fund

Neighbor to Neighbor Fund – To account for donations received from the public and disbursed by the Town for Community Assistance.

Agency Funds

Driveway Permits – To account for cash and investments held by the Town to ensure compliance with specifications and regulations with respect to various building projects and improvements.

Zoning Permits – To account for cash and investments held by the Town to ensure compliance with specifications and regulations with respect to various building projects and improvements.

Student Activities Fund – To account for monies from various self-funding school activity funds.

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TOWN OF NEW HARTFORD
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	AGENCY FUNDS				
	<u>Driveway Permits</u>	<u>Zoning Permits</u>	<u>Student Activities Fund</u>	<u>Total</u>	
Assets					
Cash and Cash Equivalents	\$ 38,556	\$ 2,477	\$ 20,427	\$	61,460
Investments:					
Short-Term Investments	-	-	-	-	-
Mutual Funds	-	-	-	-	-
Total Assets	<u>\$ 38,556</u>	<u>\$ 2,477</u>	<u>\$ 20,427</u>	<u>\$</u>	<u>61,460</u>
Liabilities					
Fiduciary Deposits	38,556	2,477	20,427		61,460
Total Liabilities	<u>38,556</u>	<u>2,477</u>	<u>20,427</u>		<u>61,460</u>
Net Assets					
Held in Trust for Pension Benefits	-	-	-	-	-
Total Net Assets	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
Total Liabilities and Net Assets	<u>\$ 38,556</u>	<u>\$ 2,477</u>	<u>\$ 20,427</u>	<u>\$</u>	<u>61,460</u>

See accountant's report.

TOWN OF NEW HARTFORD

Agency Funds

Combining Statement of Changes in Assets and Liabilities For the Year Ended June 30, 2012

	Balance July 1, 2011	Additions	Deductions	Balance June 30, 2012
<u>Driveway Permits</u>				
Assets:				
Cash	\$ 45,904	\$ 4,513	\$ 11,861	\$ 38,556
Total Assets	<u>45,904</u>	<u>4,513</u>	<u>11,861</u>	<u>38,556</u>
Liabilities				
Fiduciary Deposits	45,904	4,513	11,861	38,556
Total Liabilities	<u>\$ 45,904</u>	<u>\$ 4,513</u>	<u>\$ 11,861</u>	<u>\$ 38,556</u>
<u>Zoning Permits</u>				
Assets:				
Cash	\$ 2,088	\$ 3,202	\$ 2,813	\$ 2,477
Total Assets	<u>2,088</u>	<u>3,202</u>	<u>2,813</u>	<u>2,477</u>
Liabilities				
Fiduciary Deposits	2,088	3,202	2,813	2,477
Total Liabilities	<u>\$ 2,088</u>	<u>\$ 3,202</u>	<u>\$ 2,813</u>	<u>\$ 2,477</u>
<u>Student Activities Fund</u>				
Assets:				
Cash	\$ 17,522	\$ 47,054	\$ 44,149	\$ 20,427
Total Assets	<u>17,522</u>	<u>47,054</u>	<u>44,149</u>	<u>20,427</u>
Liabilities				
Fiduciary Deposits	17,522	47,054	44,149	20,427
Total Liabilities	<u>\$ 17,522</u>	<u>\$ 47,054</u>	<u>\$ 44,149</u>	<u>\$ 20,427</u>
<u>Total Agency Funds</u>				
Assets:				
Cash	\$ 65,514	\$ 54,769	\$ 58,823	\$ 61,460
Total Assets	<u>65,514</u>	<u>54,769</u>	<u>58,823</u>	<u>61,460</u>
Liabilities				
Fiduciary Deposits	65,514	54,769	58,823	61,460
Total Liabilities	<u>\$ 65,514</u>	<u>\$ 54,769</u>	<u>\$ 58,823</u>	<u>\$ 61,460</u>

See accountant's report.

Supplemental Schedules

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TOWN OF NEW HARTFORD

Schedule of Property Taxes Levied, Collected and Outstanding For the Year Ended June 30, 2012

List of	Outstanding July 1, 2011	Current Levy	Lawful Corrections Additions	Deductions	Transfers to Suspense	Collectible Taxes	Receipt of Taxes	Receipt of Interest and Liens	Total Receipts	Outstanding June 30, 2012
10/1:										
2010	\$ 242,127	\$ 17,201,545	\$ 26,063	\$ 30,106	\$ (5,853)	17,191,649	\$ 16,965,763	\$ 51,984	\$ 17,017,747	\$ 225,886
2009	77,845	-	2,221	5,617	(5,571)	233,160	148,943	36,398	185,341	84,217
2008	32,207	-	314	2,870	(5,616)	69,673	39,739	18,599	58,338	29,934
2007	13,608	-	-	-	(6,279)	25,928	16,083	5,954	22,037	9,845
2006	7,912	-	-	-	(6,006)	7,602	3,208	4,463	7,671	4,394
2005	6,323	-	-	-	(1,260)	6,652	5,411	4,347	9,758	1,241
2004	7,010	-	-	-	(1,232)	5,091	4,412	4,963	9,375	679
2003	2,243	-	-	-	(1,213)	5,797	4,346	5,828	10,174	1,451
2002	1,373	-	-	-	-	2,243	1,175	2,267	3,442	1,068
2001	1,360	-	-	-	-	1,373	1,091	2,448	3,539	282
2000	1,186	-	-	-	-	1,360	1,080	1,977	3,057	280
1999	121	-	-	-	-	1,186	910	1,432	2,342	276
1998	107	-	-	-	-	121	-	-	-	121
1997	101	-	-	-	-	107	-	-	-	107
1996		-	-	-	-	101	-	415	415	101
	<u>\$ 393,523</u>	<u>\$ 17,201,545</u>	<u>\$ 28,598</u>	<u>\$ 38,593</u>	<u>\$ (33,030)</u>	<u>\$ 17,552,043</u>	<u>17,192,161</u>	<u>141,075</u>	<u>17,333,236</u>	<u>\$ 359,882</u>

Net Grand List- October 1, 2010

Tax Rate: 24.2 mills

Total Suspense Collections	1,717	*	1,717
Total Collections	<u>\$ 17,193,878</u>	<u>\$ 141,075</u>	<u>\$ 17,334,953</u>

*total suspense interest collections of \$2,515.93 included in total receipt of interest & liens collected

TOWN OF NEW HARTFORD

Schedule of Debt Limitation

As of June 30, 2012

Total Tax Collections - including interest and lien fees

Received by Treasurer

\$ 17,334,953

Reimbursement for revenue loss on:

Tax relief for elderly

33,894

Base

\$ 17,368,847

	<u>General Purposes</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>
Debt limitation:				
2 1/4 times base	\$39,079,906	\$ -	\$ -	\$ -
4 1/2 times base	-	78,159,812	-	-
3 3/4 times base	-	-	65,133,176	-
3 1/4 times base	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,448,753</u>
Total debt limitation	39,079,906	78,159,812	65,133,176	56,448,753
Indebtedness:				
Bonds payable	2,636,775	1,604,225	80,000	-
USDA Note	-	-	1,401,660	-
Overlapping debt:				
Regional School District No. 7	<u>-</u>	<u>2,629,427</u>	<u>-</u>	<u>-</u>
Total Indebtedness	<u>2,636,775</u>	<u>4,233,652</u>	<u>1,481,660</u>	<u>-</u>
Debt limitation in excess of outstanding and authorized debt	<u>\$36,443,131</u>	<u>\$73,926,160</u>	<u>\$63,651,516</u>	<u>\$ 56,448,753</u>

NOTE:

In no case should this total indebtedness exceed
seven times the base \$17,368,847 or \$121,581,929.

See accountant's report.

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 conditions.

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.

TOWN OF NEW HARTFORD
Net Assets By Component
Last Ten Fiscal Years
(accrual basis of accounting)

Table 1

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities:										
Invested in Capital Assets, net of related debt	\$ 2,095,658	\$ 3,695,478	\$ 3,832,969	\$ 5,087,155	\$ 6,495,637	\$ 9,943,175	\$ 10,358,650	\$ 10,236,647	\$ 10,921,448	\$ 11,155,435
Restricted	1,764	-	-	4,680	10,122	13,900	21,155	24,480	28,944	31,929
Unrestricted	3,630,171	2,989,808	3,421,144	5,371,047	4,495,772	4,039,050	4,221,104	1,760,535	3,400,525	3,546,323
Total Governmental Activities Net Assets	\$ 5,727,593	\$ 6,685,286	\$ 7,254,113	\$ 10,462,882	\$ 11,001,531	\$ 13,996,125	\$ 14,600,909	\$ 12,021,662	\$ 14,350,917	\$ 14,733,687
Business-type Activities:										
Invested in Capital Assets, net of related debt	\$ 3,773,782	\$ 3,633,545	\$ 3,518,323	\$ 3,543,790	\$ 3,789,447	\$ 3,691,737	\$ 4,942,028	\$ 9,746,307	\$ 11,265,057	\$ 10,945,088
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	314,715	430,544	372,856	182,629	253,511	90,278	47,118	(1,981,117)	(2,016,632)	(2,045,157)
Total Business-type Activities Net Assets	\$ 4,088,497	\$ 4,064,089	\$ 3,891,179	\$ 3,726,419	\$ 4,042,958	\$ 3,782,015	\$ 4,989,146	\$ 7,765,190	\$ 9,248,425	\$ 8,899,931
Primary Government										
Invested in Capital Assets, net of related debt	\$ 5,869,440	\$ 7,329,023	\$ 7,351,292	\$ 8,630,945	\$ 10,285,084	\$ 13,634,912	\$ 15,300,678	\$ 19,982,954	\$ 22,186,505	\$ 22,100,523
Restricted	1,764	-	-	4,680	10,122	13,900	21,155	24,480	28,944	31,929
Unrestricted	3,944,886	3,420,352	3,794,000	5,553,676	4,749,283	4,129,328	4,268,222	(220,582)	1,383,893	1,501,166
Total Primary Government Net Assets	\$ 9,816,090	\$ 10,749,375	\$ 11,145,292	\$ 14,189,301	\$ 15,044,489	\$ 17,778,140	\$ 19,590,055	\$ 19,796,852	\$ 23,599,342	\$ 23,633,618

TOWN OF NEW HARTFORD
Changes in Net Assets
Last Ten Fiscal Years
(actual basis of accounting)

Table 2

	FISCAL YEAR									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental Activities:										
General Government	\$ 1,324,262	\$ 1,422,510	\$ 1,378,800	\$ 1,368,966	\$ 1,698,526	\$ 1,963,532	\$ 2,095,182	\$ 2,185,561	\$ 2,257,962	\$ 1,940,123
Public Safety	335,349	380,192	500,929	619,919	762,050	659,020	670,923	638,618	738,279	616,213
Highways	1,470,187	1,318,456	1,301,888	1,512,222	1,513,625	1,550,128	1,655,437	1,636,007	1,834,330	1,535,240
Planning and Development	187,711	183,666	198,226	249,647	199,850	241,915	194,147	197,609	164,289	144,909
Health and Welfare	504,235	309,919	296,421	350,719	264,228	294,581	312,056	317,245	296,489	331,132
Libraries	212,172	212,172	224,469	234,562	238,323	245,483	269,007	259,000	259,000	263,000
Parks and Recreation	122,226	261,081	266,459	248,800	226,323	302,625	303,697	306,023	317,543	317,706
Commissions/Agencies	159,448	202,413	75,413	55,131	60,694	90,943	83,142	76,987	64,330	76,513
Education	12,542,540	13,144,597	13,729,104	14,685,429	14,918,099	17,779,811	16,399,158	16,307,462	16,341,565	16,837,641
Interest on Long-Term Debt	216,230	181,032	195,968	233,379	289,586	-	-	-	-	232,961
Total Governmental Activities Expenses	17,074,360	17,616,038	18,167,677	19,558,774	20,171,306	23,128,038	21,982,749	21,924,512	22,273,787	22,295,438
Business-Type Activities										
Water and Sewer System	473,057	566,921	673,900	667,788	691,061	795,831	699,739	667,246	877,457	979,493
Total Business-Type Activities Expenses	473,057	566,921	673,900	667,788	691,061	795,831	699,739	667,246	877,457	979,493
Total Primary Government Expenses	\$ 17,547,417	\$ 18,182,959	\$ 18,841,577	\$ 20,226,562	\$ 20,862,367	\$ 23,923,869	\$ 22,682,488	\$ 22,591,758	\$ 23,151,244	\$ 23,274,931
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 329,670	\$ 207,026	\$ 199,701	\$ 196,649	\$ 191,703	\$ 114,226	\$ 92,579	\$ 100,844	\$ 107,446	\$ 115,562
Parks and Recreation	-	117,790	188,508	145,126	155,726	157,683	148,265	174,387	162,076	180,775
Education	-	118,513	118,781	128,325	119,758	124,380	123,278	163,073	117,464	110,907
Other Activities	128,974	128,390	119,254	115,785	99,967	99,290	90,281	72,900	87,996	83,986
Operating Grants and Contributions	3,251,913	3,196,996	3,245,068	3,625,268	3,830,890	6,318,027	4,523,354	4,314,244	4,392,255	4,827,438
Capital Grants and Contributions	512,962	733,728	266,558	3,157,312	267,912	766,185	522,606	89,973	1,450,936	117,896
Total Governmental Activities Program Revenues	4,223,519	4,502,443	4,137,870	7,368,465	4,665,956	7,579,791	5,500,363	4,915,421	6,318,173	5,436,564
Business-type Activities:										
Charges for Services:										
Water and Sewer System	528,311	503,830	500,441	502,285	507,168	534,888	557,680	625,768	617,682	666,939
Capital Grants and Contributions	354,536	38,400	-	-	500,000	-	1,329,210	-	2,697,580	-
Total Business-type Activities Program Revenues	882,847	542,230	500,441	502,285	1,007,168	534,888	1,886,870	625,768	3,315,262	666,939
Total Primary Government Program Revenues	\$ 5,106,366	\$ 5,044,673	\$ 4,638,311	\$ 7,870,750	\$ 5,673,124	\$ 8,114,679	\$ 7,387,233	\$ 5,541,189	\$ 9,633,435	\$ 6,103,503

(continued)

TOWN OF NEW HARTFORD
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)

Table 2

	FISCAL YEAR									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net (Expense)/Revenue										
Governmental Activities	\$ (12,850,841)	\$ (13,113,595)	\$ (14,029,807)	\$ (12,190,309)	\$ (15,505,350)	\$ (15,548,247)	\$ (16,482,386)	\$ (17,009,091)	\$ (15,955,614)	\$ (16,858,874)
Business-type Activities	499,790	(24,691)	(173,459)	(165,503)	316,107	(260,943)	1,187,131	(41,478)	2,437,805	(312,554)
Total Primary Government Net Expense	<u>\$ (12,441,051)</u>	<u>\$ (13,138,286)</u>	<u>\$ (14,203,266)</u>	<u>\$ (12,355,812)</u>	<u>\$ (15,189,243)</u>	<u>\$ (15,809,190)</u>	<u>\$ (15,295,255)</u>	<u>\$ (17,050,569)</u>	<u>\$ (13,517,809)</u>	<u>\$ (17,171,428)</u>
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Property Taxes	\$ 11,934,716	\$ 13,432,287	\$ 14,130,592	\$ 14,763,866	\$ 15,401,701	\$ 16,225,898	\$ 16,925,370	\$ 16,845,097	\$ 16,990,778	\$ 17,274,591
Grants Not Restricted for Specific Purpose	276,598	165,478	194,909	323,982	311,564	198,695	273,707	232,686	236,197	222,749
Unrestricted Investment Income	70,465	59,670	100,772	179,919	211,091	131,943	16,921	37,123	30,162	43,584
Rental Income	37,900	36,868	40,000	40,000	40,000	31,050	42,849	44,319	45,901	47,278
Other Income	-	248,885	152,133	91,311	79,643	297,084	95,612	88,141	27,261	73,393
Special Item-Return of Unexpended Grant	-	-	-	-	-	-	-	-	-	(455,891)
Transfers	(260,590)	-	-	-	-	-	(20,000)	(2,817,522)	954,570	35,940
Total Governmental Activities	<u>12,059,089</u>	<u>13,943,185</u>	<u>14,618,406</u>	<u>15,399,078</u>	<u>16,043,999</u>	<u>16,884,670</u>	<u>17,334,459</u>	<u>14,429,844</u>	<u>18,284,869</u>	<u>17,241,644</u>
Business-type Activities:										
Unrestricted Investment Income	11,576	283	549	743	432	-	-	-	-	-
Transfers	260,590	-	-	-	-	-	20,000	2,817,522	(954,570)	(35,940)
Total Business-type Activities	<u>272,166</u>	<u>283</u>	<u>549</u>	<u>743</u>	<u>432</u>	<u>-</u>	<u>20,000</u>	<u>2,817,522</u>	<u>(954,570)</u>	<u>(35,940)</u>
Total Primary Government	<u>\$ 12,331,255</u>	<u>\$ 13,943,471</u>	<u>\$ 14,618,955</u>	<u>\$ 15,399,821</u>	<u>\$ 16,044,431</u>	<u>\$ 16,884,670</u>	<u>\$ 17,354,459</u>	<u>\$ 17,247,366</u>	<u>\$ 17,330,299</u>	<u>\$ 17,205,704</u>
Change in Net Assets										
Governmental Activities	\$ (791,752)	\$ 829,593	\$ 588,599	\$ 3,208,769	\$ 538,649	\$ 1,336,423	\$ 852,073	\$ (2,579,247)	\$ 2,329,255	\$ 382,770
Business-type Activities	681,956	(24,408)	(172,910)	(164,760)	316,539	(260,943)	1,207,131	2,776,044	1,483,235	(348,494)
Total Primary Government	<u>\$ (109,796)</u>	<u>\$ 805,185</u>	<u>\$ 415,689</u>	<u>\$ 3,044,009</u>	<u>\$ 855,188</u>	<u>\$ 1,075,480</u>	<u>\$ 2,059,204</u>	<u>\$ 196,797</u>	<u>\$ 3,812,490</u>	<u>\$ 34,276</u>

TOWN OF NEW HARTFORD
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 3

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011**</u>	<u>2012</u>
General Fund:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,939,455	\$ -	\$ -
Unreserved	1,889,252	2,112,940	2,289,745	2,387,363	2,364,544	3,102,910	3,394,424	3,519,887	-	-
Nonspendable										
Restricted									452,090	17,542
Committed									-	-
Assigned									464,312	858,333
Unassigned									3,082,427	3,083,829
Total General Fund	\$ 1,889,252	\$ 2,112,940	\$ 2,289,745	\$ 2,387,363	\$ 2,364,544	\$ 3,102,910	\$ 3,394,424	\$ 7,459,342	\$ 3,998,829	\$ 3,959,704
All Other Governmental Funds										
Reserved	\$ 1,764	\$ 1,902	\$ 3,452	\$ 8,279	\$ 13,172	\$ 46,959	\$ 222,936	\$ 300,136	\$ -	\$ -
Unreserved, reported in:										
Special Revenue Funds	294,517	559,465	541,093	609,186	745,457	716,098	671,589	788,271	-	-
Capital Projects Funds	656,391	204,131	1,626,453	1,914,965	983,468	559	-	-	-	-
Nonspendable									3,177	2,051
Restricted									464,373	543,574
Committed									318,673	401,303
Assigned									188,267	182,223
Total All Other Governmental Funds	\$ 952,672	\$ 765,498	\$ 2,170,998	\$ 2,532,430	\$ 1,742,097	\$ 763,616	\$ 894,525	\$ 1,088,407	\$ 974,490	\$ 1,129,151

Note:

The change in the classification of fund balance amounts in 2011 is discussed in the notes to the 2011 Financial Statements

** Prior year amounts have not been restated for the implementation of Statement 54.

TOWN OF NEW HARTFORD
Changes in Fund Balances
Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 4

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	\$ 12,110,264	\$ 13,542,890	\$ 14,124,967	\$ 14,688,467	\$ 15,370,192	\$ 16,340,531	\$ 16,773,343	\$ 16,867,985	\$ 17,002,857	\$ 17,308,285
Investment Income	70,465	59,670	100,450	179,597	210,769	131,621	16,599	36,801	29,836	43,258
Fees and Charges	329,671	618,695	626,244	585,885	567,154	495,579	454,403	511,204	474,982	491,230
Intergovernmental Revenue	4,067,414	4,195,952	3,774,269	6,504,737	4,093,583	7,322,160	5,366,019	4,633,785	6,149,577	5,168,083
Contributions	-	-	35,619	656,766	75,244	45,800	15,759	3,118	-	-
Rental Income	37,900	-	-	-	-	-	-	-	-	-
Other	190,643	242,716	185,333	131,311	44,399	328,134	138,461	132,460	73,162	120,671
Total Revenues	16,806,357	18,659,923	18,846,882	22,726,763	20,361,341	24,663,825	22,764,584	22,175,353	23,730,414	23,131,527
Expenditures										
General Government	\$ 1,047,192	\$ 1,120,180	\$ 1,175,028	\$ 1,209,519	\$ 1,555,467	\$ 1,435,416	\$ 1,530,397	\$ 1,612,520	\$ 1,580,523	\$ 1,585,276
Public Safety	332,244	379,474	490,580	608,880	684,073	634,209	650,705	625,235	584,985	606,213
Highways	1,179,948	1,148,612	1,141,954	1,251,031	1,268,827	1,411,039	1,264,493	1,506,589	1,493,270	1,464,743
Planning and Development	184,285	177,203	197,995	178,109	192,244	229,805	178,883	155,878	144,366	128,590
Health and Welfare	504,235	309,919	283,327	327,617	264,228	281,487	291,490	290,699	269,942	319,288
Libraries	212,172	212,172	224,469	234,562	238,323	245,483	269,007	259,000	259,000	263,000
Commissions/Other Agencies	159,448	202,413	75,413	55,131	60,694	90,943	83,142	76,987	64,330	76,513
Parks and Recreation	116,892	235,974	263,901	245,254	222,489	266,158	278,762	261,540	266,589	288,181
Education	12,170,714	12,856,481	13,508,357	14,267,320	14,156,800	17,357,015	15,859,842	16,071,401	16,276,498	16,704,697
Capital Outlay	893,503	1,673,567	737,813	5,506,911	1,178,760	1,491,926	1,583,668	246,961	1,069,740	289,638
Debt Service										
Principal	320,000	325,000	450,000	1,350,000	450,000	532,000	500,000	500,000	601,000	601,000
Interest	216,230	184,971	195,968	233,379	289,588	285,610	249,772	235,821	343,171	232,961
Total Expenditures	17,336,863	18,825,966	18,744,805	25,467,713	20,561,493	24,261,091	22,760,161	21,842,631	22,953,414	22,560,100
Excess of Revenues	(530,506)	(166,043)	102,077	(2,740,950)	(200,152)	402,734	4,423	332,722	777,000	571,427
Other Financing Sources (Uses)										
Proceeds from Sale of Bonds	1,077,000	1,150,000	-	4,700,000	3,187,000	-	438,000	-	-	-
Proceeds from Bond Anticipation Notes	-	-	1,500,000	-	-	-	-	8,900,000	3,594,000	-
Proceeds from Premiums Paid on Bonds	-	3,221	-	-	-	-	-	-	-	-
Repayment of Bond Anticipation Notes	-	(1,077,000)	-	(1,500,000)	(3,800,000)	-	-	-	(8,900,000)	-
Contributions to Enterprise Funds	-	-	-	-	-	-	(20,000)	(4,973,922)	-	-
Transfer from Enterprise Funds	-	-	-	-	-	-	-	-	954,570	-
Transfers Out	(611,118)	(386,587)	(342,069)	(248,760)	(651,609)	(366,043)	(1,052,273)	(442,000)	(350,872)	(353,000)
Transfers In	350,528	386,587	342,069	248,760	651,609	366,043	1,052,273	442,000	350,872	353,000
Total Other Financing Sources (Uses)	816,410	76,221	1,500,000	3,200,000	(613,000)	-	418,000	3,926,078	(4,351,430)	-
Special Item										
Return of Unexpended Grant	-	-	-	-	-	-	-	-	-	(455,891)
Net Change in Fund Balances	\$ 285,904	\$ (89,822)	\$ 1,602,077	\$ 459,050	\$ (813,152)	\$ 402,734	\$ 422,423	\$ 4,258,800	\$ (3,574,430)	\$ 115,536
Debt Service as a Percentage of										
Noncapital Expenditures	3.3%	3.0%	3.6%	7.9%	3.8%	3.6%	3.5%	3.4%	4.3%	3.7%

Table 5

TOWN OF NEW HARTFORD
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Grand List Year	Fiscal Year	Real Property						Personal Property		Less: Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
		Residential	Commercial	Industrial	Vacant Land	Use Assessment	Apartments	Other	Motor Vehicle					
2010	2012	\$ 564,660,510	\$29,328,740	\$7,524,510	\$18,364,055	\$17,360,701	\$ 69,090	\$29,983,113	\$52,849,285	\$12,151,635	\$ 707,988,369	24.20	\$ 1,011,411,956	70%
2009	2011	560,053,480	30,043,625	7,653,940	19,274,615	17,653,200	138,180	28,495,609	49,953,523	11,417,954	701,848,218	24.00	1,002,640,311	70%
2008	2010	558,111,710	29,543,265	8,809,570	19,909,745	18,143,775	825,090	27,931,410	47,992,715	10,294,724	700,972,556	23.90	1,001,389,366	70%
2007	2009	454,322,880	22,384,090	8,206,800	N/A	N/A	N/A	24,883,823	50,956,759	8,381,899	552,372,453	29.00	789,103,504	70%
2006	2008	448,568,040	22,138,060	8,206,800	N/A	N/A	N/A	21,025,377	49,768,128	5,162,306	544,544,099	28.15	777,920,141	70%
2005	2007	440,766,050	22,390,390	9,481,640	N/A	N/A	N/A	20,890,213	49,231,381	4,853,512	537,908,162	27.10	768,440,231	70%
2004	2006	428,256,520	22,140,440	11,976,510	N/A	N/A	N/A	22,495,739	45,427,449	4,468,919	525,827,739	26.50	751,182,484	70%
2003	2005	420,178,760	21,899,780	13,210,820	N/A	N/A	N/A	19,083,696	42,557,426	4,993,758	511,936,724	26.10	731,338,177	70%
2002	2004	236,862,640	16,407,050	11,446,960	N/A	N/A	N/A	18,136,822	41,155,385	6,491,815	319,517,042	32.40	456,452,917	70%
2001	2003	246,545,810	16,817,180	11,467,050	N/A	N/A	N/A	21,094,625	42,838,097	5,864,628	334,898,134	30.10	478,425,906	70%

Source: Assessor's Office - Town of New Hartford, Connecticut

N/A = not available

Note: By State law, property is assessed at 70% of actual value with periodic revaluation of real property. The estimated actual amount is the equalized grand list which is estimated by the state of Connecticut, office of Policy and Management.

TOWN OF NEW HARTFORD

Principal Property Taxpayers

Current Year and Nine Years Ago

Table 6

Taxpayer	Nature of Business	Grand List as of October 1, 2010			Grand List as of October 1, 2001		
		Taxable Assessed Value	Rank	Percent of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percent of Total Town Taxable Assessed Value
Metropolitan District Water Bureau	Water and Sewer Utility	\$ 10,389,750	1	1.47%	\$ 6,537,300	3	1.69%
Home Depot USA, Inc.	Retail Tools and Maintenance Materials	8,844,380	2	1.25%	7,663,465	1	1.98%
Connecticut Light & Power D4	Power Company	6,391,640	3	0.90%	4,519,796	4	1.19%
Perry Technology Corporation	Retail	4,971,700	4	0.70%			
Altra Industrial Motion	Manufacturer	3,632,180	5	0.51%			
Ski Sundown	Ski Area	3,050,760	6	0.43%	2,114,405	6	0.55%
Connecticut Light & Power	Power Company	2,537,860	7	0.36%			
Marandino	Individual	1,631,000	8	0.23%	1,397,130	8	0.36%
Rutsky	Individual	1,630,960	9	0.23%			
Hitchcock Properties LLC	Real Estate Property Management	1,521,590	10	0.21%			
Executive Greetings, Inc.	Printer Office Forms, Mail Order				7,141,552	2	1.85%
Two Hundred Kelsey Associates	Real Estate Management				2,211,540	5	0.57%
Hitchcock Connecticut Manufacturing	Furniture Manufacturing & Retail				1,984,500	7	0.51%
Snowy Night Firelight	Machine Manufacturing				1,051,680	9	0.27%
New Hartford Industrial park	Real Estate Management				944,860	10	0.24%
		\$ 44,601,820		6.30%	\$ 35,566,228		9.21%

Source: Assessor's Office, Town of New Hartford

TOWN OF NEW HARTFORD
Property Tax Levies and Collections
Last Ten Fiscal Years

Table 7

Fiscal Year	Tax Rate in Mills	Total Tax Levy for Fiscal Year	Collected Within Fiscal Year of Levy		Collections in Subsequent Years	Tax Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2003	30.10	11,956,302	11,764,794	98.4%	178,184	11,942,978	99.9%
2004	32.40	13,409,280	13,128,858	97.9%	187,508	13,316,366	99.3%
2005	26.10	14,115,832	13,883,685	98.4%	148,587	14,032,272	99.4%
2006	26.50	14,721,747	14,449,498	98.2%	116,587	14,566,085	98.9%
2007	27.10	15,293,495	15,119,089	98.9%	160,353	15,279,442	99.9%
2008	28.15	16,169,557	15,931,870	98.5%	208,127	16,139,997	99.8%
2009	29.00	16,876,463	16,649,176	98.7%	215,794	16,864,970	99.9%
2010	23.90	16,726,035	16,447,947	98.3%	208,554	16,656,501	99.6%
2011	24.00	16,913,359	16,648,060	98.4%	148,943	16,797,003	99.3%
2012	24.20	17,201,545	16,965,763	98.6%		16,965,763	98.6%

Source: Tax Collector Reports

TOWN OF NEW HARTFORD
Ratios of Outstanding Debt By Type
Last Ten Fiscal Years

Table 8

Fiscal Year	Bonded Debt										Other Debt			Total Primary Government Debt	Total Debt per Capita	Percentage of Personal Income ²																																																																																																																																																																																																																																																																																																																																																																																																																																																																
	Governmental Activities			Business Type Activities	Total Primary Government Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds				Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	B

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

¹ See Table 5 for taxable property value data

² See Table 12 for personal income and population data.

TOWN OF NEW HARTFORD
Legal Debt Margin Information
Last Ten Fiscal Years

Table 9

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limitation	\$85,018,738	\$94,684,093	\$99,637,748	\$103,044,606	\$107,600,976	\$113,262,107	\$119,117,327	\$117,899,170	\$119,524,370	\$121,581,929
Total net debt applicable to limit	\$ 9,523,360	\$12,131,609	\$10,856,132	\$12,573,040	\$11,380,371	\$ 9,785,186	\$ 9,570,579	\$17,542,645	\$ 7,756,015	\$ 8,352,087
Legal debt margin	\$75,495,378	\$82,552,484	\$88,781,616	\$ 90,471,566	\$ 96,220,605	\$103,476,921	\$109,546,748	\$100,346,525	\$111,768,355	\$113,229,842
Total net debt applicable to the limit as a percentage of debt limit	11.20%	12.81%	10.90%	12.20%	10.58%	8.64%	8.03%	14.88%	6.49%	6.87%

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation. The calculation of the 2012 debt limit can be found on page 63 of this Report.

TOWN OF NEW HARTFORD
Direct and Overlapping Governmental Activities Debt
As of June 30, 2012

Table 10

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Regional School District Number 7	\$ 5,420,381	48.51%	\$ 2,629,427
Subtotal, overlapping debt			<u>2,629,427</u>
Town of New Hartford direct debt			<u>5,722,660</u>
Total direct and overlapping debt			<u>\$ 8,352,087</u>

Sources: Enrollment data used to estimate applicable percentage provided by Regional School District Number 7. Debt outstanding data also provided by Regional School District Number 7.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Town of New Hartford. This process recognizes that when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹The percentage of overlapping debt applicable is estimated using student population. Applicable percentages were estimated by determining the towns enrolled student population at Regional School District Number 7 and dividing it by the student population at Regional School District Number 7

TOWN OF NEW HARTFORD
Pledged-Revenue Coverage
Last Ten Fiscal Years
(amounts expressed in thousands)

Table 11

WPCA Notes						
Fiscal	Service	Less:	Net	Debt Service		
Year	Charges	Operating	Available	Principal	Interest	Coverage
	and Other	Expenses	Revenue			
2003	540	324	216	11	37	4.50
2004	501	467	34	12	36	0.71
2005	503	462	41	11	37	0.85
2006	504	362	142	12	36	2.96
2007	508	484	24	12	36	0.50
2008	535	588	(53)	12	35	-1.13
2009	557	493	64	13	34	1.36
2010	626	463	163	13	33	3.54
2011	618	574	44	14	32	0.96
2012	667	511	156	15	103	1.32

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements. Service charges and other includes investment earnings. Operating expenses do not include interest or depreciation.

TOWN OF NEW HARTFORD
Annual Bonded Debt Maturity Schedule
As of June 30, 2012

Table 12

<u>Fiscal</u> <u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 616,000	\$ 178,585	\$ 794,585
2014	475,000	155,879	630,879
2015	380,000	134,779	514,779
2016	390,000	117,418	507,418
2017	370,000	99,713	469,713
2018	370,000	82,910	452,910
2019	370,000	66,213	436,213
2020	160,000	54,850	214,850
2021	170,000	48,450	218,450
2022	170,000	41,650	211,650
2023	170,000	34,850	204,850
2024	170,000	28,050	198,050
2025	170,000	21,038	191,038
2026	170,000	14,026	184,026
2027	170,000	7,012	177,012
Total	<u>\$ 4,321,000</u>	<u>\$ 1,085,423</u>	<u>\$ 5,406,423</u>

TOWN OF NEW HARTFORD
Annual Self-Supporting Water and Sewer Debt Maturity Schedule
As of June 30, 2012

Table 13

Fiscal Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 14,592	\$ 31,982	\$ 46,574
2014	15,105	31,321	46,426
2015	15,640	30,638	46,278
2016	16,199	29,932	46,131
2017	16,784	29,200	45,984
2018	17,394	28,443	45,837
2019	18,033	27,656	45,689
2020	18,699	26,843	45,542
2021	19,396	25,998	45,394
2022	20,125	25,122	45,247
2023	20,886	24,213	45,099
2024	21,682	23,270	44,952
2025	22,513	22,291	44,804
2026	23,381	21,275	44,656
2027	24,288	20,221	44,509
2028	22,027	19,123	41,150
2029	23,018	18,131	41,149
2030	24,054	17,095	41,149
2031	25,136	16,013	41,149
2032	26,267	14,882	41,149
2033	27,450	13,700	41,150
2034	28,685	12,465	41,150
2035	29,976	11,174	41,150
2036	31,324	9,826	41,150
2037	32,734	8,416	41,150
2038	34,207	6,943	41,150
2039	35,747	5,403	41,150
2040	37,355	3,795	41,150
2041	38,153	2,116	40,269
2042	8,249	380	8,629
Total	<u>\$ 709,099</u>	<u>\$ 557,867</u>	<u>\$ 1,266,966</u>

TOWN OF NEW HARTFORD
Long-Term Debt Ratios
For the Year Ended June 30, 2012

Table 14

1 Population	6,994
2 Net Taxable Grand List (10/1/09)	\$701,838,878
Estimated Full Value (70%)	\$1,002,626,969
3 Equalized Net Taxable Grand List (2008)	\$1,007,330,607
4 Money Income per Capita (1999)	\$30,429

	Total Direct Debt <u>\$ 4,321,000</u>	Total Net Direct Debt <u>\$ 4,321,000</u>	Total Overall Net Debt <u>\$ 6,950,427</u>
Per Capita	\$617.82	\$617.82	\$993.77
Ratio to Net Taxable Grand List	0.62%	0.62%	0.99%
Ratio to Estimated Full Value	0.43%	0.43%	0.69%
Ratio to Equalized Net Taxable Grand List	0.43%	0.43%	0.69%
Debt per Capita to Money Income per Capita	2.03%	2.03%	3.27%

1 State of Connecticut Municipal Fiscal Indicators, (citing State Department of Public Health)

2 Revalued 10/1/08

3 State of Connecticut Municipal Fiscal Indicators

4 State of Connecticut Municipal Fiscal Indicators, (citing the U. S. Census 2000)

TOWN OF NEW HARTFORD
Demographic and Economic Statistics
Last Ten Fiscal Years

Table 15

Fiscal Year	Population ¹	Personal Income (thousands of dollars)	Per Capita Personal Income ²	Median Age	Education Level in Years of Schooling	School Enrollment ⁴	Unemployment Rate ³
2012	6,882	\$ 253,086	\$ 36,775	43	N/A	582	6.6%
2011	6,970	254,182	36,468	43	N/A	608	7.6%
2010	6,736	204,970	30,429	43	N/A	625	7.6%
2009	6,736	204,970	30,429	43	N/A	616	7.2%
2008	6,728	204,726	30,429	39	N/A	609	4.9%
2007	6,736	204,970	30,429	39	N/A	612	4.1%
2006	6,794	206,735	30,429	39	N/A	631	3.5%
2005	6,746	205,274	30,429	39	N/A	631	3.7%
2004	6,662	202,718	30,429	39	N/A	627	4.8%
2003	6,548	199,249	30,429	39	N/A	654	4.8%

¹ State of Connecticut Department of Economic and Community Development

² U.S Bureau of Census (2010 most recent data available)

³ State of Connecticut Department of Labor

⁴ State of Connecticut Department of Education

Note: The per capita personal income figures are based upon the U.S. Bureau of Census compiled in 2010. The information contained in the Census is the most recent data available.

TOWN OF NEW HARTFORD

Principal Employers
Current Year and Nine
Years Ago

Table 16

Employer	Nature of Business	2012			2003		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Town Employment
Altra Industrial Motion	Mfgr of Electromagnetic Clutches & Brakes	118	1	3.2%	N/A	N/A	N/A
Perry Technology Corporation	Mfgr of Machined Parts	100	3	2.7%	N/A	N/A	N/A
New Hartford Board of Education	Board of Education	98	2	2.6%	98	1	2.9%
Ovation Instruments	Mfgr of Musical Instruments	54	4	1.5%	N/A	N/A	N/A
Marandino Foods	Grocery Store	40	5	1.1%	N/A	N/A	N/A
Town of New Hartford	Municipality	37	6	1.0%	33	2	1.0%
Syntac Coated Products LLC	Mfgr of Pressure Sensitive Adhesive Products	30	7	0.8%	N/A	N/A	N/A
Hurley Mfg	Mfgr of Metal Springs	27	8	0.7%	N/A	N/A	N/A
Ski Sundown Inc.	Ski Area	15	9	0.4%	N/A	N/A	N/A
MTI Enterprises, Inc.	Dramatic Licensing Agency	12	10	0.3%	N/A	N/A	N/A

Sources: Town of New Hartford; CT Department of Labor

TOWN OF NEW HARTFORD
Full-Time Employees By Function
Last Ten Fiscal Years

Table 17

Function/Department	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
Town Clerk	2	2	2	2	2	2	2	2	2	2
Tax Collector	2	2	2	2	2	2	2	2	2	2
Registrar of Voters	0	0	0	0	1	1	1	2	2	2
Assessor	2	2	2	2	2	2	2	2	2	2
Board of Assessment	0	0	0	3	3	3	3	3	3	3
Financial Services	2	2	2	2	2	2	2	2	2	2
Administrative Services	3	3	3	3	3	3	3	3	3	3
Public Safety										
Fire	3	3	3	3	3	3	3	3	2	2
Police	3	3	3	3	3	3	3	3	3	3
Community Maintenance										
Building Official	1	1	1	1	1	1	1	1	1	1
Land Use	2	2	2	2	2	2	2	2	1	1
Zoning Enforcement Officer	1	1	1	1	1	1	1	1	1	1
Public Works	10	10	10	10	11	11	11	8	7	8
Human and Cultural										
Leisure Services	2	2	2	2	2	2	2	2	0	0
Human & Leisure Services	0	0	0	0	1	1	1	1	0	0
Total - Town	33	33	33	36	39	39	39	37	31	32
Education										
Instructional Staff	70	70	70	70	70	70	75	70	62	53
Non-Instructional Staff	28	29	29	30	30	32	35	33	35	45
Total - Education	98	99	99	100	100	102	110	103	97	98
TOTAL	131	132	132	136	139	141	149	140	128	130

Source: Various Town Departments

TOWN OF NEW HARTFORD
Operating Indicators By Function
Last Ten Fiscal Years

Function/Department	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
GENERAL GOVERNMENT										
Town Clerk	3,114	3,244	2,453	2,415	2,189	1,719	1,645	1,688	1,732	1,756
Land Records Processed										
Registrar of Voters	4,210	4,237	4,659	4,669	4,711	4,798	4,878	4,844	4,853	4,722
Number of Registered Voters	N/A	N/A	N/A	N/A	N/A	N/A	94.78%	N/A	N/A	N/A
Voter Turnout % - National Election	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Voter Turnout % - State Election	N/A	54.40%	N/A	49.20%	N/A	42.70%	94.78%	51.70%	N/A	N/A
Voter Turnout % - Local Election										
PUBLIC SAFETY										
Police										
Number of 911 Call Responses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Physical Arrests	103	66	70	78	59	73	N/A	N/A	N/A	83
Number of Major Crimes	55	48	57	54	60	46	N/A	N/A	N/A	N/A
Number of Parking Violations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Traffic Stops	1,426	849	718	1,249	785	1,026	848	896	823	724
Fire										
Number of Fire Related Calls	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Emergency Medical/Rescue Calls	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Fires Extinguished	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Ambulance										
Number of Ambulance Calls	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
COMMUNITY MAINTENANCE										
Building Department										
Number of Inspections Conducted	N/A	596	558	739	727	698	540	587	622	773
Number of Building Permits Issued	N/A	N/A	558	535	468	413	443	421	472	496
Public Works										
Number of Snow Operations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Miles of Street Reconstructed	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
HUMAN AND CULTURAL										
Parks & Recreation										
Number of Instructional programs conducted	47	51	45	48	47	51	48	57	60	61
Number of Members at Senior Center	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Library										
Volumes in Collection**	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Registered Borrowers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transit District										
Number of Dial-A-Ride Trips	N/A	1,337	1,481	1,334	2,025	980	662	873	861	1,141
EDUCATION										
Average Class Size										
Elementary Schools	18	17	19	19	18	17	18	18	21	22
Middle School*	x	x	x	x	x	x	x	x	x	x
High School*	x	x	x	x	x	x	x	x	x	x
SAT Scores*	x	x	x	x	x	x	x	x	x	x
Math/Verbal										
CAPT Scores										
% at goal (average of tests taken in Grade 10) *	x	x	x	x	x	x	x	x	x	x
CMT Scores										
% at goal: Grade 3 - Reading/Writing/Math	x/x/x	x/x/x	x/x/x	82.9/78.9/84.2	74.1/73.8/76.5	83.3/85.4/90.6	86.7/86.9/86.4	84.9/89.7/94.2	74.4/81.4/88.4	84.1/85.5/91.5
% at goal: Grade 4 - Reading/Writing/Math	70.9/72.4/88.6	76.4/81.1/72.2	80.7/86.4/79.5	80.2/78.0/77.1	78.7/81.3/80.0	75.9/72.4/79.3	86.3/81.6/91.8	74.4/75.9/80.2	85.2/82.0/94.3	78.4/84.1/89.7
% at goal: Grade 5 - Reading/Writing/Math/Science	x/x/x/x	x/x/x/x	x/x/x/x	83.5/89.4/81.2	80.4/83.7/83.7	84.9/82.2/90.4/80.8	82.6/79.3/83.7/77.1	84.0/87.5/94.7/x	80.2/87.4/91.9/75.9	89.5/90.7/93.0/87.2
% at goal: Grade 6 - Reading/Writing/Math	80.0/80.0/77.9	78.9/89.5/83.2	75.0/73.8/70.2	86.0/84.9/80.6	85.4/82.9/90.2	88.8/70.8/88.8	90.0/87.1/94.3	80.9/66.7/77.5	91.7/79.8/91.8	91.1/78.0/91.1
% at goal: Grade 7 - Reading/Writing/Math*	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x
% at goal: Grade 8 - Reading/Writing/Math*	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x

Source: Various Town Departments

* New Hartford Schools are only grades K-6; students go on to attend a Regional School District upon completion of 6th grade.

** estimated by the Bakerville Library stating that the size of their collection is over 14,000 and there are two libraries in the Town.

N/A = not available

TOWN OF NEW HARTFORD
Capital Asset Statistics By Function
Last Ten Fiscal Years

Table 19

Function/Department	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
GENERAL GOVERNMENT										
Town Offices	1	1	1	1	1	1	1	1	1	1
PUBLIC SAFETY										
Police										
Police Cars	1	1	1	6	7	7	6	6	6	6
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Pieces of Equipment	9	9	9	8	8	8	8	8	8	8
TOWN MAINTENANCE										
Public Works										
Miles of Town Streets	N/A	N/A	N/A	N/A	N/A	N/A	81.7	82.6	82.6	82.6
Miles of Highway	N/A	N/A	N/A	N/A	N/A	N/A	18.36	18.36	18.36	18.36
Streetslights	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Traffic Signals	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
HUMAN AND CULTURAL										
Leisure Services										
Senior Centers	1	1	1	1	1	1	1	1	1	1
Parks	4	4	4	4	4	4	4	4	4	4
Acres of Park Land	206	206	206	206	206	206	206	206	206	206
Playgrounds	2	2	2	3	3	3	3	3	3	3
Tennis Courts	2	2	2	2	2	2	2	2	2	2
Athletic Fields	6	6	6	6	6	6	6	6	6	6
Basketball Courts	1	1	1	1	1	2	2	2	2	2
Library										
Branches	2	2	2	2	2	2	2	2	2	2
EDUCATION										
Education										
Elementary Schools	3	3	3	3	3	3	3	3	3	3
Middle Schools*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
High Schools*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source(s): Various Town Departments

* New Hartford Schools are only grades K-6; students go on to attend a Regional School District upon completion of 6th grade.