

TOWN OF DARIEN, CONNECTICUT



Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2011

Comprehensive Annual Financial Report

of the

**Town of Darien,
Connecticut**

Fiscal Year Ended June 30, 2011

**Prepared by: Finance Department
Kathleen Clarke Buch
Finance Director**

TOWN OF DARIEN, CONNECTICUT

FINANCIAL REPORT

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Introductory Section

TOWN OF DARIEN
FINANCE DEPARTMENT
2 RENSRAW ROAD
DARIEN, CONNECTICUT 06820-5397
TELEPHONE (203) 656-7334
FAX (203) 656-7398



KATHLEEN CLARKE BUCH, CPEO
FINANCE DIRECTOR

December 16, 2011

To the Members of the Board of Finance
of the Town of Darien

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the Town of Darien, Connecticut for the year ended June 30, 2011. This report was prepared by the Town's Finance Department, which is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. We believe the data, as presented, is accurate in all material aspects and that it is presented in a manner designed to illustrate fairly the financial position and results of operations of the Town. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

The CAFR is presented in three sections: introductory, financial and statistical. This report follows the format for annual financial reports that the Governmental Accounting Standards Board suggests and the Government Finance Officers Association promotes through its Certificate of Achievement for Excellence in Financial Reporting program. The introductory section includes this transmittal letter, the Town's organizational chart and a list of principal officials. The financial section includes the management's discussion and analysis (MD&A), basic financial statements, required supplementary information, and the combining and individual fund statements and schedules, as well as the auditors' report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The Town is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996, U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and the Connecticut Single Audit Act. Information related to these audits, including the schedule of federal awards, state financial assistance, findings and recommendations, and auditors' reports on the internal control over financial reporting and compliance with applicable laws and regulations are issued under separate covers and not included in this report.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. Internal control policies and procedures are recognized as important elements of the Town's accounting system. Such controls are designed to establish reasonable, but not absolute, assurance that assets are protected against loss from unauthorized use or disposition and to provide the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits to be derived; and (2) the valuation of these costs and benefits requires estimates and judgments by management. Management believes that the Town's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The Board of Finance appointed the accounting firm of McGladrey Pullen, LLP as the Town's independent auditor for the year 2010-2011. In addition to meeting the requirements set forth in State Statutes, the audit was also designed to meet the requirements of the Federal and State Single Audit Acts. The auditors' report on the basic financial statements is in the financial section of this report. The auditors' reports related specifically to the Federal and State Single Audits are issued in separate reports.

Please refer to Management's Discussion and Analysis (MD&A), which follows the independent auditor's report for further information. The MD&A provides an introduction, overview and analysis of the basic financial statements.

ORGANIZATION AND SERVICES

The Town of Darien is located in lower Fairfield County on Long Island Sound. It is situated between Stamford and Norwalk and bordered on the north by New Canaan. Less than one hour from New York City, Darien is on the main line of the Metro North Commuter Railroad, and is served by the Connecticut Turnpike (I-95), the Merritt Parkway (R-15) and the Boston Post Road (US Route 1).

The Town of Darien was founded in 1737. The Town has a Representative Town Meeting (RTM) form of government, with a 5 member Board of Selectmen, 7 member Board of Finance and a 9 member Board of Education. The Town operates under the State of Connecticut General Statutes and the Charter and Code of Ordinances of the Town of Darien. The Charter was originally adopted in 1959 and the Code of Ordinances was adopted in 1972. Both are subject to revision on an ongoing basis. The 100 member RTM is the legislative body for the Town. The First Selectman, elected biennially, is the Chief Executive Officer of the Town. The Board of Finance, elected quadrennially to overlapping terms, serves as the Town's fiscal policy maker. Services provided by the Town to residents and taxpayers include general administrative services, public safety, education, public works, parks and recreation, health, social service, planning and zoning, and sewer services.

ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

The Town and the Board of Education maintain a comprehensive budgetary reporting system to monitor the results of budget operations and ensure budgetary control and compliance with approved budgets.

All annual budgets are recommended by the Board of Selectmen and Board of Education to the Board of Finance, which, following careful review, recommends final budgets for approval by the RTM. The Board of Finance, by charter, has the right to transfer unexpended balances and to establish a transfer approval process. The Board of Education has freedom of transfer within the approved Education budget, according to State law. Necessary and justified additional appropriations are recommended by the Board of Finance for RTM approval.

Purchase orders are encumbered and considered as expenditures for budget reporting purposes to ensure the availability of budget appropriations. Purchase orders are not released unless funding is available. Open encumbrances, reflecting goods and services not received are shown as an assignment of fund balance in the financial statements.

ECONOMIC CONDITION AND OUTLOOK

Darien is a community with high per capita income and housing values. Unemployment in Darien is lower than the state and national averages, standing at 6.0 percent compared to 9.1 and 9.2 for the state and nation. This is in keeping with the trends of the last ten years and is expected to remain stable.

Inflation in Darien remains higher than the national average. There is no predominant industry or employer in Darien. As a suburb of New York City, many residents are executives, professional, technical and managerial people employed in New York City and at industrial and corporate headquarters of nationally known firms located in surrounding Fairfield County communities. Darien is an active retail community, despite its proximity to larger retail centers, with several shopping centers and many specialty shops.

The tax base is primarily residential (approximately 86%) with a limited number of commercial office and retail buildings. As a result of the economic downturn, the value of local construction declined to \$81,772,000, a 7% decrease from the previous year. A total of 700 building permits were issued. This is

an increase from the prior year. Growth in Darien will continue to be stable or gradual, due to the limited amount of land available for development.

Property taxes comprise 92.4% of Town General Fund revenues and the current property tax collection rate remains strong at 99.4%. Delinquent collections also remain strong, so that the ratio of total tax collections to the current tax levy is 100%.

Intergovernmental revenues represent a small portion of Town revenues, reflecting only 2.4% in the current year. As a result of the Town's heavy reliance on property taxes and continually increasing student enrollment projections, the Board of Finance is preparing a five year financial plan that assumes property tax increases averaging slightly more than 5% for the period. School enrollment is expected to remain steady or decline over the next five years, with no further need for additional classroom space. The property tax mill rate enacted for 2011-2012, 12.20, represented an increase of 3.9% which was under the projected average.

LONG-TERM FINANCIAL PLANNING

A five year financial forecast is prepared by the Board of Finance and presented to the Representative Town Meeting each year at the State of the Town meeting in December. The plan addresses both operating and capital expenditures as well as revenues. It is based, in part, on the Five & Six Year Capital Projections prepared by the Board of Education and Board of Selectmen. Factors considered in the Five Year Forecast include student population growth, interest rates for investments and planned debt offerings, locally generated revenues, state grants, inflation rates, planned benefit changes, personnel changes and grand list growth. While not a budget, this document is referred to during the budget process.

The Board of Finance has adopted a Fund Balance Policy. This is also a consideration in development of the Five Year Forecast. The Fund Balance Policy calls for the Town to maintain fund balance within an appropriate range, measured as a percentage of revenues. This allows the Town to maintain sufficient fund balance to provide protection in case of unforeseen emergencies, to moderate mill rate increases and to avoid excessive accumulation.

The Town and Board of Education are covered under a fully insured medical insurance plan. The Town and Board of Education dental plans and the Board of Education pharmaceutical coverage are self-insured and are being viewed as a manageable financial risk. The Town is responsible for property losses due to fire and other disasters up to \$10,000, floods and earthquakes up to \$50,000 and auto collision of \$500 per vehicle and is fully insured for claims in excess of those amounts. The Town carries Workers' Compensation insurance as mandated by law.

A safety committee exists to review safety measures and make recommendations for improvement when necessary. These programs combined with periodic OSHA and insurer safety inspections are used by the Town to control accidental injury losses and provide a safe environment for employees and the public.

MAJOR INITIATIVES

In fiscal year 2010-2011 the Town of Darien continued its practice of regular replacement of equipment for the Public Works Department, Parks & Recreation Department, Police Department and Volunteer Fire Departments. The Town funds accounts for such replacements on a regular basis to avoid large swings in the budget. During FY 2010-2011, over \$650,000 was expended in these programs.

The roof of the main wing of Town Hall was replaced at a cost of over \$500,000. ARRA funding was used to complete paving projects costing over \$560,000. And the installation of a natural gas line to the Town Hall was begun, with a cost of \$116,000.

School projects continued including the replacement of boilers at Holmes School and the replacement of the gym floor at Middlesex Middle School as well as some smaller projects. The combined cost of these projects is over \$470,000.

The Weed Beach and Police Station projects were restarted during the fiscal year and are well underway, with completion of Weed Beach expected in FY 2012 and the Police Station Addition/Renovation completed in FY 2013. Plans are in process to renovate the Town owned building at 35 Leroy for Board of Education Central Offices. Space currently occupied by the Board of Education at Town Hall will be renovated to serve as a Community Center, with the Senior Center being the primary activity. The existing Senior Center would then be demolished.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Darien for its Comprehensive Annual Financial Report (CAFR) for each of the last nineteen fiscal years. The Certificate of Achievement is a prestigious national award, which recognizes conformance with the highest standards for preparation of State and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA.

ACKNOWLEDGEMENTS

The preparation of this report on a timely basis was made possible by the cooperation and dedicated services of the entire staff of the Finance Department. The efforts of all those who contributed to the preparation of this report are sincerely appreciated.

Appreciation is further extended to the Board of Finance for their support in the preparation of this report.

Respectfully submitted,

A handwritten signature in cursive script that reads "Kathleen Clarke Buch".

Kathleen Clarke Buch
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Darien
Connecticut

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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



Linda C. Sandson

President

Jeffrey R. Emer

Executive Director

TOWN OF DARIEN, CONNECTICUT

PRINCIPAL OFFICIALS AS OF JUNE 30, 2011

BOARD OF SELECTMEN:

David M Campbell, First Selectman
David F. Bayne
Gerald A. Nielsen, Jr.
Jayme Stevenson
Callie A. Sullivan

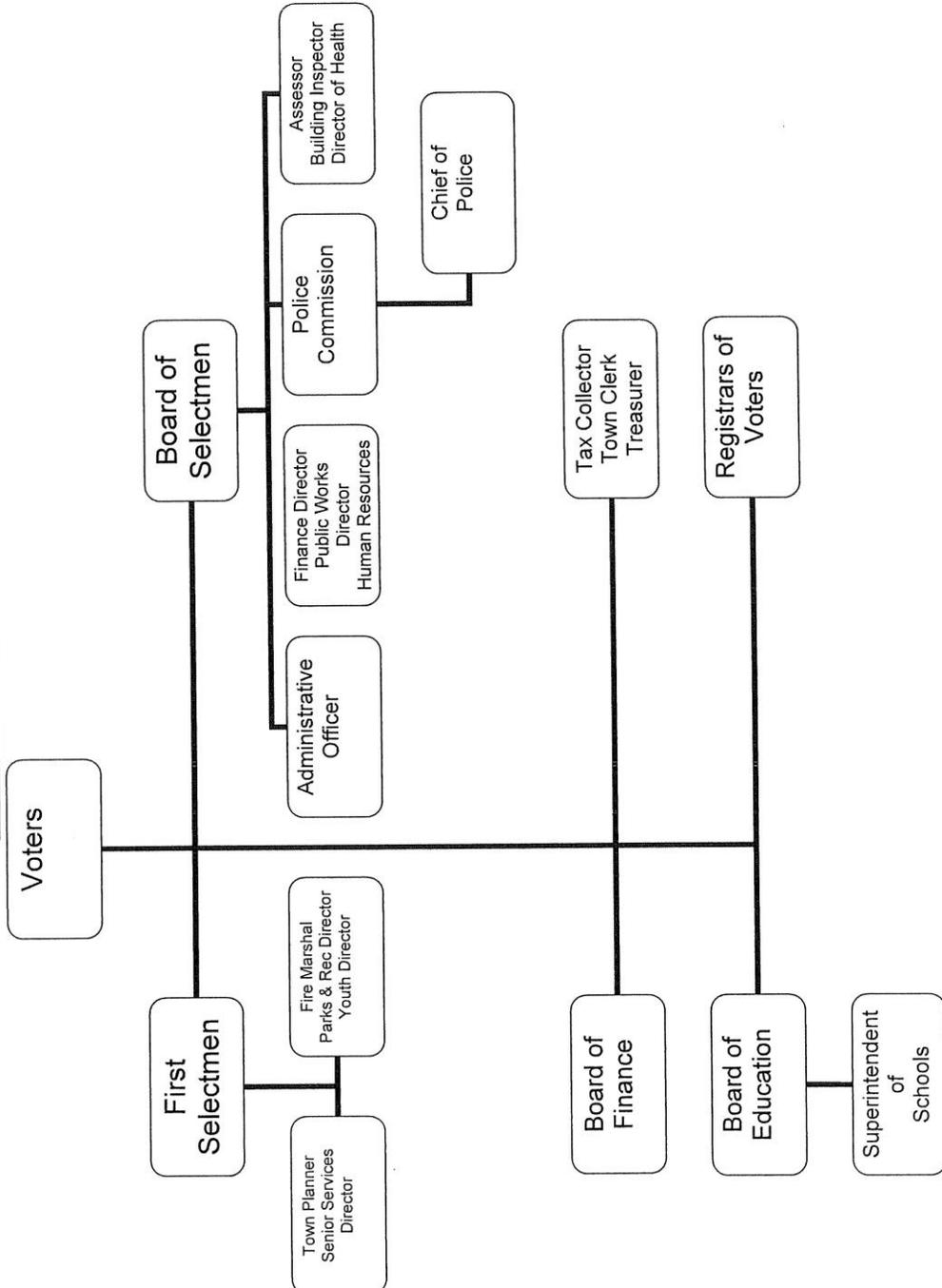
BOARD OF FINANCE:

Elizabeth Smith Mao, Chairman
Martha Banks, Vice Chairman
Lorene Bora
Joseph Duwan
Gwen Mogenson
Murry Stegelmann
Jon Zagrodzky

Administrative Officer
Finance Director
Treasurer
Superintendent of Schools
Tax Collector
Assessor
Town Clerk

Karl Kilduff
Kathleen Clarke Buch
Joan Hendrickson
Stephen Falcone
Robert Locke
Anthony Homicki
Donna E. Rajczewski

Town of Darien Organization Chart



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Financial Section

INDEPENDENT AUDITOR'S REPORT

To the Members of the Board of Finance
Town of Darien
Darien, Connecticut

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Darien, Connecticut (the "Town"), as of and for the year ended June 30, 2011, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Darien, Connecticut, as of June 30, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As explained in Notes 12 and 13 to the basic financial statements, the Town adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which changed its method of accounting of governmental funds' fund balance classifications and restated the General Fund and Nonmajor Governmental Funds' beginning fund balances.

In accordance with "Government Auditing Standards," we have also issued our report dated December 16, 2011 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in conjunction with this report in considering the results of our audit.

The management's discussion and analysis, budgetary comparison information and the pension and other postemployment benefit plans schedules of funding progress and schedules of employer contributions are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

McGladrey & Pullen, LLP

New Haven, Connecticut
December 16, 2011

Town of Darien, Connecticut Management's Discussion and Analysis June 30, 2011

This discussion and analysis of the Town of Darien, Connecticut's (the Town) financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2011. Please read this MD&A in conjunction with the transmittal letter and the Town's financial statements, Exhibits I to VI. All amounts are expressed in thousands unless otherwise noted.

FINANCIAL HIGHLIGHTS

- Net assets of our governmental activities increased by \$1,508 or 1.3%.
- During the year, the Town had expenses that were \$1,508 less than the \$125,481 generated in tax and other revenues for governmental programs.
- Total cost of all of the Town's programs was \$125,481 with no new programs added this year.
- The General Fund reported a fund balance this year of \$17,729.
- The resources available for appropriation were \$53 more than budgeted for the General Fund. Expenditures were kept within spending limits.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

The analysis of the Town as a whole begins on Exhibits I and II. The statement of net assets and the statement of activities report information about the Town as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These two statements report the Town's net assets and changes in them. The Town's net assets, the difference between assets and liabilities, is one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net assets are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other nonfinancial factors, however, such as changes in the Town's property tax base and the condition of the Town's capital assets, to assess the overall health of the Town.

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

Governmental Activities - The Town's basic services are reported here, including general government, community environment, public safety, health and social services, library, parks and recreation, public works, education, sewer and solid waste. Property taxes, charges for services, and state and federal grants finance most of these activities.

Fund Financial Statements

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

Governmental Funds (Exhibits III and IV) - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. The relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds is described in a reconciliation included with the fund financial statements.

Fiduciary Funds (Exhibits VIII and IX) - The Town is the trustee, or fiduciary, for its employees' pension plans. It is also responsible for other assets that, because of a trust arrangement, can be used only for the trust beneficiaries. All of the Town's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Town's combined net assets increased from a year ago increasing from \$117,136 to \$118,644. The analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Town's governmental activities.

TABLE 1
NET ASSETS
(In Thousands)

	Governmental Activities	
	2011	2010
Current assets	\$ 41,240	\$ 32,889
Capital assets, net of accumulated depreciation	176,577	175,631
Total assets	217,817	208,520
Long-term liabilities outstanding	94,134	87,760
Other liabilities	5,039	3,624
Total liabilities	99,173	91,384
Net Assets:		
Invested in capital assets, net of debt	88,823	89,614
Restricted	1,102	-
Unrestricted	28,719	27,522
Total net assets	\$ 118,644	\$ 117,136

Net assets of the Town's governmental activities increased by 1.3%. Unrestricted net assets – the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – changed from \$27,522 at June 30, 2010 to \$28,719 at the end of this year.

This change in unrestricted governmental net assets resulted primarily because of continuing investments in capital assets. The Town's investment in capital assets is \$88,823. This amount represents the original cost of assets, less accumulated depreciation and is net of any debt outstanding that was used to acquire those assets.

TABLE 2
CHANGES IN NET ASSETS
(In Thousands)

	Governmental Activities	
	2011	2010
Revenues:		
Program Revenues:		
Charge for services	\$ 10,447	\$ 10,574
Operating grants and contributions	12,025	11,195
Capital grants and contributions	826	1,216
General Revenues:		
Property taxes	102,220	99,221
Grants and contributions not restricted to specific purposes	341	214
Unrestricted investment earnings	655	218
Other general revenues	475	577
Total revenues	126,989	123,215
Program Expenses:		
General government	4,117	3,715
Community environment	841	910
Public safety	12,059	11,339
Health and social services	1,447	1,395
Library	3,131	3,061
Parks and recreation	1,715	1,522
Public works	5,872	6,904
Board of Education	88,077	85,558
Sewer operations	3,312	3,656
Solid waste	1,207	1,223
Debt service	3,703	4,193
Total program expenses	125,481	123,476
Increase (decrease) in net assets	1,508	(261)
Net assets – beginning	117,136	117,397
Net assets - ending	\$ 118,644	\$ 117,136

The Town's total revenues were \$126,989. The total cost of all programs and services was \$125,481. Our analysis below considers the operations of governmental activities.

Governmental Activities

Property taxes were 80.5% of revenues and charges for services accounted for 8.2%. Capital grants of \$827 were primarily grants from the State of Connecticut for school construction projects and infrastructure. Operating grants and contributions increased by 7%. The 2010-11 property tax collection rate was 99.4%. Intergovernmental revenue increased primarily due to increased operating grants. School principal and interest subsidy grants on pre-1996 construction projects continue to decline, which corresponds to the decline in the debt service for older school projects. Investment income increased due to the premium income on a bonding.

Education expenses are the most significant component accounting for 70.2%. Board of Education increased because of increased enrollment, negotiated wage increases, increased medical expenses and increased Special Education expenses. Debt service decreased as a result of a refunding in prior year and a decision to postpone certain capital projects.

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

**TABLE 3
GOVERNMENTAL ACTIVITIES
(In Thousands)**

	Total Cost of Service		Net Cost of Services	
	2011	2010	2011	2010
General government	\$ 4,117	\$ 3,715	\$ 2,560	\$ 2,353
Public safety	12,059	11,339	10,060	10,129
Public works	5,873	6,904	4,345	4,192
Education	88,077	85,558	74,084	72,272
Library	3,131	3,061	3,131	3,061

TOWN FUNDS FINANCIAL ANALYSIS

Governmental Funds

As the Town completed the year, its governmental funds (as presented in the balance sheet – Exhibit III) reported a combined fund balance of \$29,951, which is an increase from last year’s total of \$22,037. Positive results of operations in the General Fund were a significant cause of the increase. The most significant component of the change in fund balance came from the Capital Projects Fund. The Capital Projects Fund fund balance increased by \$7,373. This was a result of the receipt of bond proceeds of \$12,000, while expenditures during the period were \$7,366.

In the Sewer Operations Fund, Sewer Service Charges were lower than anticipated due to water usage being lower than estimated in the budget. Expenses for system rehabilitation were greater than anticipated in FY 2011, as a project that had been planned for FY 2010 was delayed. Revenues were higher than the prior year in the Sewer Assessment Fund as more property owners paid their assessments in advance than had been anticipated. This will result in reduced assessment revenue in the future, though the total amount to be collected over the life of the assessment is unaffected.

General Fund Budgetary Highlights

Additional appropriations for the year were \$752. A contingency of \$600 was included in the original budget. This contingency covered items such as unsettled labor contracts and other unexpected expenses. Additional appropriations were for a capital project and anticipated overruns in the Board of Education operating budget.

Actual revenues were higher than budgetary estimates by approximately \$120. Town Clerk fees were \$495 higher than budget due to increased volume in real estate sales. Building Permit revenue was \$35 lower than budget due to slightly lower building activity than anticipated. Investment income was \$18 higher than budget as a result of slightly higher interest rates than anticipated and a higher cash position. The budget assumed that \$1,587 of fund balance would be used to offset expenses, however that was not needed. Other revenue accounts exceeded the budget estimates, such as Property Tax collections and Intergovernmental Revenue. Actual expenditures were less than budgetary estimates by \$439. The largest single contributor to this was the General Overhead budget. This resulted from insurance rates that were lower than anticipated.

The Town’s General Fund fund balance of \$17,729 reported on Exhibit III differs from the General Fund’s budgetary fund balance of \$17,207. This is principally because budgetary fund balance does not include \$522 of outstanding encumbrances at year end which are reported as expenditures for budgetary purposes.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2011, the Town had \$176,577 invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and water and sewer lines - Table 4. This amount represents a net increase (including additions and deductions) of \$946, or .05%, over last year.

**TABLE 4
CAPITAL ASSETS AT YEAR END (Net of Depreciation)
(In Thousands)**

	Governmental Activities	
	2011	2010
Land	\$ 11,277	\$ 11,277
Buildings	139,521	143,359
Land improvement	2,450	2,431
Machinery and equipment	5,997	5,022
Infrastructure	11,464	11,187
Construction in progress	5,868	2,355
Totals	\$ 176,577	\$ 175,631

The Town’s fiscal-year 2011-12 capital budget calls for it to spend another \$1,430 for capital projects, principally for capital equipment and replacement. Capital projects exceeding \$100,000 that were placed on hold due to economic conditions in FY 2009 are being restarted in some cases. Specifically, the renovation of the Police Station and the Weed Beach project have been cleared to restart. More detailed information about the Town’s capital assets is presented in Notes 1 and 4 to the financial statements.

Long-Term Debt

At June 30, 2011, the Town had \$92,150 in bonds and notes outstanding versus \$86,414 last year.

Debt increased as a result of a bonding of \$12,000 in March, 2011 offset by principal payments. Current year debt principal paid amounted to \$6,264.

The Town's general obligation bonds continue to carry a rating of Aaa, the highest rating possible, a rating that has been assigned by national rating agencies to the Town's debt since 1973. The State limits the amount of general obligation debt that cities can issue based on formula determined under State Statutes based on type of debt and tax base. The Town's outstanding general obligation debt is significantly below this \$714,357 state-imposed limit.

Other obligations include accrued vacation pay and sick leave. More detailed information about the Town's long-term liabilities is presented in Note 7 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Town's elected and appointed officials considered many factors when setting the fiscal-year 2012 budget tax rates, and fees that will be charged for services. One of those factors is the economy. Unemployment in the Town now stands at 6.0% versus 5.9% a year ago. This compares with the State's unemployment rate of 9.1% and the national rate of 9.2%.

The decrease in inflation in the Darien area mirrored the national Consumer Price Index (CPI). The Town's CPI decrease was .7% for fiscal year 2011 which was the same as the average U.S. Town rate decrease.

These indicators were taken into account when adopting the General Fund budget for 2011-12. Amounts available for appropriation in the General Fund budget are \$115,112, an increase of 4.7% over the final 2011 budget of \$109,969. Property taxes (benefiting from the 2011 rate increases and growth in the grand list) are expected to lead this increase. The Town will use these increases in revenues to finance programs currently offered and to off-set the effect that we expect inflation to have on program costs. Increased personnel costs and increased education expenses are the largest areas of expenditure increase. Fund balance will provide \$1,100 to support the budget.

If these estimates are realized, the Town's budgetary General Fund balance is expected to remain stable by June 30, 2012.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, Town of Darien, 2 Renshaw Road, Darien, Connecticut, 06820.

Basic Financial Statements

STATEMENT OF NET ASSETS

June 30, 2011

	<u>Governmental Activities</u>
Assets	
Cash and cash equivalents	\$ 24,847,993
Investments	7,733,225
Receivables, net	8,016,485
Inventories	10,931
Prepaid expenses	57,988
Net OPEB asset	573,367
Capital assets not being depreciated	17,145,378
Capital assets being depreciated, net of accumulated depreciation	<u>159,431,620</u>
Total assets	<u>217,816,987</u>
Liabilities	
Accounts and other payables	3,789,836
Accrued interest payable	1,065,414
Unearned revenue	183,237
Noncurrent liabilities:	
Due within one year	8,128,033
Due in more than one year	<u>86,006,119</u>
Total liabilities	<u>99,172,639</u>
Net Assets	
Invested in capital assets, net of related debt	88,823,103
Restricted	1,101,894
Unrestricted	<u>28,719,351</u>
Total Net Assets	<u>\$ 118,644,348</u>

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

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2011

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
Governmental activities:					
General government	\$ (4,116,640)	\$ 1,447,639	\$ -	\$ 109,396	\$ (2,559,605)
Community environment	(841,151)	69,827	-	-	(771,324)
Public safety	(12,058,938)	1,677,995	42,450	278,068	(10,060,425)
Health and social services	(1,446,627)	291,086	74,046	1,748	(1,079,747)
Library	(3,131,479)	-	-	-	(3,131,479)
Parks and recreation	(1,714,763)	416,104	-	10,301	(1,288,358)
Public works	(5,872,759)	1,134,666	-	393,096	(4,344,997)
Board of Education	(88,077,071)	2,050,276	11,908,829	33,992	(74,083,974)
Sewer operations	(3,311,822)	2,591,884	-	-	(719,938)
Solid waste	(1,207,214)	767,199	-	-	(440,015)
Interest on long-term debt	(3,702,913)	-	-	-	(3,702,913)
Total primary government	\$ (125,481,377)	\$ 10,446,676	\$ 12,025,325	\$ 826,601	(102,182,775)
General revenues:					
Property taxes					102,219,794
Grants and contributions not restricted to specific programs					340,928
Unrestricted investment earnings					655,391
Miscellaneous					475,107
Total general revenues					103,691,220
Change in net assets					1,508,445
Net assets - beginning					117,135,903
Net assets - ending					\$ 118,644,348

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

BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2011

	General	Sewer Operating	Sewer Assessment	Capital Projects	Other Nonmajor Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 17,013,111	\$ 928,732	\$ 396,546	\$ 3,020,751	\$ 3,488,853	\$ 24,847,993
Investments	5,233,225	2,500,000	-	-	-	7,733,225
Receivables, net	3,896,688	404,878	3,383,783	171,122	160,014	8,016,485
Due from other funds	1,190,300	-	-	4,695,638	14,200	5,900,138
Inventories	-	-	-	-	10,931	10,931
Prepaid expenses	47,378	640	-	9,970	-	57,988
Total assets	\$ 27,380,702	\$ 3,834,250	\$ 3,780,329	\$ 7,897,481	\$ 3,673,998	\$ 46,566,760
Liabilities						
Accounts and other payables	\$ 2,701,065	\$ 19,477	\$ 42,844	\$ 706,684	\$ 309,366	\$ 3,779,436
Due to other funds	4,165,783	28,645	-	474,443	1,256,305	5,925,176
Deferred/unearned revenue	2,784,666	403,311	3,383,783	171,122	168,678	6,911,560
Total liabilities	9,651,514	451,433	3,426,627	1,352,249	1,734,349	16,616,172
Fund balances						
Nonspendable	47,378	640	-	9,970	10,931	68,919
Restricted	-	-	-	4,332,969	1,101,894	5,434,863
Committed	-	3,382,177	353,702	2,202,293	826,824	6,764,996
Assigned	521,559	-	-	-	-	521,559
Unassigned	17,160,251	-	-	-	-	17,160,251
Total fund balances	17,729,188	3,382,817	353,702	6,545,232	1,939,649	29,950,588
Total liabilities and fund balances	\$ 27,380,702	\$ 3,834,250	\$ 3,780,329	\$ 7,897,481	\$ 3,673,998	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets, net of accumulated depreciation purchased in governmental funds are reported as expenditures, however, the statement of net assets includes those capital assets among the assets of the Town as a whole.	176,576,998
Other long-term assets are available to pay for current-period expenditures and, therefore, are deferred.	6,728,323
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(92,999,601)
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	14,638
Net OPEB asset	573,367
Bond premiums	(1,134,551)
Accrued interest payable.	(1,065,414)

Net assets of governmental activities \$ 118,644,348

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

(Continued)

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) -
GOVERNMENTAL FUNDS**
For the Year Ended June 30, 2011

	General	Sewer Operating	Sewer Assessment	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	\$ 102,075,874	\$ -	\$ -	\$ -	\$ -	\$ 102,075,874
Intergovernmental	11,556,311	-	-	307,678	1,394,490	13,258,479
Charges for services	4,243,375	2,591,884	831,142	-	3,429,490	11,095,891
Income on investments	217,880	22,201	8,277	1,652	7,708	257,718
Miscellaneous	420,114	-	-	19,482	35,511	475,107
Total revenues	118,513,554	2,614,085	839,419	328,812	4,867,199	127,163,069
EXPENDITURES						
Current:						
General government	3,003,595	-	-	-	9,813	3,013,408
Community environment	595,334	-	-	-	-	595,334
Public safety	7,449,966	-	-	-	647,713	8,097,679
Health and social services	1,068,275	-	-	-	30,140	1,098,415
Library	3,131,479	-	-	-	-	3,131,479
Parks and recreation	1,099,351	-	-	-	-	1,099,351
Public works	3,104,042	-	-	-	433,664	3,537,706
Board of Education	80,795,051	-	-	-	3,295,481	84,090,532
Sewer operations	-	3,311,822	-	-	-	3,311,822
General overhead	5,701,379	-	-	-	-	5,701,379
Solid waste	1,207,214	-	-	-	-	1,207,214
Capital outlay	-	-	-	7,321,215	-	7,321,215
Debt service	9,396,843	-	-	44,551	-	9,441,394
Total expenditures	116,552,529	3,311,822	-	7,365,766	4,416,811	131,646,928
Revenues over (under) expenditures	1,961,025	(697,737)	839,419	(7,036,954)	450,388	(4,483,859)
OTHER FINANCING SOURCES (USES)						
Transfers in	634,168	-	-	2,409,569	-	3,043,737
Transfers (out)	(2,259,720)	(53,807)	(550,000)	-	(180,210)	(3,043,737)
Bond proceeds	-	-	-	12,000,000	-	12,000,000
Bond premium	-	-	-	-	397,673	397,673
Total other financing sources (uses)	(1,625,552)	(53,807)	(550,000)	14,409,569	217,463	12,397,673
Change in fund balances (deficits)	335,473	(751,544)	289,419	7,372,615	667,851	7,913,814
FUND BALANCES (DEFICITS), beginning, as restated (Note 13)	17,393,715	4,134,361	64,283	(827,383)	1,271,798	22,036,774
FUND BALANCES, ending	\$ 17,729,188	\$ 3,382,817	\$ 353,702	\$ 6,545,232	\$ 1,939,649	\$ 29,950,588

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

TOWN OF DARIEN, CONNECTICUT

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES (DEFICITS) – GOVERNMENTAL FUNDS, CONTINUED**
For the Year Ended June 30, 2011

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

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

Net change in fund balances - total governmental funds (Exhibit IV) \$ 7,913,814

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

Capital outlay	5,898,574
Loss on disposals	(19,808)
Depreciation expense	(4,932,544)

Change in net OPEB asset (213,992)

Changes in revenues in the statement of activities that do not provide current financial
resources are not reported as revenues in the funds, and revenues recognized in the
funds are not reported in the statement of activities:

School building grant receipts	(236,748)
Property tax receivable - accrual basis change	62,213
Property tax interest and lien revenue - accrual basis change	81,707
Sewer use - accrual basis change	6,713
Sewer assessment receivable - accrual basis change	(655,928)
Other	171,122

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

Issuance of bonds payable	(12,000,000)
Bond and note principal payments	6,264,025
Amortization of deferred charge on refunding	(447,070)
Amortization of issuance costs	(110,545)
Amortization of premiums	113,365

The change in net assets of certain activities of internal service fund is reported with
governmental activities (1,064)

Changes in some expenses reported in the statement of activities do not require the use of
current financial resources and, therefore, are not reported as expenditures in the
governmental funds.

Compensated absences	(146,598)
Retainage payable	(157,497)
Accrued interest	(81,294)

Change in Net Assets of Governmental Activities (Exhibit II) \$ 1,508,445

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

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS

June 30, 2011

	Governmental Activities
	Internal Service Funds
ASSETS	
Receivables:	
Due from other funds	\$ 36,383
Total assets	<u>36,383</u>
LIABILITIES	
Current liabilities:	
Due to other funds	11,345
Claims incurred but not reported	10,400
Total liabilities	<u>21,745</u>
NET ASSETS	
Unrestricted	14,638
Total net assets	<u>\$ 14,638</u>

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

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS
For the Year Ended June 30, 2011

	Governmental Activities
	<u>Internal Service Funds</u>
OPERATING REVENUES	
Charges for services	\$ 151,956
Total operating revenues	<u>151,956</u>
OPERATING EXPENSES	
Salaries, benefits and claims	<u>153,020</u>
Total operating expenses	<u>153,020</u>
Operating loss	(1,064)
NET ASSETS , beginning	<u>15,702</u>
NET ASSETS , ending	<u><u>\$ 14,638</u></u>

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

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2011

	Governmental Activities
	Internal Service Funds
	<hr/>
Cash Flows From Operating Activities	
Cash received from charges for services	\$ 151,956
Cash paid to vendors and beneficiaries	(151,956)
Net cash provided by operating activities	<hr/> -
Net increase in cash and cash equivalents	-
Cash and Cash Equivalents	
Beginning	-
	<hr/>
Ending	\$ -
	<hr/> <hr/>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities	
Operating loss	\$ (1,064)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Change in assets and liabilities:	
Decrease in due to/from other funds	1,064
Net cash provided by operating activities	<hr/> \$ - <hr/> <hr/>

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

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
June 30, 2011

	Trust Funds	Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 757,172	\$ 415,912
Investments:		
Equity securities	46,510,525	-
Mutual funds	31,271,483	-
Receivables:		
Interest and dividends	136,824	-
Total assets	<u>78,676,004</u>	<u>415,912</u>
LIABILITIES		
Accounts and other payables	<u>253,846</u>	<u>415,912</u>
NET ASSETS		
Held in trust for pension benefits and other postemployment benefits	<u>\$ 78,422,158</u>	<u>\$ -</u>

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

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS
For the Year Ended June 30, 2011

	<u>Trust Funds</u>
ADDITIONS	
Contributions	
Employer	\$ 3,252,254
Plan members	<u>1,191,608</u>
Total contributions	<u>4,443,862</u>
Investment Income	
Net appreciation in fair value of investments	10,905,932
Interest and dividends	<u>1,729,181</u>
Net investment income	<u>12,635,113</u>
Total additions	<u>17,078,975</u>
DEDUCTIONS	
Benefits	4,020,537
Administration	<u>383,374</u>
	<u>4,403,911</u>
Change in net assets	12,675,064
NET ASSETS	
Beginning of year	<u>65,747,094</u>
End of year	<u>\$ 78,422,158</u>

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

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

June 30, 2011

Note 1. Summary of Significant Accounting Policies

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

Reporting Entity

The reporting entity of the Town consists of all Town departments, the Board of Education, commissions, boards, authorities and funds.

The Town was founded in 1737. The Town has a Representative Town Meeting (RTM) form of government, with a 5 member Board of Selectmen, 7 member Board of Finance and a 9 member Board of Education. The Town operates under the State of Connecticut General Statutes and the Charter and Code of Ordinances of the Town of Darien. The Charter was originally adopted in 1959 and the Code of Ordinances was adopted in 1972. Both are subject to revision on an ongoing basis. The 100 member RTM is the legislative body for the Town. The First Selectman, elected biennially, is the Chief Executive Officer of the Town. The Board of Finance, elected quadrennially to overlapping terms, serves as the Town's fiscal policy maker. Services provided by the Town to residents and taxpayers include general administrative services, public safety, education, public works, parks and recreation, health, social service, planning and zoning, and sewer services. The Town has no component units.

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.

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

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

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

Governmental Funds

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

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

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2011

Special Revenue Funds account for and report the proceeds of specific revenue sources that are restricted or committed for expenditure for specific activities other than debt service or capital projects.

Capital Project Funds account for and report all financial resources that are restricted, committed or assigned to expenditure for capital outlay.

The *Debt Service Fund* is used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

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 and other governments. Fiduciary funds are not included in the government-wide statements. The fiduciary funds are as follows:

The *Trust Funds* account for the activities of the Town's benefit pension plans and other post-employment benefit trust, which accumulates resources for pension and other post-employment benefit payments to qualified employees and retirees. The Trust funds follow the accrual basis of accounting.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. The Board of Education Student Activity Fund is the Town's only agency fund.

Additionally, the Town reports the following fund types:

Internal Service Fund – is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost-reimbursement basis.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

Property taxes, when levied for, intergovernmental revenues when eligibility requirements are met, charges for services, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2011

susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

The Town reports the following major governmental funds:

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

The Sewer Operating Fund accounts for the operations of the Town's Sanitary Sewer System.

The Sewer Assessment Fund is used to account for receipt and assessment functions for sewers.

The Capital projects Fund is used to account for the financial resources for the acquisition and construction of major capital facilities.

Additionally, the Town reports the following fund types:

The *Pension Trust Funds* account for the activities of the Darien Retirement System, which accumulates resources for pension benefit payments to qualified Town employees and Police Officers.

Internal Service Fund – is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Town on a cost-reimbursement basis.

The *OPEB Trust Funds* account for the activities of the Town's other post-employment benefit trust, which accumulates resources for pension and other post-employment benefit payments to qualified employees and retirees. The Trust funds follow the accrual basis of accounting.

The *Agency Funds* account for monies held as a custodian for outside groups and agencies. Agency funds have no measurement focus and are reported on the accrual basis of accounting.

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

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

Deposits and Investments

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

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

Investments are reported at fair value, except for investments in 2a7 like pools which are stated at amortized costs.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2011

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." All trade and property tax receivables are reported net of an allowance for uncollectibles. Allowances for uncollectibles are computed based on historical data.

The Town's property tax is levied each July 1, on the assessed value listed on the prior October 1, Grand List for all taxable property located in the Town. Although taxes are levied in June, the legal right to attach the property does not exist until July 1. Therefore, taxes are due and payable in equal installments on July 1, and January 1, following the date of the Grand List. Interest of 1½% per month is charged on delinquent taxes. Liens are effective on the attachment date and are continued by filing prior to the following levy date. Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31, and are payable in one installment due January 1. An amount of \$113,000 has been established as an allowance for uncollectible taxes. At June 30, 2011, this represents approximately 7.15% of all property taxes receivable.

Inventories and Prepaid Items

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

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

Capital Assets

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

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is not included as part of the capitalized value of the assets constructed.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2011

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

<u>Assets</u>	<u>Years</u>
Buildings	40
Building improvements	40
Infrastructure	10-40
Vehicles	2-20
Office equipment	5
Computer equipment	3

Capital outlay (assets) are reported as expenditures and no depreciation expense is reported in the governmental fund financial statements.

Compensated Absences

Employees are paid by prescribed formula for absence due to vacation or sickness. Days may be carried forward under the prescribed formula.

The Town and Board of Education liability for vacation pay is based upon the carryforward of unused vacation days up to the number of vacation days earned during the two most recent years of employment for Town employees other than police, and unused vacation days up to one week for police.

The Town pays one-third of unused accumulated sick leave in excess of 150 days for Town employees and police officers at retirement. The liability reported in the financial statements is based upon one-third of the days accumulated in excess of this limit.

The Board of Education liability for sick leave payments is incurred only upon retirement of custodians and maintenance workers who have been employed for over ten years. The liability represents 1.25 times the number of years employed times the employee's daily pay or the employee's accumulated sick leave balance, whichever is lower. The liability is reported in the government-wide statement of net assets.

Long-Term Obligations

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

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

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2011

Pension Accounting

Pension Trust Funds:

Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Governmental Funds:

The net pension obligation (asset), the cumulative difference between annual pension cost and the Town's contributions to the plans since 1986, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 27. Expenditures are recognized when they are paid or are expected to be paid with current available resources.

Funding Policy:

The Town makes annual contributions based upon the Town Charter and union contracts.

Net other post-employment benefit obligations (NOPEB)

In fiscal year 2009, the Town implemented GASB Statement No. 45, "*Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions.*" The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since July 1, 2008. The Town makes annual contributions based upon committee decisions using the actuarial valuation to the OPEB trust fund.

Encumbrances

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

Accounting estimates

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

Net Assets

In the government-wide and proprietary fund 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.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2011

Restricted Net Assets – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of 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. A deficit will require future funding.

Fund Balance

In the governmental fund financial statements, the Town reported the following governmental fund balances:

- **Nonspendable Fund Balance** – These amounts cannot be spent because they are not in spendable form, or because they are legally or contractually required to be maintained intact.
- **Restricted Fund Balance** – These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.
- **Committed Fund Balance** - This represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Town of Darien Representative Town Meeting).
- **Assigned Fund Balance** – Amounts constrained for the intent to be used for a specific purpose by a governing board or a body or official that has been delegated authority to assign amounts.
- **Unassigned Fund Balance** – The residual amount not allocated to any other fund balance category in the General Fund and any residual deficit balance of any other governmental funds.

When both restricted and unrestricted amounts are available for use, it is the Town's practice to use restricted resources first. Additionally, the Town would first use committed, then assigned, and lastly unassigned.

Note 2. Cash, Cash Equivalents and Investments

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

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

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

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

Deposits

Deposit Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposit will not be returned. The Town's deposit policy for custodial credit risk requires pre-qualification of institutions with which the Town does business. The pre-qualification requirements include, but are not limited to, proof of creditworthiness, five years or more of operations, evidence of adequate insurance coverage, proof of state registration, and proof of compliance with state and federal capital adequacy guidelines. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut or up to the FDIC limit in out-of-state banks.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$28,511,814 of the Town's bank balance of \$34,886,531 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 23,831,460
Collateralized, held by banks	<u>4,680,354</u>
Total amount subject to custodial credit risk	<u><u>\$ 28,511,814</u></u>

Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository's risk based capital ratio.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within three months of maturity. At June 30, 2011 the Town's cash equivalents amounted to \$6,374,717. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations. The pools all have maturities of less than one year.

	<u>Standard and Poor's</u>
State Short-Term Investment Fund (STIF)	AAAm
Cutwater Asset Management - Connecticut CLASS Plus	AAAm

Investments

Investments as of June 30, 2011 in all funds are as follows:

	<u>Fair Value</u>
Common stock - pension trust funds	\$ 46,510,525
Pooled open-end mutual fund account:	
Pension trust funds	31,271,483
Governmental funds - certificates of deposit	<u>7,733,225</u>
Total	<u><u>\$ 85,515,233</u></u>

Interest Rate Risk – The Town's investment policy limits the maximum investment maturity to one year.

Credit Risk – investments – As indicated above, State Statutes limit the investment options of cities and towns. The Town has an investment policy that allows the same type of investments as the State Statutes.

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

Interest Rate Risk – This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Information about the exposure of the Town's debt type investments to this risk using the segmented time distribution model is as follows:

	Asset and Mortgage Backed	Corporate Bonds	Government Bonds	Foreign Bonds	Pooled Fixed Income	Money Market
Fixed Mutual Funds	\$ -	\$ 30,522,986	\$ -	\$ -	\$ -	\$ 748,497

Custodial Credit Risk - Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town maintains a listing of financial institutions approved to provide custody based on their creditworthiness in accordance with the Town's investment policy. The investment policy details the information which must be provided by financial institutions on an annual basis to become or remain qualified for investment transactions. At June 30, 2011, the Town had \$44,981,974 worth of uninsured and unregistered common stock that was held by the Wells Fargo or by its trust department or agent that was in the Pension Trust's name.

Note 3. Receivables

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

	General	Sewer Operating	Sewer Assessment	Capital Projects	Nonmajor and Other Funds	Total
Receivables:						
Interest on delinquent taxes	\$ 708,423	\$ -	\$ -	\$ -	\$ -	\$ 708,423
Taxes	1,499,004	-	-	-	-	1,499,004
Accounts	805,424	364,254	-	-	160,014	1,329,692
Special assessments	-	-	3,383,783	-	-	3,383,783
Intergovernmental	993,047	-	-	171,122	-	1,164,169
Interest receivable	-	39,056	-	-	-	39,056
Investment income	3,551	1,568	-	-	-	5,119
Gross receivables	4,009,449	404,878	3,383,783	171,122	160,014	8,129,246
Less allowance for property tax uncollectibles	(112,761)	-	-	-	-	(112,761)
Net Total Receivables	\$ 3,896,688	\$ 404,878	\$ 3,383,783	\$ 171,122	\$ 160,014	\$ 8,016,485

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned
Delinquent property taxes receivable	\$ 1,219,634	\$ -
Interest and delinquent property tax	673,002	-
Special assessments not yet due	3,383,783	-
Grant drawdowns prior to meeting all eligibility requirements	-	69,794
School building grants	877,471	-
Sewer use receivables	364,255	-
Interest on sewer use receivable	39,056	-
Fees collected in advance	-	113,443
Other	171,122	-
Total deferred/unearned revenue for governmental funds	<u>\$ 6,728,323</u>	<u>\$ 183,237</u>

Note 4. Capital Assets

Capital asset activity for the year ended June 30, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Total
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 11,276,777	\$ -	\$ -	\$ -	\$ 11,276,777
Construction in progress	2,355,524	4,030,057	-	(516,980)	5,868,601
Total capital assets not being depreciated	<u>13,632,301</u>	<u>4,030,057</u>	<u>-</u>	<u>(516,980)</u>	<u>17,145,378</u>
Capital assets being depreciated:					
Buildings	189,608,751	503,890	-	16,980	190,129,621
Land improvements	3,922,294	167,380	-	-	4,089,674
Machinery and equipment	11,545,424	1,197,247	(163,281)	500,000	13,079,390
Infrastructure	36,301,753	-	-	-	36,301,753
Total capital assets being depreciated	<u>241,378,222</u>	<u>1,868,517</u>	<u>(163,281)</u>	<u>516,980</u>	<u>243,609,438</u>
Less accumulated depreciation for:					
Buildings	46,250,067	3,585,242	-	773,781	50,609,090
Land improvements	1,491,467	148,208	-	-	1,639,675
Machinery and equipment	6,522,991	702,851	(143,473)	-	7,082,369
Infrastructure	25,115,222	496,243	-	(773,781)	24,837,684
Total accumulated depreciation	<u>79,379,747</u>	<u>4,932,544</u>	<u>(143,473)</u>	<u>-</u>	<u>84,168,818</u>
Total capital assets being depreciated, net	<u>161,998,475</u>	<u>(3,064,027)</u>	<u>(19,808)</u>	<u>516,980</u>	<u>159,431,620</u>
Governmental Activities Capital Assets, Net	<u>\$ 175,630,776</u>	<u>\$ 966,030</u>	<u>\$ (19,808)</u>	<u>\$ -</u>	<u>\$ 176,576,998</u>

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Depreciation expense was charged to functions/programs as follows:

General government	\$ 137,152
Community environment	22,267
Public safety	285,166
Health and social services	137
Parks and recreation	99,691
Public works	594,039
Education	<u>3,794,092</u>
 Total depreciation expense - governmental activities	 <u><u>\$ 4,932,544</u></u>

Construction Commitments

The Town has active construction projects as of June 30, 2011. A summary of capital projects is as follows:

	PROJECT EXPENDITURES							
	Project	Additions Deletions	Total Project Authorization	2010-2011	Prior Year Cumulative	Current Year Cumulative	Encumbrances	Balance
Clean Water Fund	\$ 1,500,000	\$ -	\$ 1,500,000	\$ -	\$ 1,093,433	\$ 1,093,433	\$ -	\$ 406,567
Sewer Line Expansion	9,515,000	-	9,515,000	1,322,590	5,233,462	6,556,052	568,804	2,390,144
High School Building	75,799,440	-	75,799,440	-	74,994,974	74,994,974	-	804,466
Capital Non-Recurring Expenditures	127,449,771	2,016,720	129,466,491	2,820,375	16,148,657	18,969,032	451,930	110,045,529
Parking Capital	817,199	149,849	967,048	216,111	200,842	416,953	236,941	313,154
35 Leroy	4,125,000	-	4,125,000	24,689	3,885,290	3,909,979	-	215,021
Weed Beach	3,600,000	-	3,600,000	46,206	384,049	430,255	183,360	2,986,385
Police Station Addition	17,680,000	-	17,680,000	2,935,794	820,559	3,756,353	9,700	13,913,947
Tokeneke School Building	23,170,000	-	23,170,000	-	22,717,899	22,717,899	-	452,101

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 5. Interfund Receivables, Payables and Transfers

Individual fund interfund receivable and payable balances at June 30, 2011 are as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$ 1,190,300	\$ 4,165,783
Sewer Operating	-	28,645
Capital Projects	4,695,638	474,443
Non-Major Governmental Funds	14,200	1,256,305
Internal Service Fund	36,383	11,345
	<hr/>	<hr/>
Total	\$ 5,936,521	\$ 5,936,521
	<hr/> <hr/>	<hr/> <hr/>

All interfund receivables and payables are the result of regularly recurring transactions and represent temporary balances.

Interfund transfers during the year ended June 30, 2011 were as follows:

	Transfers From Other Funds	Transfers To Other Funds
General Fund	\$ 634,168	\$ 2,259,720
Sewer Operating Fund	-	53,807
Sewer Assessment Fund	-	550,000
Capital Projects	2,409,569	-
Non-Major Governmental Funds	-	180,210
	<hr/>	<hr/>
Total	\$ 3,043,737	\$ 3,043,737
	<hr/> <hr/>	<hr/> <hr/>

Transfers are used to account for unrestricted revenues collected mainly in the General Fund to finance various programs accounted for in other funds in accordance with budget authorizations.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 6. Leases

Operating Leases

The Town leases some office equipment under operating leases. Total expense for such leases was \$324,176 for the year ended June 30, 2011. These leases are cancelable at any time before the expiration date of the year 2016. The future minimum lease payments for these leases are as follows:

<u>Year Ending June 30,</u>	
2012	\$ 324,673
2013	319,832
2014	319,832
2015	319,693
2016	<u>12,503</u>
Total	<u>\$ 1,296,533</u>

Note 7. Long-Term Debt

Governmental Activities

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2011 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 85,905,000	\$ 12,000,000	\$ 6,220,000	\$ 91,685,000	\$ 7,100,720
Clean water notes	509,211	-	44,025	465,186	44,193
Less deferred amounts on refunding bonds	(1,644,943)	-	(447,070)	(1,197,873)	(208,594)
Premium	1,247,916	-	113,365	1,134,551	-
Total bonds and notes payable	<u>86,017,184</u>	<u>12,000,000</u>	<u>5,930,320</u>	<u>92,086,864</u>	<u>6,936,319</u>
Compensated absences	1,743,193	1,772,910	1,626,312	1,889,791	1,191,714
Retainage payable	-	157,497	-	157,497	-
Total Governmental Activities Long-Term Liabilities	<u>\$ 87,760,377</u>	<u>\$ 13,930,407</u>	<u>\$ 7,556,632</u>	<u>\$ 94,134,152</u>	<u>\$ 8,128,033</u>

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Bonds and notes outstanding by issue at June 30, 2011 were:

Description	Year of Maturity	Interest Rate (%)	Balance Outstanding June 30, 2011
General Obligation Bonds:			
DHS/Tokeneke 2005	2024	3.00-5.00	\$ 350,000
Refunding 2005	2024	3.00-4.75	27,408,000
DHS & Tokeneke	2028	3.25-5.00	12,106,250
Library	2028	3.25-5.00	568,750
Refunding 2009	2018	2.00-5.00	21,600,000
DHS 2010	2028	2.39	3,750,000
Police Station 2010	2020	2.39	250,000
Refunding 2010	2020	2.55	9,270,000
PD/35 Leroy 2011	2024	2.75	10,885,000
Total general obligation bonds			<u>86,188,000</u>
Special Assessment Debt with Town Commitment:			
Refunding 2005	2024	3.00-4.75	1,032,000
Multiple Sewers	2025	3.75-5.75	150,000
Refunding 2009	2018	2.00-5.00	1,165,000
Refunding 2010	2020	2.55	2,035,000
Goodwives River Road	2024	2.75	1,115,000
Total special assessment debt with town commitment			<u>5,497,000</u>
State Loans:			
Clean Water	2022	2.00	465,186
Total state loans			<u>465,186</u>
Total outstanding			<u>\$ 92,150,186</u>

During fiscal year 2011, principal and interest payments were funded principally by the General Fund. The Sewer Operating Fund and Sewer Assessment Fund reimbursed the General Fund \$53,807 and \$550,000, respectively, toward these payments. The Sewer Operating Fund is responsible for debt service of the sewer rehabilitation bonds, and the Sewer Assessment Fund is responsible for the majority of debt service for the sewer construction bonds. Payment of the principal and interest on Special Assessment Sewer Bonds is guaranteed by the full faith and credit of the Town.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

The following is a summary of long-term debt principal and interest maturities. The State of Connecticut will provide future payments to subsidize the debt cost. Principal debt subsidies of \$877,471 and interest subsidies of \$97,679 will be received over the life of the outstanding debt.

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2012	\$ 7,144,913	\$ 3,348,116
2013	7,250,820	3,090,889
2014	8,461,745	2,822,848
2015	8,652,688	2,523,434
2016	8,693,651	2,172,382
2017-2021	35,676,369	6,381,144
2022-2026	14,320,000	1,498,572
2027-2028	1,950,000	117,000
Total	<u>\$ 92,150,186</u>	<u>\$ 21,954,385</u>

Authorized Unissued Bonds

At June 30, 2011, the Town had \$2,970,000 of authorized, unissued bonds for sewer line extension projects, \$13,165,000 for the Darien High School Building Project, \$5,045,000 for the Tokeneke Elementary School Project, \$265,000 for the purchase of the 35 Leroy Building, \$9,605,000 for the Police Station Project and \$3,000,000 for the Weed Beach Project. The Darien High School and Tokeneke Elementary School Projects are partially offset by State of Connecticut grants. This amount is approximately 20.7% of total eligible costs.

Debt Limit

The Town's total indebtedness does not exceed the limit of \$719.201 million allowed by State Statute.

Refundings

In prior year, the Town defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the Town's financial statements. At June 30, 2011, \$10,900,000 of the defeased debt is outstanding.

Compensated Absences

The liability for compensated absences increased by \$146,598 this year. These liabilities are paid by the General Fund, Sewer Operating Fund, Parking Operations Fund and Sold Waste Fund.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 8. 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; or natural disasters. The Town purchases commercial insurance for all risks of loss, except dental claims as discussed below. During the year ended June 30, 2011, deductibles paid by the Town were insignificant. Settled claims for all types of commercial coverage have not exceeded coverage in any of the past three years. There were no significant reductions in insurance coverage from coverage in the prior year.

Risk Pooling

The Town is a member of the CIRMA Workers' Compensation Pool, a risk sharing pool. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. The premium paid in 2010/11 was \$948,592. The premium is subject to payroll audit at the close of the coverage period. CIRMA's Workers' Compensation Pool retains \$1,000,000 per occurrence.

Self-Insurance Plans

The Town manages certain of its risks internally and sets aside assets for claim settlements. The General Fund accounts for the Board of Education and Town dental plan and prescription drug plan.

A third party administers the Town's self-insurance program. There is no stop loss coverage. The Town's General Fund liquidates the claims through annual appropriations. The claims liability of \$43,721 reported at June 30, 2011 is based on the requirements of GASB Statements No. 10 and 30, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is possible that a liability has been incurred at the date of the financial statements and the amount of the possible loss can be reasonably estimated. The amount of claim accrual is based on the ultimate costs of settling the claim which includes past experience data, inflation and other future economic and societal factors and incremental claim adjustment expenses, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses.

The analysis of the activity in the claims liability is as follows:

	Claims Payable July 1,	Claims And Changes in Estimates	Claims Paid	Claims Payable June 30,
2009-2010	\$ -	\$ 2,506,740	\$ 2,496,340	\$ 10,400
2010-2011	10,400	2,649,448	2,616,127	43,721

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 9. Other Post-Employment Benefits

Plan Description

The Town, in accordance with various collective bargaining agreements and State Statutes, is committed to providing health and other benefits to certain eligible retirees and their spouses. The Town has two post-retirement medical programs, the Police Plan and the Non-Police Plan. The Police Plan covers sworn personnel employed as of July 1, 1999 and hired on or before November 20, 2007. The Non-Police Plan covers all other Town and Board of Education employees, including teachers. Under the Police Plan, the Police Union, retirees and beneficiaries currently receiving benefits are required to contribute specified percentages towards the cost of receiving those benefits. The percentage retirees are required to contribute for these benefits vary and are detailed within the Police Union bargaining agreements. The Town does not issue a separate stand-alone financial statement for this program.

Membership in the Plan consisted of the following at June 30, 2009, the date of the latest actuarial valuation:

	Police Post-Retirement Medical Program	Non-Police Post-Retirement Medical Program
Plan memberships:		
Retirees and surviving spouses	16	50
Active plan members	50	852
Total participants	66	902

Funding Policy

The Town established a trust fund to irrevocably segregate assets to fund the liability associated with post-employment benefits. The Town plans to continue a funding strategy that provides for normal cost and the amortization of the accrued liability. The Town's funding strategy for postemployment obligations are based upon characteristics of benefits on several distinct groups of employees established within their respective collective bargaining units or required by the state and include the following:

- Eligibility for benefits and the level of benefits range from 5 to 25 years of service at time of retirement determined by collective bargaining unit and date of hire.
- Medical benefits funded by the Town range from 72% cost of coverage for the retiree and dependents up until the employee's death, to retirees paying the full cost of the coverage.
- Some retirees receive a stipend from the State of Connecticut towards the cost of their coverage.

Annual OPEB Cost and Net OPEB Obligations

The Town of Darien's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

excess) over a period not to exceed thirty years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Town's net OPEB obligation:

	Police Post-Retirement Medical Program	Non-Police Post-Retirement Medical Program
Annual required contribution (ARC)	\$ 504,575	\$ 399,078
Interest on net OPEB obligation	(51,819)	(7,232)
Adjustment to annual required contribution	70,674	8,165
Annual OPEB cost	523,430	400,011
Contributions made	405,871	303,578
Increase in net OPEB asset	117,559	96,433
Net OPEB (asset), beginning of year	(690,926)	(96,433)
Net OPEB (asset), end of year	\$ (573,367)	\$ -

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the fiscal years ended June 30, 2011 and 2010 are presented below.

Police

Fiscal Year Ended	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation (Asset)
6/30/11	\$ 523,430	\$ 405,871	77.54%	\$ (573,367)
6/30/10	594,427	1,787,862	300.77%	(690,926)

Non-Police

Fiscal Year Ended	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation (Asset)
6/30/11	\$ 400,011	\$ 303,578	75.89%	\$ -
6/30/10	582,461	1,081,222	185.63%	(96,433)

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Funding Status and Funding Progress

<i>SCHEDULE OF FUNDING PROGRESS - OPEB</i>						
Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
Police						
06/30/09	\$ 1,317,602	\$ 4,821,068	\$ 3,503,467	27.3%	\$ 4,129,118	84.85%
Non-Police						
06/30/09	\$ 1,081,222	\$ 3,748,552	\$ 2,667,330	28.8%	\$ 41,611,300	6.41%

The schedule of funding progress, presented as RSI following the notes to the financial statements, 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.

Additional information as of the latest actuarial valuations follows:

	Police	Non-Police
Valuation date	6/30/09	6/30/09
Actuarial cost method	Aggregate	Projected Unit Credit
Amortization method	Level Percent	Level Percent
Remaining amortization period	30 years Closed	30 years Closed
Asset valuation method	Market Value	Market Value
Actuarial assumptions: Investment rate of return	7.5%	7.5%
<u>Health Care Trend</u>	<u>Increase</u>	<u>Increase</u>
2010-2011	10.0%	10.0%
2011-2012	9.0%	9.0%
2012-2013	8.0%	8.0%
2013-2014	7.0%	7.0%
2014-2015	6.0%	6.0%
2015-2016 and later	5.0%	5.0%

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 10. Employee Retirement Systems and Pension Plans

Plan Description

The Funded Retirement Plan of the Town of Darien

The Town contributes to a single employer, contributory defined benefit pension plan (the Town Plan) covering substantially all Town employees (except policemen) and non-certified Board of Education employees.

Employees of the Town regularly employed on a permanent full-time basis (excluding policemen and teachers) or any elective officer are covered by the Town Plan.

At June 30, 2009 (date of the last valuation), membership in the Town Plan consisted of:

Retirees, disabled members and beneficiaries currently receiving benefits	147
Terminated members entitled to benefits but not yet receiving them	6
Current active members	<u>381</u>
Total	<u><u>534</u></u>

The Town Plans provides retirement benefits, as well as death and disability benefits. All benefits vest after ten years of employment. If any employee leaves covered employment or dies before ten years of employment, accumulated employee contributions plus related investment earnings are refunded.

Benefit and contribution provisions are subject to collective bargaining. These provisions are established by ordinance and may be amended only by concurrence of the Board of Selectmen, Board of Finance and the Representative Town Meeting for non-bargaining unit employees.

Town of Darien Police Pension Fund

The Town contributes to a single employer, contributory defined benefit pension plan covering all Town Policemen (the Police Plan).

At June 30, 2009, membership in the Police Plan consisted of:

Retirees, disabled members and beneficiaries currently receiving benefits	52
Current active members	<u>51</u>
Total	<u><u>103</u></u>

The Police Plan provides retirement benefits as well as death and disability benefits. Employees who retire with 20 years or more of credited service are vested and entitled to an annual retirement benefit, payable monthly for life. There is no provision for early retirement. If any employee leaves covered employment or dies before being eligible for a retirement, disability or death benefit, accumulated employee contributions plus 75% of related investment earnings are refunded. Benefit and contribution provisions are subject to collective bargaining.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The pension trust funds' financial statements are prepared on the accrual basis of accounting. Employee and employer contributions are recognized as revenue in the period in which the employee services are performed. All other revenues are recognized when they are earned and expenses are recognized when they are incurred.

Neither the Town Plan nor the Police Plan issues a stand-alone financial report.

Valuation of Investments

An actuarial asset valuation method is used to smooth out fluctuations in fair value. The actuarial asset value recognizes the appreciation (realized and unrealized gains and losses) in any one year over five years at a rate of 20% per year.

Contributions

Town employees are required to contribute 5% of their annual salary. The Police are required to contribute 6% of their annual salary. The Town is required by ordinance to contribute the remaining amounts necessary to provide the retirement benefits. The Town's contributions are actuarially determined on an annual basis. Administrative costs are financed through investment earnings.

Schedule of Funding Progress

Town						
Actuarial Valuation Date June 30,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Under (Over Funded AAL (OAAL) (b-a)	Percentage Funded (a/b)	Covered Payroll (c)	Under (Over) Funded AAL as a % of Covered Payroll ((b-a)/c)
2009	\$ 33,150,591	\$ 38,943,751	\$ 5,793,160	85.12%	\$ 17,138,717	33.8%

Police						
Actuarial Valuation Date June 30,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Under (Over Funded AAL (OAAL) (b-a)	Percentage Funded (a/b)	Covered Payroll (c)	Under (Over) Funded AAL as a % of Covered Payroll ((b-a)/c)
2009	\$ 25,437,366	\$ 31,211,236	\$ 5,773,870	81.50%	\$ 3,960,737	145.8%

The schedule of funding progress, presented as RSI following the notes to the financial statements, 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.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Schedule of Employer Contributions

Actuarial Assumptions

The data presented in the schedule of funding progress and schedule of employer contributions (Note 13) were determined as part of the actuarial valuation at the date indicated.

Additional information as of the latest actuarial valuation follows:

Actuarial valuation date	June 30, 2009
Actuarial cost method	Aggregate (Entry Age method used for Schedule of Funding Progress)
Asset valuation method	5 Years smoothed market
Actuarial assumptions:	
Rate of return	7.5%
Projected salary increases	4.5%
COLA	None

Annual Pension Cost and Net Pension Asset

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

	Town Plan	Police Plan
Annual required contribution (ARC)	\$ 1,515,023	\$ 1,027,782
Adjustment to annual required contribution	-	-
Annual pension cost	1,515,023	1,027,782
Contributions made	1,515,023	1,027,782
Decrease in net pension asset	-	-
Net pension obligation, beginning of year	-	-
Net pension obligation, end of year	<u>\$ -</u>	<u>\$ -</u>

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Trend Information

Town				
Year Ended June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation	
2011	\$ 1,515,023	100.0%	\$ -	
2010	1,330,023	100.0%	-	
2009	1,231,739	100.0%	-	

Police				
Year Ended June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation	
2011	\$ 1,027,782	100.0%	\$ -	
2010	866,685	100.0%	-	
2009	800,558	100.0%	-	

Separate Plan Financial Information

Schedule of Plan Net Assets - Trust Funds For the Year Ended June 30, 2011					
	Police	Town	Police Retiree Medical Reserve	Non-Police Retiree Benefit	Total Trust Funds
Assets:					
Cash and cash equivalents	\$ 223,684	\$ 530,056	\$ 2,555	\$ 877	\$ 757,172
Investments, at fair value:					
Equity securities	19,077,430	25,904,544	810,765	717,786	46,510,525
Mutual funds	12,519,487	17,013,761	1,320,644	417,591	31,271,483
Receivables:					
Investment income	46,965	89,859	-	-	136,824
Total assets	31,867,566	43,538,220	2,133,964	1,136,254	78,676,004
Liabilities:					
Accounts payable	44,126	209,720	-	-	253,846
Total liabilities	44,126	209,720	-	-	253,846
Net Assets:					
Net assets held in trust	\$ 31,823,440	\$ 43,328,500	\$ 2,133,964	\$ 1,136,254	\$ 78,422,158

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Schedule of Changes in Plan Net Assets - Trust Funds
 For the Year Ended June 30, 2011

	Police	Town	Police Retiree Medical Benefit	Non-Police Retiree Benefit	Total Trust Funds
Additions:					
Contributions:					
Employer	\$ 1,027,782	\$ 1,515,023	\$ 405,871	\$ 303,578	\$ 3,252,254
Plan members	287,961	903,647	-	-	1,191,608
Total contributions	1,315,743	2,418,670	405,871	303,578	4,443,862
Investment income:					
Net appreciation in fair value investments	4,525,039	6,062,796	216,929	101,168	10,905,932
Interest and dividends	708,659	978,296	28,411	13,815	1,729,181
Total investment income	5,233,698	7,041,092	245,340	114,983	12,635,113
Total additions	6,549,441	9,459,762	651,211	418,561	17,078,975
Deductions:					
Benefits	1,625,433	2,058,880	164,437	171,787	4,020,537
Administration	159,510	211,016	5,825	7,023	383,374
Total deductions	1,784,943	2,269,896	170,262	178,810	4,403,911
Net increase	4,764,498	7,189,866	480,949	239,751	12,675,064
Net Assets, beginning of year	27,058,942	36,138,634	1,653,015	896,503	65,747,094
Net Assets, end of year	\$ 31,823,440	\$ 43,328,500	\$ 2,133,964	\$ 1,136,254	\$ 78,422,158

Teachers' Retirement Plan

All Town teachers participate in the State of Connecticut Teachers' Retirement System, a cost sharing plan with a special funding situation, under Section 10.183 of the General Statutes of the State of Connecticut. This is a multiple employer PERS. A teacher is eligible to receive a normal retirement benefit if he or she has:

- Attained age 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or;
- Attained any age and has accumulated 35 years of credited service, at least 25 years of which are in the public schools of Connecticut.

The Board of Education withholds 7.25% of all teachers' annual salaries and transmits the funds to the State Teachers' Retirement Board. Teacher payroll subject to retirement amounted to \$38,390,000.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

The retirement system for teachers is funded by the State based upon the recommendation of the Teachers' Retirement Board. Such contribution includes amortization of actuarially computed unfunded liability. For the year ended June 30, 2011, the Town has recorded in the General Fund intergovernmental revenue schools and Board of Education expenditures in the amount of \$6,103,000 as payments made by the State of Connecticut on behalf of the Town.

The State of Connecticut Teachers' Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller 55 Elm Street, Hartford, Connecticut 06016.

Note 11. Contingent Liabilities

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

The Town is a defendant in various lawsuits and the outcome of these lawsuits is not presently determinable. In the opinion of management and the Town attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Town.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 12. Fund Balances

In fiscal year 2011, the Town adopted GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions*. The statement establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The details for the Town's fund balance are the following:

	General Fund	Sewer Operating	Sewer Assessment	Capital Projects	Nonmajor Governmental Funds
Fund balances:					
Non-spendable:					
Prepays	\$ 47,378	\$ 640	\$ -	\$ 9,970	\$ -
Inventory	-	-	-	-	10,931
Total non-spendable	47,378	640	-	9,970	10,931
Restricted:					
Social services	-	-	-	-	146,702
Public works	-	-	-	-	688,670
Education	-	-	-	-	226,554
Recreation	-	-	-	-	39,968
Capital outlay	-	-	-	4,332,969	-
Total restricted	-	-	-	4,332,969	1,101,894
Committed:					
Public safety	-	-	-	-	427,801
Public works	-	3,382,177	353,702	-	-
Capital outlay	-	-	-	2,202,293	1,350
Debt service	-	-	-	-	397,673
Total committed	-	3,382,177	353,702	2,202,293	826,824
Assigned:					
General government	4,355	-	-	-	-
Public safety	111,009	-	-	-	-
Public works	175,503	-	-	-	-
Education	100,000	-	-	-	-
Capital outlay	69,919	-	-	-	-
Recreation	35,563	-	-	-	-
Health and social services	25,210	-	-	-	-
Total assigned	521,559	-	-	-	-
Unassigned:					
General government	17,160,251	-	-	-	-
Total unassigned	17,160,251	-	-	-	-
Total fund balance	\$ 17,729,188	\$ 3,382,817	\$ 353,702	\$ 6,545,232	\$ 1,939,649

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2011

Note 13. Accounting Change/Restatement

Governmental Auditing Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, was implemented as of July 1, 2010. The effect of fund type reclassification is as follows:

	General	Non-Major Governmental Funds
	<u> </u>	<u> </u>
Fund balance, June 30, 2010, as previously reported	\$ 16,774,932	\$ 1,890,581
Change in fund type classification per implementation of GASB Statement No. 54	618,783	(618,783)
Fund balance, July 1, 2010, as restated	<u>\$ 17,393,715</u>	<u>\$ 1,271,798</u>

As a result of the implementation of GASB 54, the Stadium Field fund was reclassified to a Capital Projects fund.

Note 14. Governmental Accounting Standards Board (GASB) Statements

The Town adopted the following statements during the year ended June 30, 2011:

- **GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.** This Statement is intended to improve the usefulness of information provided to financial report users about fund balances by providing clearer, more structured fund balance classifications, and by clarifying the definitions of existing governmental fund types. Fund balance information is among the most widely and frequently used information in state and local government financial reports. The GASB developed this standard to address the diversity of practice and the resulting lack of consistency that had evolved in fund balance reporting. To reduce confusion, the new standard establishes a hierarchy of fund balance classification based primarily on the extent to which a government is bound to observe spending constraints. As explained in Notes 12 and 13 to the basic financial statements, the Town reclassified the fund balances for governmental funds and restated the General Fund and Nonmajor Governmental Funds fund balance by \$618,783 as a result of the implementation of this Statement.
- **GASB Statement No. 59, *Financial Instruments Omnibus*.** This Statement is intended to update and improve existing standards regarding financial reporting of certain financial instruments and external investment pools. Specifically, this Statement provides financial reporting guidance by emphasizing the applicability of SEC requirements to certain external investment pools, addressing the applicability of GASB 53, Accounting and Financial Reporting for Derivative Instruments, and applying the reporting provisions for interest-earning investment contracts of GASB 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools.

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2011

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

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

- **GASB Statement 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans***, was issued in December 2009. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers). This Statement amends Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, to permit certain OPEB plans to use an alternative measurement method. Consistent with this change to the employer-reporting requirements, this Statement also amends a Statement No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, requirement that a defined benefit OPEB plan obtain an actuarial valuation. In addition, this Statement clarifies that when actuarially determined OPEB measures are reported by an agent multiple-employer OPEB plan and its participating employers, those measures should be determined as of a common date and at a minimum frequency to satisfy the agent multiple-employer OPEB plan's financial reporting requirements. The provisions of this Statement will be effective for the Town beginning with its year ending June 30, 2012.
- **GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements***, issued November 2010, will be effective for the Town beginning with its year ending June 30, 2013. This Statement is intended to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. Specifically, this Statement improves financial reporting by establishing recognition, measurement, and disclosure requirements SCAs for both transferors and governmental operators, requiring governments to account for and report SCAs in the same manner, which improves the comparability of financial statements. This Statement also improves the decision usefulness of financial reporting by requiring that specific relevant disclosures be made by transferors and governmental operators about SCAs.
- **GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34***, issued November 2010, will be effective for the Town beginning with its year ending June 30, 2013. This Statement is intended to improve financial reporting for a governmental financial reporting entity by improving guidance for including, presenting, and disclosing information about component units and equity interest transactions of a financial reporting entity. The amendments to the criteria for including component units allow users of financial statements to better assess the accountability of elected officials by ensuring that the financial reporting entity includes only organizations for which the elected officials are financially accountable or that are determined by the government to be misleading to exclude. The amendments to the criteria for blending also improve the focus of a financial reporting entity on the primary government by ensuring that the primary government includes only those component units that are so intertwined with the primary government that they are essentially the same as the primary government, and by clarifying which component units have that characteristic.
- **GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements***, issued January 2011, will be effective for the Town beginning with its year ending June 30, 2013. This Statement is intended to enhance the usefulness of the Codification of Governmental Accounting and Financial Reporting Standards by incorporating guidance that previously could only be found in certain FASB and AICPA pronouncements. This Statement incorporates into the GASB's

TOWN OF DARIEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2011

authoritative literature the applicable guidance previously presented in the following pronouncements issued before November 30, 1989: FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the AICPA's Committee on Accounting Procedure. By incorporating and maintaining this guidance in a single source, the GASB believes that GASB 62 reduces the complexity of locating and using authoritative literature needed to prepare state and local government financial reports.

- **GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position***, issued July 2011, will be effective for the Town beginning with its year ending June 30, 2013. This Statement is intended to improve financial reporting by providing citizens and other users of state and local government financial reports with information about how past transactions will continue to impact a government's financial statements in the future. This Statement provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities deferred inflows of resources, and net position (which is the net residual amount of the other elements). The Statement requires that deferred outflows of resources and deferred inflows of resources be reported separately from assets and liabilities. This Statement also amends certain provisions of Statement No. 34, Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments, and related pronouncements to reflect the residual measure in the statement of financial position as net position, rather than net assets.
- **GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions*** (an amendment of GASB Statement No. 53), issued July 2011, will be effective for the Town beginning with its year ending June 30, 2012. This Statement clarifies that when certain conditions are met, the use of hedge accounting should not be terminated. Those conditions are: (a) the collectability of swap payments is considered to be probable, (b) the replacement of the counterparty or credit support provider meets the criteria of an assignment or in-substance assignment as described in the Statement, and (c) the counterparty or counterparty credit support provider (and not the government) has committed the act of default or termination event. When all of these conditions exist, the GASB believes that the hedging relationship continues and hedge accounting should continue to be applied.

Note 15. Subsequent Event

Effective December 13, 2011, a Town referendum upheld the authorization of approximately \$6.9 million to renovate the property at 35 Leroy Street and the Town Hall.

**Required Supplementary
Information**

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND

(NON-GAAP BUDGETARY BASIS)

For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Property taxes:				
Property taxes current	\$ 100,917,603	\$ 100,917,603	\$ 101,184,304	\$ 266,701
Property taxes prior	400,000	400,000	483,157	83,157
Suspense tax collections	1,000	1,000	908	(92)
Telecommunication property tax	70,000	70,000	59,905	(10,095)
Interest and liens	250,000	250,000	347,600	97,600
Total property taxes	101,638,603	101,638,603	102,075,874	437,271
Licenses and permits:				
Tourist camp permits	-	-	100	100
Town clerks' revenue	950,000	950,000	1,444,699	494,699
Town carnival revenue	7,500	7,500	7,500	-
Building permits	900,000	900,000	865,268	(34,732)
Plumbing permits	400	400	320	(80)
Heating permits	15,000	15,000	17,740	2,740
Electrical permits	12,000	12,000	23,380	11,380
Other building permits	500	500	820	320
Amusement/raffle/baz	400	400	230	(170)
Peddler and vendor's	200	200	90	(110)
Pistol permits	500	500	3,780	3,280
Other non-business permits	500	500	370	(130)
Fire Marshal's	5,000	5,000	8,681	3,681
Refuse disposal permits	250,000	250,000	271,697	21,697
Street opening permits	10,000	10,000	10,000	-
Food establishment	50,000	50,000	61,406	11,406
Pool permits	6,000	6,000	5,650	(350)
Salon permits	2,000	2,000	2,700	700
Private sewage disposals	28,000	28,000	34,520	6,520
Water supply permits	5,000	5,000	3,400	(1,600)
Other health permits	2,000	2,000	720	(1,280)
Total licenses and permits	2,245,000	2,245,000	2,763,071	518,071
Intergovernmental:				
Capital improvement grant	109,000	109,000	109,397	397
State grant misc	5,000	5,000	69,537	64,537
Housing Authority	-	-	69,148	69,148
Taxes on State-owned land	115,000	115,000	116,265	1,265
Pequot distribution	6,600	6,600	7,323	723
Disabled persons	100	100	164	64
Circuit breaker	59,000	59,000	65,081	6,081
Elderly tax exemption	2,000	2,000	2,000	-
Veterans' exemption	1,000	1,000	1,437	437

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND
(NON-GAAP BUDGETARY BASIS), Continued
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Intergovernmental:				
Court fines	15,000	15,000	27,304	12,304
Boating safety enforcement	-	-	15,146	15,146
Infrastructure - Town aid	169,000	169,000	165,805	(3,195)
Emergency storm	-	-	72,599	72,599
State school reimbursement	279,882	279,882	279,883	1
Education cost-sharing grant	1,386,006	1,386,006	1,649,308	263,302
Transportation	647	647	367	(280)
Total intergovernmental	2,148,235	2,148,235	2,650,764	502,529
Charges for services:				
Channel 79 fees	1,200	1,200	1,533	333
Sale of codes, regulations, etc.	3,000	3,000	1,308	(1,692)
ARB fees	1,260	1,260	1,528	268
GIS Fees	100	100	150	50
Planning and zoning application	19,980	19,980	26,354	6,374
ZBA application fees	13,320	13,320	13,200	(120)
EPC fees	19,054	19,054	21,095	2,041
Other charges	10,000	10,000	13,645	3,645
Fingerprinting fee	1,000	1,000	1,055	55
Service for Sewer	55,000	55,000	50,000	(5,000)
Freon Dumping fee	4,000	4,000	6,615	2,615
Refuse fee	524,000	524,000	475,232	(48,768)
Service for parking	85,014	85,014	85,014	-
Parking vouchers	18,000	18,000	20,951	2,951
Parking permits	125,000	125,000	124,199	(801)
Youth Commission fee	207,660	207,660	182,689	(24,971)
Beach parking permits	198,630	198,630	246,200	47,570
Boat permits	8,275	8,275	7,770	(505)
Paddle court	23,000	23,000	20,022	(2,978)
Parks and Recreation other fees	77,000	77,000	124,851	47,851
Park Facility permit	14,200	14,200	16,620	2,420
Tennis court	2,200	2,200	641	(1,559)
Total charges for services	1,410,893	1,410,893	1,440,672	29,779

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND
 (NON-GAAP BUDGETARY BASIS), Continued
 For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Fines and forfeits	25,000	25,000	29,157	4,157
Investment Income	200,000	200,000	217,880	17,880
Miscellaneous:				
Metro mobile rent	115,800	115,800	128,635	12,835
Misc. other revenue	10,000	10,000	57,914	47,914
Coin operated xerox	15,000	15,000	17,114	2,114
Sale of compost	5,000	5,000	7,083	2,083
Sale of recyclables	21,000	21,000	24,280	3,280
Sale of scrap metal	40,000	40,000	41,827	1,827
Rent-Town Hall	18,000	18,000	37,722	19,722
Rent Community Fund	4,300	4,300	4,451	151
Commission on Aging	36,162	36,162	37,015	853
Insurance recoveries	20,000	20,000	64,073	44,073
Total miscellaneous	285,262	285,262	420,114	134,852
Total revenues	107,952,993	107,952,993	109,597,532	1,644,539
Other financing sources:				
Transfers in:				
Sewer Assessment Fund	550,000	550,000	550,000	-
Sewer Operating Funds	53,807	53,807	53,807	-
Other Funds	35,000	300,000	295,361	(4,639)
Total transfers in	638,807	903,807	899,168	(4,639)

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND
(NON-GAAP BUDGETARY BASIS), Continued
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Appropriation of fund balance	1,100,000	1,587,000	-	(1,587,000)
Total other financing sources	1,738,807	2,490,807	899,168	(1,591,639)
Total revenues and other financing sources	\$ 109,691,800	\$ 110,443,800	110,496,700	\$ 52,900

Budgetary revenues are different than GAAP revenues because:

State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted. 6,103,000

The Board of Education does not budget for certain intergovernmental grants which are credited against expenditures for budgetary reporting. These amounts are recorded as revenues and expenditures for financial reporting purposes. 2,802,547

Implementation of GASB 54 of certain special revenue funds is now consolidated into the General Fund. (254,525)

Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Governmental Funds - Exhibit IV. \$ 119,147,722

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EXPENDITURES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND
(NON-GAAP BUDGETARY BASIS)
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
General government:				
Selectmen's office	\$ 160,763	\$ 173,132	\$ 170,505	\$ 2,627
Administrative Officer	334,574	338,011	333,136	4,875
Human Resources	126,089	135,061	133,491	1,570
RTM	2,160	2,695	2,695	-
Financial management	410,416	426,831	425,627	1,204
Treasurer	21,225	22,190	21,988	202
Board of Finance	35,100	26,977	24,000	2,977
Tax Assessor	282,409	287,475	285,427	2,048
Board of Assessment Appeals	300	300	-	300
Tax Collector	249,987	255,578	252,122	3,456
Legal services	371,568	695,328	695,327	1
Town Clerk	269,940	271,226	267,452	3,774
Registrar of Voters	81,039	81,993	80,932	1,061
Elections	48,125	54,699	49,616	5,083
Information services	276,452	276,452	254,878	21,574
Probate court	9,000	10,895	7,301	3,594
Total general government	2,679,147	3,058,843	3,004,497	54,346
Community environment:				
Development Planning	553,959	529,770	524,589	5,181
Planning and Zoning	9,245	9,735	9,653	82
Zoning Appeals	5,150	6,519	6,519	-
Environmental Protection	4,260	2,790	2,346	444
Regional Planning	7,003	7,003	7,003	-
Beautification	26,000	26,000	26,000	-
Celebrations and observances	21,100	21,004	16,961	4,043
Harbor Master	815	1,586	1,586	-
Revitalize Downtown Darien	750	750	750	-
Total community environment	628,282	605,157	595,407	9,750
Public safety:				
Building Department	308,064	309,896	309,004	892
Police Department:				
Administration	536,117	543,464	542,292	1,172
Criminal Investigation	451,491	452,286	452,243	43
Patrol	3,698,518	3,828,503	3,828,408	95
Records	282,616	278,684	278,105	579
Youth	179,379	177,807	177,805	2
Marine Patrol	8,350	8,450	8,228	222
Professional Standards	145,807	143,144	142,406	738
Traffic and School Crossing	67,940	66,983	66,843	140
Fleet Services	204,124	203,922	196,730	7,192
Station maintenance and communication	160,218	167,641	167,075	566
Prisoner custody	600	1,108	1,107	1
Total Police Department	5,735,160	5,871,992	5,861,242	10,750

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EXPENDITURES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND
(NON-GAAP BUDGETARY BASIS), Continued
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Fire service and emergency medical service:				
Darien Fire Department	143,957	143,957	125,735	18,222
Noroton Fire Department	163,904	163,904	159,586	4,318
Noroton Heights Fire Department	144,106	144,106	143,024	1,082
Board of Fire Commissioners	89,750	89,750	86,876	2,874
Fire Marshal	297,307	294,685	293,361	1,324
Hydrants and main rental	339,000	363,296	363,296	-
Disaster preparedness	19,490	19,490	18,419	1,071
Emergency medical service	78,222	74,494	65,943	8,551
Total fire service and emergency medical service	1,275,736	1,293,682	1,256,240	37,442
Total public safety	7,318,960	7,475,570	7,426,486	49,084
Public works:				
Management and Engineering	339,821	349,986	349,063	923
Roadway and walkway maintenance	2,196,188	2,292,014	2,290,473	1,541
Waste Management	1,179,328	1,210,225	1,209,870	355
Public building management	423,700	404,286	402,711	1,575
Parking facility	49,270	66,651	66,650	1
Total public works	4,188,307	4,323,162	4,318,767	4,395
Health and social services:				
Social services	172,891	174,848	171,246	3,602
Social service - outside assistance	19,000	18,875	11,633	7,242
Senior Center	293,185	295,598	278,245	17,353
Senior transportation youth programs	36,162	37,015	37,013	2
Youth services grants	295,949	291,237	263,320	27,917
Other outreach services	70,075	70,075	68,950	1,125
Health Department	4,100	4,100	4,100	-
Health Department	276,755	279,847	257,274	22,573
Total health and social services	1,168,117	1,171,595	1,091,781	79,814
Parks and recreation:				
Administration	360,276	363,565	358,589	4,976
Beach and court facilities	171,773	171,239	155,307	15,932
Maintenance and repair	363,740	366,506	361,425	5,081
Organized recreation activities	36,356	36,356	35,177	1,179
Grounds, fields, building	230,252	230,252	208,738	21,514
Total parks and recreation	1,162,397	1,167,918	1,119,236	48,682
Overhead and miscellaneous:				
Employee benefits	5,039,657	4,960,567	4,872,301	88,266
Risk management	759,501	759,501	752,663	6,838
Contingency	600,000	76,416	76,416	-
Total overhead and miscellaneous	6,399,158	5,796,484	5,701,380	95,104

(Continued)

**REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EXPENDITURES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL - GENERAL FUND
 (NON-GAAP BUDGETARY BASIS), Continued
 For the Year Ended June 30, 2011**

	Original Budget	Final Budget	Actual	Variance With Final Budget
Library	3,131,479	3,131,479	3,131,479	-
Board of Education - operations	71,512,041	71,987,041	71,889,504	97,537
Debt service:				
Schools	8,628,151	8,628,151	8,628,151	-
Town	218,030	190,238	190,238	-
Sewer	606,726	578,457	578,457	-
Total debt service	9,452,907	9,396,846	9,396,846	-
Total expenditures	107,640,795	108,114,095	107,675,383	438,712
Other financing sources:				
Transfers in:				
Animal Control	68,285	69,985	69,985	-
Capital nonrecurring expenditures	1,982,720	2,259,720	2,259,720	-
Total other financing uses	2,051,005	2,329,705	2,329,705	-
Total	\$ 109,691,800	\$ 110,443,800	110,005,088	\$ 438,712

Budgetary expenditures are different than GAAP expenditures because:

State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted. 6,103,000

Encumbrances for purchases and commitments ordered but not yet received are reported in the year the order is placed for budgetary purposes, but in the year received for final reporting purposes. (104,204)

The Board of Education does not budget for certain intergovernmental grants which are credited against expenditures for budgetary reporting. These amounts are recorded as revenues and expenditures for financial reporting purposes. 2,802,547

Implementation of GASB 54 activity of certain special revenue funds is now consolidated into the General Fund. 5,818

**Total Expenditures and Other Financing Uses as Reported
 on the Statement of Revenues, Expenditures and Changes in Fund
 Balances (Deficits) - Governmental Funds - Exhibit IV** \$ 118,812,249

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
 SEWER OPERATING FUND (NON-GAAP BUDGETARY BASIS)
 For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Licenses and permits	\$ 14,000	\$ 14,000	\$ 8,550	\$ 5,450
Charges for services	2,592,521	2,592,521	2,544,278	48,243
Fines and forfeits	35,000	35,000	39,056	(4,056)
Investment income	70,000	70,000	22,201	47,799
Total revenues	2,711,521	2,711,521	2,614,085	97,436
Expenditures:				
Sewer operations:				
Administration	298,318	321,011	323,041	(2,030)
Collection and pumping	539,896	621,799	759,736	(137,937)
Treatment service	2,100,000	2,030,499	2,030,499	-
Overhead and miscellaneous	219,500	184,405	184,402	3
Total expenditures	3,157,714	3,157,714	3,297,678	(139,964)
Deficiency of revenues over expenditures	(446,193)	(446,193)	(683,593)	237,400
Other Financing Sources (Uses):				
Operating transfers out	(53,807)	(53,807)	(53,807)	-
Appropriation of Fund Balance	500,000	500,000	-	500,000
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ -	\$ -	(737,400)	\$ 737,400
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes.			\$ (14,144)	
GAAP fund balance change, end of year			\$ (751,544)	

**REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST EMPLOYMENT BENEFIT PLAN
June 30, 2011**

SCHEDULE OF FUNDING PROGRESS - OPEB

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
Police						
06/30/09	\$ 1,317,602	\$ 4,821,068	\$ 3,503,467	27.3%	\$ 4,129,118	84.9%
06/30/07	\$ -	\$ 4,276,948	\$ 4,276,948	0.0%	\$ 3,598,772	118.8%
Non-Police						
06/30/09	\$ 1,081,222	\$ 3,748,552	\$ 2,667,330	28.8%	\$ 41,611,300	6.4%
06/30/07	\$ -	\$ 4,475,369	\$ 4,475,349	0.0%	N/A	N/A

SCHEDULE OF EMPLOYER CONTRIBUTIONS - OPEB

Year Ended June 30,	Police		Non-Police	
	Actual Required Contribution	Percentage Contributed	Actual Required Contribution	Percentage Contributed
2011	\$ 504,575	80.4%	\$ 399,078	76.07%
2010	604,678	295.6%	586,352	184.39%
2009	609,468	23.3%	595,699	32.46%

REQUIRED SUPPLEMENTARY INFORMATION
TOWN AND POLICE PENSION PLANS
SCHEDULE OF FUNDING PROGRESS
June 30, 2011

Schedule of Funding Progress - Town

Actuarial Valuation Date June 30,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Under (Over Funded AAL (OAAL) (b-a)	Percentage Funded (a/b)	Covered Payroll (c)	Under (Over) Funded AAL as a % of Covered Payroll ((b-a)/c)
2009	\$ 33,150,591	\$ 38,943,751	\$ 5,793,160	85.12%	\$ 17,138,717	33.8%
2007	\$ 29,087,137	\$ 32,962,616	\$ 3,875,479	88.24%	\$ 15,196,000	25.5%

Schedule of Funding Progress - Police

Actuarial Valuation Date June 30,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Under (Over Funded AAL (OAAL) (b-a)	Percentage Funded (a/b)	Covered Payroll (c)	Under (Over) Funded AAL as a % of Covered Payroll ((b-a)/c)
2009	\$ 25,437,366	\$ 31,211,236	\$ 5,773,870	81.50%	\$ 3,960,737	145.8%
2007	\$ 23,459,042	\$ 27,775,450	\$ 4,316,408	84.50%	\$ 3,579,000	120.6%

**REQUIRED SUPPLEMENTARY INFORMATION
TOWN AND POLICE PENSION PLANS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
June 30, 2011**

Schedule of Employer Contributions - Town

Year Ended June 30,	Annual Required Contribution	Actual Contribution	Percentage Contributed
2011	\$ 1,515,023	\$ 1,515,023	100.0%
2010	1,330,023	1,330,023	100.0%
2009	1,231,739	1,231,739	100.0%
2008	1,197,070	1,141,561	95.4%
2007	1,037,442	1,133,022	109.2%
2006	1,127,980	1,127,980	100.0%

Schedule of Employer Contributions - Police

Year Ended June 30,	Annual Required Contribution	Actual Contribution	Percentage Contributed
2011	\$ 1,027,782	\$ 1,027,782	100.0%
2010	866,685	866,685	100.0%
2009	800,558	800,558	100.0%
2008	807,655	807,655	100.0%
2007	675,337	675,337	100.0%
2006	585,335	585,335	100.0%

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2011

Note 1. Stewardship, Compliance and AccountabilityBudgetary Information

- On the first Tuesday in March, the Boards of Selectmen and Education submit their respective budgets to the Board of Finance.
- On the second Tuesday in March, the Board of Finance conducts a public hearing at which taxpayer comments are heard.
- On the third Tuesday in April, the Board of Finance establishes its recommended Budget and the means to finance it including a tax rate for publication and submission to the Representative Town Meeting (RTM).
- On the second Monday in May, the Budget as approved by the Board of Finance is submitted to a Representative Town Meeting at which the budget is legally enacted through passage of a resolution by the RTM. The RTM has authority to either approve the recommended budget or reduce it; it is not permitted to vote an increase. The operating budget includes proposed expenditures and the means of financing them.
- The Board of Finance has the authority to transfer unexpended balances and to establish a process for transfer approval.
- Any subsequent appropriations that alter the total operating budget must be approved by the RTM.
- Formal budgetary integration is employed as a management control device during the year for the General Fund.
- Except for the accounting for encumbrances, budgets are adopted on a modified accrual basis of accounting.
- The Board of Education, which is not a separate legal entity but a separate department of the Town, is authorized under State law to make any transfers required within their budget at their discretion. Any additional appropriations must have Board of Education, Board of Finance and RTM approval.
- Budgeted amounts shown are as originally adopted, or as amended by the Board of Finance and Representative Town Meeting during the course of the year. Additional appropriations totaling \$752,000 were approved during the year.
- Generally, all unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward.

The Sewer Operating Fund, a major fund, has an annual legally adopted budget. Other nonmajor funds with annually adopted budgets are the Parking Operations Fund and the Animal Control Fund. Establishment of the budget requires Board of Selectmen, Board of Finance and RTM approval. There were no additional appropriations approved during the year for the Sewer Operating Fund. All budgets are on the modified accrual basis of accounting.

Expenditures of funds for long-term capital improvements are budgeted by project each year. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION, Continued
June 30, 2011

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as an assigned fund balance and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

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**Combining and Individual
Fund Statements and Schedules**

General Fund

General Fund

The General Fund is the principal operating fund of the Town. It is used to account for activities traditionally associated with government which are not required to be accounted for in another fund.

BALANCE SHEET - BY ACCOUNT - GENERAL FUND
June 30, 2011

	General Fund	Animal Control	Land Purchase Option	Solid Waste Management	Special Education Reserve	Waste Disposal	Eliminate Interfund Receivables	Totals
ASSETS								
Cash and cash equivalents	\$16,744,417	\$ 32,654	\$ 69,919	\$ 76,270	\$ -	\$ 89,851	\$ -	\$ 17,013,111
Investments	5,233,225	-	-	-	-	-	-	5,233,225
Receivables:								
Taxes	1,421,664	-	-	-	-	-	-	1,421,664
Intergovernmental	993,047	-	-	-	-	-	-	993,047
Other	1,481,977	-	-	-	-	-	-	1,481,977
Due from other funds	1,190,300	412	-	-	100,000	-	(100,412)	1,190,300
Prepaid expenses	47,138	240	-	-	-	-	-	47,378
Total assets	\$27,111,768	\$ 33,306	\$ 69,919	\$ 76,270	\$ 100,000	\$ 89,851	\$ (100,412)	\$ 27,380,702
LIABILITIES AND FUND BALANCES								
LIABILITIES								
Accounts and other payables	\$ 2,690,161	\$ 10,904	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,701,065
Due to other funds	4,266,195	-	-	-	-	-	(100,412)	4,165,783
Deferred revenue	2,784,666	-	-	-	-	-	-	2,784,666
Total liabilities	9,741,022	10,904	-	-	-	-	(100,412)	9,651,514
FUND BALANCES								
Nonspendable	47,138	240	-	-	-	-	-	47,378
Assigned	163,357	22,162	69,919	76,270	100,000	89,851	-	521,559
Unassigned	17,160,251	-	-	-	-	-	-	17,160,251
Total fund balances	17,370,746	22,402	69,919	76,270	100,000	89,851	-	17,729,188
Total liabilities and fund balances	\$27,111,768	\$ 33,306	\$ 69,919	\$ 76,270	\$ 100,000	\$ 89,851	\$ (100,412)	\$ 27,380,702

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BY ACCOUNT - GENERAL FUND

For the Year Ended June 30, 2011

	General Fund	Animal Control	Land Purchase Option	Solid Waste Management	Special Education Reserve	Waste Disposal	Eliminate Interfund Transfers	Totals
REVENUES								
Property taxes	\$ 102,075,874	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$102,075,874
Intergovernmental	11,556,311	-	-	-	-	-	-	11,556,311
Licenses and permits	2,763,071	1,725	-	-	-	-	-	2,764,796
Charges for services	1,440,672	8,750	-	-	-	-	-	1,449,422
Fines and forfeits	29,157	-	-	-	-	-	-	29,157
Investment income	217,878	-	2	-	-	-	-	217,880
Miscellaneous	420,114	-	-	-	-	-	-	420,114
Total revenues	118,503,077	10,475	2	-	-	-	-	118,513,554
EXPENDITURES								
Current:								
General government	3,003,595	-	-	-	-	-	-	3,003,595
Community environment	595,334	-	-	-	-	-	-	595,334
Public safety	7,374,163	75,803	-	-	-	-	-	7,449,966
Public health and social services	1,068,275	-	-	-	-	-	-	1,068,275
Library	3,131,479	-	-	-	-	-	-	3,131,479
Parks and recreation	1,099,351	-	-	-	-	-	-	1,099,351
Public works	3,104,042	-	-	-	-	-	-	3,104,042
Board of Education	80,795,051	-	-	-	-	-	-	80,795,051
General overhead	5,701,379	-	-	-	-	-	-	5,701,379
Solid waste	1,207,214	-	-	-	-	-	-	1,207,214
Debt service	9,396,843	-	-	-	-	-	-	9,396,843
Total expenditures	116,476,726	75,803	-	-	-	-	-	116,552,529
Revenues over (under) expenditures	2,026,351	(65,328)	2	-	-	-	-	1,961,025
OTHER FINANCING SOURCES (USES)								
Transfers in	899,168	69,985	-	-	-	-	(334,985)	634,168
Transfers out	(2,329,705)	-	-	-	(265,000)	-	334,985	(2,259,720)
Net other financing sources (uses)	(1,430,537)	69,985	-	-	(265,000)	-	-	(1,625,552)
Net change in fund balances	595,814	4,657	2	-	(265,000)	-	-	335,473
FUND BALANCES, beginning of year	16,774,932	17,745	69,917	76,270	365,000	89,851	-	17,393,715
FUND BALANCES, end of year	\$ 17,370,746	\$ 22,402	\$ 69,919	\$ 76,270	\$ 100,000	\$ 89,851	\$ -	\$ 17,729,188

REPORT OF PROPERTY TAX COLLECTION
For the Year Ended June 30, 2011

Grand List Year	Balance Uncollected June 30, 2010	Current Levy	Lawful Corrections			Adjusted Taxes Collectable	Collections				Uncollected Taxes June 30, 2011
			Additions	Deletions	Transfers to Suspense		Taxes	Interest	Liens	Total	
1994	\$ 1,109	\$ -	\$ -	\$ -	\$ -	\$ 1,109	\$ -	\$ -	\$ -	\$ -	\$ 1,109
1995	1,172	-	-	-	-	1,172	-	-	-	-	1,172
1996	5,381	-	-	-	-	5,381	363	437	24	824	5,018
1997	6,354	-	-	-	-	6,354	-	400	-	400	6,354
1998	8,687	-	-	-	-	8,687	-	228	-	228	8,687
1999	10,323	-	-	-	-	10,323	-	-	-	-	10,323
2000	10,646	-	-	-	-	10,646	-	-	-	-	10,646
2001	10,798	-	-	-	-	10,798	-	142	-	142	10,798
2002	23,394	-	-	-	-	23,394	-	737	-	737	23,394
2003	76,466	-	-	-	40,250	36,216	4,549	5,063	24	9,636	31,667
2004	76,698	-	-	-	22,277	54,421	15,977	15,329	48	31,354	38,444
2005	134,444	-	-	-	31,149	103,295	16,672	12,725	48	29,445	86,623
2006	182,192	-	-	-	35,266	146,926	18,697	11,944	48	30,689	128,229
2007	294,156	-	11,478	2,029	-	303,605	97,302	32,746	216	130,264	206,303
2008	722,728	-	27,054	257,048	-	492,734	194,244	57,513	1,108	252,865	298,490
Total prior years	1,564,548	-	38,532	259,077	128,942	1,215,061	347,804	137,264	1,516	486,584	867,257
2009	-	101,993,570	522,226	418,144	-	102,097,652	101,469,016	204,857	288	101,674,161	628,636
	<u>\$ 1,564,548</u>	<u>\$101,993,570</u>	<u>\$ 560,758</u>	<u>\$ 677,221</u>	<u>\$ 128,942</u>	<u>\$103,312,713</u>	<u>\$101,816,820</u>	<u>\$ 342,121</u>	<u>\$ 1,804</u>	<u>\$102,160,745</u>	<u>\$ 1,495,893</u>

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Nonmajor Governmental Funds

Fund	Funding Source	Function
Cafeteria	Sale of lunches and state grants	Operations of the school lunch program
Special Education Grants	Federal and state grants	Finance education programs
Police Extra Duty	User fees	Police coverage for private purposes
False Police Alarm	Receipt of fines for false alarms	Improve police services
Fire Alarm	Receipts of fines for false alarms	Improve fire services
State and Federal Grants	State and federal grants	Various grant programs
Stadium Field	Contributions	Fundraising for an artificial playing surface
Parking Operations	Parking fees	Provide and maintain parking facilities
Park Pals Play Area Trust	Contributions	Provide and maintain parks
Weed Beach Donations	Contributions	Provide amenities
Miscellaneous Trust	Contributions	Various trust activities
Debt Service	Other Financing Sources	Accounts for debt service transactions

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TOWN OF DARIEN, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

	Special Revenue					
	Cafeteria	Special Education Grants	Police Extra Duty	False Police Alarm	Fire Alarm	State and Federal Grants
ASSETS						
Cash and cash equivalents	\$ 447,664	\$ 691,281	\$ 329,413	\$ 19,165	\$ 21,877	\$ 161,555
Receivables:						
Intergovernmental	13,143	-	-	-	-	299
Other	-	-	100,821	13,860	1,033	-
Due from other funds	-	-	-	-	-	14,200
Inventory	10,931	-	-	-	-	-
Total assets	\$ 471,738	\$ 691,281	\$ 430,234	\$ 33,025	\$ 22,910	\$ 176,054
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts and other payables	\$ 274,699	\$ 14,215	\$ 7,005	\$ 112	\$ 1,651	\$ 600
Due to other funds	-	550,111	37,002	223	-	-
Deferred revenue	86,509	-	-	12,375	-	69,794
Total liabilities	361,208	564,326	44,007	12,710	1,651	70,394
Fund Balances						
Nonspendable	10,931	-	-	-	-	-
Restricted	99,599	126,955	-	-	-	105,660
Committed	-	-	386,227	20,315	21,259	-
Total fund balance	110,530	126,955	386,227	20,315	21,259	105,660
Total liabilities and fund balances	\$ 471,738	\$ 691,281	\$ 430,234	\$ 33,025	\$ 22,910	\$ 176,054

Special Revenue				Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Parking Operations	Park Pals Play Area Trust	Weed Beach Donations	Miscellaneous Trusts	Stadium Field	Debt Service	
\$ 1,337,819	\$ 35,679	\$ 4,289	\$ 41,088	\$ 1,350	\$ 397,673	\$ 3,488,853
-	-	-	-	-	-	13,442
30,858	-	-	-	-	-	146,572
-	-	-	-	-	-	14,200
-	-	-	-	-	-	10,931
<u>\$ 1,368,677</u>	<u>\$ 35,679</u>	<u>\$ 4,289</u>	<u>\$ 41,088</u>	<u>\$ 1,350</u>	<u>\$ 397,673</u>	<u>\$ 3,673,998</u>
\$ 11,038	\$ -	\$ -	\$ 46	\$ -	\$ -	\$ 309,366
668,969	-	-	-	-	-	1,256,305
-	-	-	-	-	-	168,678
<u>680,007</u>	<u>-</u>	<u>-</u>	<u>46</u>	<u>-</u>	<u>-</u>	<u>1,734,349</u>
-	-	-	-	-	-	10,931
688,670	35,679	4,289	41,042	-	-	1,101,894
-	-	-	-	1,350	397,673	826,824
<u>688,670</u>	<u>35,679</u>	<u>4,289</u>	<u>41,042</u>	<u>1,350</u>	<u>397,673</u>	<u>1,939,649</u>
<u>\$ 1,368,677</u>	<u>\$ 35,679</u>	<u>\$ 4,289</u>	<u>\$ 41,088</u>	<u>\$ 1,350</u>	<u>\$ 397,673</u>	<u>\$ 3,673,998</u>

TOWN OF DARIEN, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011**

	Special Revenue					State and Federal Grants
	Cafeteria	Special Education Grants	Police Extra Duty	False Police Alarm	Fire Alarm	
REVENUES						
Intergovernmental	\$ 45,318	\$ 1,211,062	\$ -	\$ -	\$ -	\$ 74,046
Licenses and permits	-	-	-	-	-	-
Charges for services	2,050,276	-	593,981	-	-	-
Fines and forfeits	-	-	-	91,662	20,996	-
Investment income	1,142	-	-	-	825	-
Contributions	-	54,092	-	-	-	-
Miscellaneous	12,050	-	5,341	-	-	-
Total revenues	2,108,786	1,265,154	599,322	91,662	21,821	74,046
EXPENDITURES						
Current:						
General government	-	-	-	-	-	8,203
Public safety	-	-	528,222	101,406	18,085	-
Public health and social services	-	-	-	-	-	26,990
Public works	-	-	-	-	-	-
Board of Education	2,088,087	1,206,894	-	-	-	-
Total expenditures	2,088,087	1,206,894	528,222	101,406	18,085	35,193
Excess (deficiency) of revenues over expenditures	20,699	58,260	71,100	(9,744)	3,736	38,853
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	(30,361)	-	-	-
Bond premium	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(30,361)	-	-	-
Net change in fund balance	20,699	58,260	40,739	(9,744)	3,736	38,853
FUND BALANCE, beginning of year, as restated (Note 13)	89,831	68,695	345,488	30,059	17,523	66,807
FUND BALANCE, end of year	\$ 110,530	\$ 126,955	\$ 386,227	\$ 20,315	\$ 21,259	\$ 105,660

Special Revenue				Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Parking Operations	Park Pals Play Area Trust	Weed Beach Donations	Miscellaneous Trusts	Stadium Field	Debt Service	
\$ -	\$ -	\$ -	\$ 9,972	\$ -	\$ -	\$ 1,340,398
606,014	-	-	-	-	-	606,014
-	-	-	-	-	-	2,644,257
66,561	-	-	-	-	-	179,219
5,703	-	-	38	-	-	7,708
-	-	-	-	-	-	54,092
18,120	-	-	-	-	-	35,511
<u>696,398</u>	<u>-</u>	<u>-</u>	<u>10,010</u>	<u>-</u>	<u>-</u>	<u>4,867,199</u>
-	-	-	1,610	-	-	9,813
-	-	-	-	-	-	647,713
-	-	-	3,150	-	-	30,140
433,664	-	-	-	-	-	433,664
-	-	-	500	-	-	3,295,481
<u>433,664</u>	<u>-</u>	<u>-</u>	<u>5,260</u>	<u>-</u>	<u>-</u>	<u>4,416,811</u>
262,734	-	-	4,750	-	-	450,388
(149,849)	-	-	-	-	-	(180,210)
-	-	-	-	-	397,673	397,673
<u>(149,849)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>397,673</u>	<u>217,463</u>
112,885	-	-	4,750	-	397,673	667,851
<u>575,785</u>	<u>35,679</u>	<u>4,289</u>	<u>36,292</u>	<u>1,350</u>	<u>-</u>	<u>1,271,798</u>
<u>\$ 688,670</u>	<u>\$ 35,679</u>	<u>\$ 4,289</u>	<u>\$ 41,042</u>	<u>\$ 1,350</u>	<u>\$ 397,673</u>	<u>\$ 1,939,649</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - ANIMAL CONTROL FUND -
BUDGET AND ACTUAL - (NON-GAAP BUDGETARY BASIS)**

For the Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Licenses and permits	\$ 5,000	\$ 5,000	\$ 8,750	\$ 3,750
Fines and forfeits	2,400	2,400	1,725	(675)
Total revenues	<u>7,400</u>	<u>7,400</u>	<u>10,475</u>	<u>3,075</u>
EXPENDITURES				
Public safety	75,685	77,385	75,482	(1,903)
Deficiency of revenues over expenditures	(68,285)	(69,985)	(65,007)	4,978
OTHER FINANCING SOURCES				
Transfers in	68,285	69,985	69,985	-
Excess of revenues and other financing sources over expenditures	<u>\$ -</u>	<u>\$ -</u>	4,978	<u>\$ 4,978</u>
FUND BALANCE , beginning of year			<u>17,424</u>	
FUND BALANCE , end of year			22,402	
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes.			<u>-</u>	
GAAP FUND BALANCE , end of year			<u>\$ 22,402</u>	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - PARKING OPERATIONS FUND
BUDGET AND ACTUAL - (NON-GAAP BUDGETARY BASIS)**

For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Licenses and permits	\$ 579,841	\$ 579,841	\$ 606,014	\$ 26,173
Fines and forfeits	70,000	70,000	66,561	(3,439)
Investment income	3,500	3,500	5,703	2,203
Miscellaneous income	15,000	15,000	18,120	3,120
Total revenues	668,341	668,341	696,398	28,057
Expenditures:				
Parking operations	668,341	668,341	579,899	(88,442)
Excess of revenues over expenditures	\$ -	\$ -	116,499	\$ 116,499
FUND BALANCE , beginning of year			544,476	
FUND BALANCE , end of year			660,975	
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes.			27,695	
GAAP FUND BALANCE , end of year			\$ 688,670	

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Fiduciary Funds

FIDUCIARY FUNDS

Agency Fund

Student Activities Fund – established to account for various student activities and clubs in the Town's schools.

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - STUDENT ACTIVITIES FUND -
AGENCY FUND**
For the Year Ended June 30, 2011

	Balance			Balance
	July 1, 2010	Additions	Deductions	June 30, 2011
ASSETS				
Cash and cash equivalents	\$ 367,622	\$ 1,550,963	\$ 1,502,673	\$ 415,912
LIABILITIES				
Accounts and other payables	\$ 367,622	\$ 1,550,963	\$ 1,502,673	\$ 415,912

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Statistical Section

STATISTICAL SECTION INFORMATION

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

Statistical section information is presented in the following categories:

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

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

NET ASSETS BY COMPONENT

Last Nine Fiscal Years

(In Thousands)

	Fiscal Year								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:									
Invested in capital assets, net of related debt	\$ 88,823	\$ 89,614	\$ 93,214	\$ 84,591	\$ 80,136	\$ 67,136	\$ 66,144	\$ 59,624	\$ 52,386
Restricted	1,102	-	-	-	-	-	-	-	-
Unrestricted	28,719	27,522	24,183	32,028	36,389	30,178	22,645	20,805	21,380
Total governmental activities net assets	\$ 118,644	\$ 117,136	\$ 117,397	\$ 116,619	\$ 116,525	\$ 97,314	\$ 88,789	\$ 80,429	\$ 73,766

Notes:

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

TOWN OF DARIEN, CONNECTICUT

CHANGES IN NET ASSETS

Last Nine Fiscal Years

(In Thousands)

	Fiscal Year								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses									
Governmental activities:									
General government	\$ 4,117	\$ 3,715	\$ 3,989	\$ 3,977	\$ 3,478	\$ 3,546	\$ 3,127	\$ 3,442	\$ 3,058
Community environment	841	910	939	902	863	643	655	563	641
Public safety	12,059	11,339	11,410	11,433	9,682	9,344	9,145	7,725	8,486
Health and social services	1,447	1,395	1,341	1,354	1,416	1,252	1,079	1,062	943
Library	3,131	3,061	2,944	2,516	2,388	2,300	2,186	1,983	1,905
Parks and recreation	1,715	1,522	1,811	1,776	1,571	1,500	1,296	1,483	1,269
Public works	5,872	6,904	5,290	5,489	7,494	3,526	3,297	4,106	3,468
Board of Education	88,077	85,558	84,964	96,894	71,884	70,118	60,356	55,938	52,025
Sewer operations	3,312	3,656	3,044	4,315	2,061	2,114	2,140	1,905	2,046
Solid waste	1,207	1,223	1,293	1,198	1,318	1,580	1,418	1,464	1,313
Interest on long-term debt	3,703	4,193	1,731	4,329	3,523	2,947	3,421	2,870	2,542
Total governmental activities expenses	125,481	123,476	118,756	134,183	105,678	98,870	88,120	82,541	77,696
Program Revenues:									
Governmental activities:									
Charges for services:									
General government	1,448	1,361	782	1,779	1,906	2,051	2,119	2,544	1,715
Community environment	70	57	56	80	70	75	36	25	25
Public safety	1,678	1,830	2,755	3,695	2,952	-	1,580	1,370	1,173
Health and social services	291	207	94	118	103	93	72	68	169
Parks and recreation	416	388	320	321	326	320	286	256	189
Public works	1,135	1,115	254	504	209	925	901	68	73
Board of Education	2,050	2,131	1,940	1,835	1,873	1,785	1,702	1,578	1,599
Sewer operations	2,592	2,485	2,824	3,436	3,596	3,201	2,936	2,298	2,192
Solid waste	767	999	940	972	1,187	1,405	1,195	1,289	999
Operating grants and contributions:									
General government	-	-	22	25	29	17	54	35	-
Community environment	-	-	-	-	-	-	2	-	-
Public safety	42	27	69	62	47	2,102	29	68	219
Health and social services	74	203	384	229	323	201	182	166	38
Parks and recreation	-	-	-	6	-	45	-	-	-
Public works	-	-	-	-	-	23	70	-	35
Board of Education	11,909	10,964	10,992	29,883	8,096	3,703	4,895	3,949	3,902
Sewer operations	-	-	-	-	-	-	1	-	-
Interest on long-term debt	-	-	77	77	86	92	173	157	150
Capital grants and contributions:									
General government	109	-	-	-	-	-	109	109	-
Public safety	278	345	5	93	-	76	-	-	-
Health and social services	2	10	35	35	32	32	31	29	-
Parks and recreation	10	67	165	-	-	-	41	1,120	-
Public works	393	604	297	2,098	1,580	3,007	111	70	199
Board of Education	34	191	26	2,270	2,999	2,010	3,828	4,519	2,057
Sewer operations	-	-	-	-	-	1,433	-	-	-
Total governmental activities program revenues	23,298	22,984	22,037	47,518	25,414	22,596	20,353	19,718	14,734
Net (expense)/revenue	(102,183)	(100,492)	(96,719)	(86,665)	(80,264)	(76,274)	(67,767)	(62,823)	(62,962)
Total primary government net expense									
	(102,183)	(100,492)	(96,719)	(86,665)	(80,264)	(76,274)	(67,767)	(62,823)	(62,962)

CHANGES IN NET ASSETS, Continued
Last Nine Fiscal Years
(In Thousands)

	Fiscal Year								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
General revenues and other changes in net expenses									
Governmental activities:									
Property taxes	102,220	99,221	96,462	90,508	85,996	82,426	74,497	68,060	63,002
Grants and contributions not restricted to specific purposes	341	214	162	227	255	276	293	272	511
Unrestricted investment earnings	655	218	585	1,924	2,855	1,709	867	601	715
Other general revenues	475	578	288	252	610	387	469	385	14
Total governmental activities	103,691	100,231	97,497	92,911	89,716	84,798	76,126	69,318	64,242
Special items	-	-	-	(6,207)	-	-	-	-	-
Changes in net assets									
Governmental activities	\$ 1,508	\$ (261)	\$ 778	\$ 39	\$ 9,452	\$ 8,524	\$ 8,359	\$ 6,495	\$ 1,280

Notes:

- (1) Schedule prepared on the accrual basis of accounting.
- (2) The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003.
- (3) On-behalf payments from the State of Connecticut for Darien teachers decreased by \$19.2 million in 2009. These amounts are reflected in Board of Education expenses and Operating Grants and Contributions.

FUND BALANCES, GOVERNMENTAL FUNDS

Last Nine Fiscal Years

(In Thousands)

	2011	2010	2009	2008	2007	2006	2005	2004	2003
General fund									
Nonspendable	\$ 47	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	522	-	-	-	-	-	-	-	-
Unassigned	17,160	-	-	-	-	-	-	-	-
Reserved	-	130	81	178	267	229	393	270	122
Unreserved	-	16,645	15,999	17,410	16,780	13,636	10,284	7,198	7,336
Total general fund	\$ 17,729	\$ 16,775	\$ 16,080	\$ 17,588	\$ 17,047	\$ 13,865	\$ 10,677	\$ 7,468	\$ 7,458
All other governmental funds									
Nonspendable	\$ 22	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	5,435	-	-	-	-	-	-	-	-
Committed	6,765	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Reserved	-	1,848	2,895	7,636	4,030	2,308	3,892	23,485	24,749
Unreserved, reported in:									
Special revenue funds	-	5,974	7,416	8,482	7,687	7,445	7,318	6,622	6,379
Capital project funds	-	(2,561)	(6,535)	(8,365)	(11,583)	(323)	(3,886)	(22,034)	1,677
Total all other governmental funds	\$ 12,222	\$ 5,261	\$ 3,776	\$ 7,753	\$ 134	\$ 9,430	\$ 7,324	\$ 8,073	\$ 32,805

Notes:

- (1) Schedule prepared on the accrual basis of accounting.
- (2) Data has not been presented for years prior to the implementation of GASB Statement No. 34 in 2003.
- (3) The Town implemented GASB No. 54 in fiscal year 2011 which changed the Town's method of reporting governmental fund balance.

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Nine Fiscal Years

(In Thousands)

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Revenues:									
Property taxes	\$ 102,076	\$ 98,968	\$ 96,223	\$ 90,533	\$ 85,837	\$ 82,435	\$ 74,866	\$ 68,132	\$ 63,355
Intergovernmental revenues	13,258	12,852	11,893	32,803	11,135	9,351	9,954	9,375	6,962
Charges for services	11,096	10,966	8,530	9,072	8,690	12,289	10,918	9,423	8,434
Income on investments	258	218	585	1,924	2,855	1,709	881	601	715
Miscellaneous	475	578	2,543	4,245	5,257	1,114	496	1,905	193
Total revenues	127,163	123,582	119,774	138,577	113,774	106,898	97,115	89,436	79,659
Expenditures:									
General government	3,014	3,924	2,796	2,887	2,614	2,554	2,314	2,444	2,248
Community environment	595	658	650	637	560	457	453	429	425
Public safety	8,098	9,332	8,139	8,293	7,119	6,686	6,887	6,295	6,199
Health and social services	1,098	1,088	1,086	1,086	1,056	954	894	848	761
Library	3,132	3,061	2,944	2,516	2,388	2,300	2,186	1,983	1,905
Parks and recreation	1,099	1,100	1,091	1,011	940	936	941	929	883
Public works	3,538	3,084	3,340	3,085	2,684	2,494	2,587	2,301	2,057
Schools	84,091	80,551	77,693	92,358	67,071	64,797	57,102	53,497	49,835
Sewer operations	3,312	3,656	3,044	4,315	2,061	2,114	2,141	1,905	2,046
Solid waste	5,701	5,126	1,293	1,198	1,318	1,580	1,418	1,464	1,313
General overhead	1,207	1,222	4,417	4,426	4,170	3,947	3,018	2,762	2,572
Capital outlay	7,321	2,572	8,212	18,299	18,973	13,961	24,929	33,001	13,701
Debt service:									
Principal	6,264	6,838	7,112	6,112	5,501	5,851	4,180	3,529	3,618
Interest	3,177	3,337	3,552	3,869	3,433	3,293	3,005	2,928	2,067
Total expenditures	131,647	125,549	125,369	150,092	119,888	111,924	112,055	114,315	89,630
Excess of revenues over (under) expenditures	(4,484)	(1,967)	(5,595)	(11,515)	(6,114)	(5,026)	(14,940)	(24,879)	(9,971)
Other Financing Sources (Uses):									
Transfers in	3,044	4,405	6,977	8,240	5,446	3,501	3,605	4,359	3,184
Transfers out	(3,044)	(4,405)	(6,977)	(8,240)	(5,446)	(3,501)	(3,605)	(4,359)	(3,184)
Issuance of bonds	12,000	11,305	30,344	19,500	-	40,215	17,400	9,310	30,000
Payment to escrow agent	-	(12,308)	(30,234)	-	-	(29,894)	-	(9,154)	-
Bond premium	398	1,151	-	175	-	-	-	-	-
Issuance of BAN	-	4,000	-	-	-	-	-	-	-
Total other financing sources (uses)	12,398	4,148	110	19,675	-	10,321	17,400	156	30,000
Net change in fund balances	\$ 7,914	\$ 2,181	\$ (5,485)	\$ 8,160	\$ (6,114)	\$ 5,295	\$ 2,460	\$ (24,723)	\$ 20,029

Debt Service as a Percentage of

Noncapital Expenditures	7.59%	8.26%	8.10%	7.55%	8.80%	9.04%	8.09%	7.75%	7.34%
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Notes:

- (1) Schedule prepared on the modified accrual basis of accounting.
- (2) Data has not been presented for years prior to the implementation of GASB Statement No. 34 in 2003.

ASSESSED VALUE AND ESTIMATED ACTUAL OF TAXABLE PROPERTY

Last Ten Fiscal Years

(In Thousands)

Fiscal Year	Real Property			Personal Property	Motor Vehicle	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
	Residential	Commercial	Other							
2011	7,553,873	686,405	149,514	150,120	201,218	1,547	8,739,583	11.74%	12,485,120	70.00%
2010	7,553,526	711,520	150,714	122,305	204,330	1,493	8,740,902	11.37%	12,487,003	70.00%
2009	5,738,476	414,230	153,584	78,793	218,603	1,448	6,602,238	14.55%	9,431,769	70.00%
2008	5,668,729	402,720	148,978	75,743	209,534	1,540	6,504,164	13.87%	9,291,663	70.00%
2007	5,573,420	405,913	146,438	71,788	209,838	1,823	6,405,574	13.40%	9,150,820	70.00%
2006	5,513,834	398,601	141,646	63,740	209,890	1,720	6,325,991	13.02%	9,037,130	70.00%
2005	5,426,736	399,496	139,631	63,259	195,169	1,841	6,222,450	11.95%	8,891,845	69.98%
2004	3,567,507	336,477	83,203	71,176	196,385	2,067	4,252,681	16.00%	6,078,153	69.97%
2003	3,543,949	336,381	81,606	63,178	190,198	1,715	4,213,597	14.98%	6,093,785	69.15%
2002	3,528,533	335,074	93,742	69,208	184,032	1,710	4,208,879	14.02%	6,059,526	69.46%

Note 1: Schedule is prepared on the modified accrual basis of accounting.

Note 2: Data has not been presented for years prior to the implementation of GASB #34 in 2003.

PRINCIPAL PROPERTY TAXPAYERS

(In Thousands)

October 1, 2009 and October 1, 2000

Taxpayer	October 1, 2009 ⁽¹⁾			October 1, 2000		
	Taxable Assessed	Rank	Percentage of Total Taxable Assessed	Taxable Assessed	Rank	Percentage of Total Taxable Assessed
	Value		Value	Value		Value
Connecticut Light & Power Company	\$ 84,802,520	1	0.97%			-
Wee Burn Country Club	48,415,500	2	0.55%	22,636,230	1	0.53%
Country Club of Darien	38,099,300	3	0.44%	16,489,850	4	0.39%
Avalonbay Communities	36,191,260	4	0.41%	-	-	-
Woodway Country Club	25,618,240	5	0.29%	11,943,730	6	0.28%
Rivoire, Helen M. et al (Estate)	22,249,220	6	0.25%	17,827,880	3	0.42%
Zotos International	21,752,980	7	0.25%	10,143,020	8	0.24%
U.B. Darien Inc.	19,906,740	8	0.23%	-	-	-
9 Old Kings Highway, LLC	17,352,860	9	0.20%	-	-	-
Parkland Limited Partnership	15,457,820	10	0.18%	9,913,570	9	0.23%
William Ziegler II TR et al	-	-	-	22,441,650	2	0.53%
Goodwives Center	-	-	-	11,301,920	7	0.27%
Darien Green Associates	-	-	-	8,294,200	10	0.20%
The Nielsen Company	-	-	-	14,309,250	5	0.34%
Total Taxable Grand List	\$ 329,846,440		3.77%	\$ 145,301,300		3.43%

Source: Town of Darien, Office of Tax Assessor

⁽¹⁾ Fiscal year is July 1, 2009-June 30, 2010

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

(In Thousands)

Fiscal Year Ended June 30,	Tax Rate In Mills	Taxes Levied for the Fiscal Year	Collected Within The Fiscal Year of Levy		Tax Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2011	11.74	\$ 102,098	\$ 101,469	99.38%	N/A	\$ 101,469	99.38%
2010	11.37	98,640	97,917	99.27%	194	98,111	99.46%
2009	14.55	96,006	95,204	99.16%	592	95,796	99.78%
2008	13.87	90,030	89,494	99.40%	371	89,865	99.82%
2007	13.04	85,538	85,015	99.39%	403	85,418	99.86%
2006	13.02	82,211	81,786	99.48%	409	82,195	99.98%
2005	11.95	74,228	73,870	99.52%	309	74,179	99.93%
2004	16.00	67,768	67,414	99.48%	279	67,693	99.89%
2003	14.98	62,949	62,546	99.36%	382	62,928	99.97%
2002	14.02	58,772	58,387	99.34%	374	58,761	99.98%

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

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(In Thousands)**

Fiscal Year	Governmental Activities General Obligation Bonds	Ratio of Debt to Taxable Assessed Value	Debt Per Capita	Estimated Personal Income (in thousands)	Debt as Percent of Estimated Personal Income
2011	\$ 92,150	1.05%	\$ 4.44	\$ 2,011,978	4.58%
2010	86,414	1.00%	4.30	1,969,278	4.43%
2009	89,722	0.95%	4.43	1,964,814	4.57%
2008	97,940	1.51%	4.84	1,569,450	6.24%
2007	84,551	1.32%	4.14	1,583,791	5.34%
2006	90,052	1.44%	4.43	1,592,783	5.65%
2005	84,097	1.34%	4.24	1,554,178	5.41%
2004	70,187	1.13%	3.56	1,554,178	4.52%
2003	73,389	1.17%	3.70	1,554,178	4.72%
2002	47,006	0.76%	2.44	1,526,737	3.08%

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

COMPUTATION OF LEGAL DEBT MARGIN

June 30, 2011

(In Thousands)

Total tax collections (including interest and lien fees):

For the year ended June 30, 2011:

Town of Darien	\$ 102,161
Taxing districts	588

Reimbursement for revenue loss:

Tax relief for elderly freeze	<u>6</u>
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Base for establishing debt limit	<u><u>\$ 102,743</u></u>
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	General Purpose	Schools	Sewers	Urban Renewal	Pension Funding	Total
Debt Limitation						
2 1/4 times base	\$ 231,172	\$ -	\$ -	\$ -	\$ -	\$ 231,172
4 1/2 times base	-	462,344	-	-	-	462,344
3 3/4 times base	-	-	385,286	-	-	385,286
3 1/4 times base	-	-	-	333,915	-	333,915
3 times base	-	-	-	-	308,229	308,229
Total debt limitation	<u>231,172</u>	<u>462,344</u>	<u>385,286</u>	<u>333,915</u>	<u>308,229</u>	<u>1,720,946</u>
Debt, as defined by Statute:						
Bonds payable ⁽¹⁾	11,985	73,953	6,212	-	-	92,150
Bonds authorized but unissued	12,870	18,210	2,970	-	-	34,050
Less: School building grants receivable	-	1,218	-	-	-	1,218
Total indebtedness	<u>24,855</u>	<u>90,945</u>	<u>9,182</u>	<u>-</u>	<u>-</u>	<u>124,982</u>
Debt limitation in excess of indebtedness	<u><u>\$ 206,317</u></u>	<u><u>\$ 371,399</u></u>	<u><u>\$ 376,104</u></u>	<u><u>\$ 333,915</u></u>	<u><u>\$ 308,229</u></u>	<u><u>\$ 1,595,964</u></u>

Note 1: Total net indebtedness above amounts of \$127,418 but in no event shall total indebtedness exceed \$719,201 (seven times the base for debt limitation).

Note 2: There is no overlapping debt.

Note 3: School building grants receivable include \$877 of bond principal grants from the State of Connecticut. Additionally, progress payments of \$341 (or approximately 20.7%) of eligible project costs on the High School are included.

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

(In Thousands)

	Fiscal Year									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt limitation	\$ 719,201	\$ 696,444	\$ 675,052	\$ 632,758	\$ 603,463	\$ 579,026	\$ 525,686	\$ 478,849	\$ 444,332	\$ 415,261
Total net debt applicable to limit	124,982	128,739	138,234	149,470	137,833	127,066	104,528	103,670	100,749	104,094
Legal Debt Margin	\$ 594,219	\$ 567,705	\$ 536,818	\$ 483,288	\$ 465,630	\$ 451,960	\$ 421,158	\$ 375,179	\$ 343,583	\$ 311,167
Total net debt applicable to the limit as percentage of debt limit	17.38%	20.48%	20.48%	23.62%	22.84%	21.94%	19.88%	21.65%	22.67%	25.07%

Source: Comprehensive annual financial report - Computation of Legal Debt Margin.

Note: See Table 9 for calculation of current year debt limitation.

DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years

Calendar Year	Population ⁽¹⁾	Estimated Personal Income (In Thousands)	Per Capita Income ⁽²⁾	Median Age ⁽²⁾	School Enrollment ⁽³⁾	Unemployment Rate ⁽⁴⁾
2011	20,732	\$ 2,011,978	\$ 97,047	38.0	4,841	6.0%
2010	20,292	1,969,278	97,047	38.0	4,778	5.9%
2009	20,246	1,964,814	97,047	38.0	4,727	6.2%
2008	20,246	1,569,450	77,519	38.0	4,653	4.0%
2007	20,431	1,583,791	77,519	38.0	4,587	3.2%
2006	20,547	1,592,783	77,519	38.0	4,468	3.0%
2005	20,049	1,554,178	77,519	38.0	4,378	3.6%
2004	20,049	1,554,178	77,519	38.0	3,927	2.0%
2003	20,049	1,554,178	77,519	38.0	4,116	2.8%
2002	19,695	1,526,737	77,519	38.0	3,927	2.0%

⁽¹⁾ U.S. Department of Commerce, Bureau of Census, State of CT Health Department.

⁽²⁾ U.S. Department of Commerce, Bureau of Census.

⁽³⁾ Darien Board of Education.

⁽⁴⁾ State of CT Department of Labor.

**PRINCIPAL EMPLOYERS
2011 and 2002**

Employer	Nature of Business	2011			2002		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Town of Darien	Municipality	932	1	9.87%	698	1	6.59%
Colangelo Synergy Marketing	Marketing	140	2	1.98%			
Ring's End, Inc.	Building Supplies	121	3	1.56%	132	4	1.45%
Zoto's International	Hair Care Products	120	4	1.34%	110	6	1.10%
BMW of Darien	Automotive Sales	105	5	0.95%			
CRA Rogers Casey	Investment Consulting	80	6	0.89%	120	5	1.32%
Miller Automotive	Automotive Sales	70	7	0.78%			
Sterling Glen	Assisted Living Center	68	8	0.78%			
U.S. Postal Service	Mail Delivery	48	9	0.53%	65	9	0.72%
Mediplex of Darien	Nursing Home				140	3	1.50%
Life Study Fellowship Foundation	Publishing				65	10	0.72%
Air Express International	Air Freight Traffic				300	2	2.20%
Brinks Incorporated	Security				110	7	1.10%
Penton Media	Advertising				70	8	0.77%
		<u>1,684</u>		<u>18.7%</u>	<u>1,810</u>		<u>17.47%</u>

Source: Town of Darien survey.

U.S. Department of Commerce, Bureau of Census, 2000.

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government	42	44	44	41	41	41	43	43	43	43
Police	57	57	57	57	57	57	55	55	55	55
Public Works	26	28	28	26	25	26	26	27	27	27
Sewer Authority	2	4	4	4	4	4	4	4	4	4
Parks and Recreation	9	9	9	8	8	8	8	8	8	8
Education	785	791	790	751	717	697	698	669	595	551
Total	921	933	932	887	852	833	834	806	732	688

OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government:										
Building permits issued	700	619	555	820	876	901	885	826	820	871
Building inspections conducted	2,859	2,692	2,903	3,871	3,702	4,266	-	-	-	-
Police:										
Calls Answered	19,156	20,261	16,309	21,076	21,591	21,069	20,839	25,842	22,573	25,842
Criminal Arrests	287	295	287	375	246	206	206	206	204	320
Motor Vehicle Arrests	3,081	3,903	3,168	3,463	3,451	2,062	1,993	2,062	3,014	2,995
DWI Arrests	51	76	84	101	71	-	-	-	-	-
Morning Vehicle Warnings	634	755	265	910	834	1,139	929	1,139	1,341	2,689
Accidents	550	558	585	606	652	683	685	683	640	812
Fire:										
Emergency responses	1,295	1,248	1,245	1,189	1,495	1,375	1,269	1,357	1,213	1,005
Fires extinguished	67	35	63	67	57	75	69	72	93	71
Inspections	371	367	386	677	397	410	293	207	252	153
Other Public Works:										
Street resurfacing (miles)	3	1.90	2.89	3.30	3.00	2.20	2.94	4.15	4.10	4.82
Parks and Recreation:										
Facility permits issued	484	697	784	770	666	722	-	-	-	-
Beach permits issued	7,129	6,769	6,605	6,660	6,646	6,671	6,806	-	-	-
Boat permits issued	195	183	191	188	202	-	-	-	-	-
Program registrations	4,052	3,787	2,730	2,895	3,125	2,619	2,511	-	-	-
Parks and Recreation:										
Summer camp registrations	330	400	430	489	645	-	-	-	-	-
Teen program registrations	1,054	1,226	1,231	1,343	1,354	-	-	-	-	-

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire stations	3	3	3	3	3	3	3	3	3	3
Other public works:										
Streets (miles)	81	81	81	81	81	81	81	81	81	81
Streetlights	828	828	828	827	827	827	827	-	-	-
Traffic signals	12	12	11	11	10	10	10	-	-	-
Parks and recreation:										
Acreage	207	207	207	207	207	207	207	207	207	207
Parks	13	13	13	13	13	13	13	13	13	13
Tennis courts	10	10	10	10	10	10	10	11	11	11
Paddle tennis courts	5	5	5	5	5	-	-	-	-	-
Water:										
Fire hydrants	545	512	512	512	512	534	522	522	522	522
Wastewater:										
Sanitary sewers (miles)	79.2	79.2	79.2	79.2	79.2	79.0	77.0	75.0	75.0	75.0
Pump stations	14	14	14	14	14	14	13	13	13	13