

McGladrey & Pullen
Certified Public Accountants

TOWN OF WILTON, CONNECTICUT

FINANCIAL REPORT
JUNE 30, 2006

TOWN OF WILTON, CONNECTICUT

FINANCIAL REPORT

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TOWN OF WILTON, CONNECTICUT

FINANCIAL REPORT

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Members of the
Board of Finance
Town of Wilton, Connecticut

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wilton, Connecticut, as of and for the year ended June 30, 2006, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of Wilton'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 basic 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, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wilton, Connecticut, as of June 30, 2006, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with "Government Auditing Standards," we have also issued our report dated January 17, 2007 on our consideration of the Town of Wilton, Connecticut's internal control over financial reporting and 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 read in conjunction with this report in considering the results of our audit.

The management discussion and analysis on pages 3 through 13 are not a required part of the basic financial statements, but are supplementary information required by the 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 budgetary detail and combining and individual nonmajor fund statements, capital asset schedules and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The budgetary detail, combining and individual nonmajor fund statements, capital asset schedules and other 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.

McGladrey & Pullen, LLP

New Haven, Connecticut
January 17, 2007

Town of Wilton, Connecticut
Management's Discussion and Analysis
June 30, 2006

As management of the Town of Wilton, Connecticut (the "Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2006. We encourage readers to consider the information presented here in conjunction with the Town's basic financial statements that follow this section. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights -- Primary Government

The assets of the Town of Wilton exceeded its liabilities on June 30, 2006 by \$101,080 (net assets). Of this amount, \$26,745 (unrestricted net assets) may be used to meet the government's ongoing obligations. The increase relates to an increase in tax revenues and operating grants.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Town of Wilton's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances. In a manner similar to a private-sector business, the statement of net assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The governmental activities of the Town include general government, education, public safety, public works, health and human services and parks and recreation activities.

The business-type activities of the Town include the Water Pollution Control Authority and the Transfer Stations. They are reported here because the Town charges fees to customers to help cover all or most of the cost of operations.

The government-wide financial statements (statement of net assets and statement of activities) can be found on pages 15 and 16 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control and accountability over resources that have been segregated for specific activities or objectives. The Town of Wilton, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town of Wilton has three kinds of funds:

Governmental funds. Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures, and changes in fund balances. They are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted to cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a year, but do not include capital assets such as land and buildings. The difference between a fund's total assets and total liabilities is labeled as the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the year.

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements. However, because different accounting bases are used to prepare fund financial statements and governmental-wide financial statements, there are often significant differences between the totals presented in these financial statements. For this reason, there is an analysis at the bottom of the balance sheet that reconciles the total fund balance to the amount of net assets presented in the governmental activities column on the statement of net assets. Also, there is an analysis at the bottom of the statement of revenues, expenditures, and changes in fund balances that reconciles the total change in fund balances for all governmental funds to the change in net assets as reported in the governmental activities column in the statement of activities.

The basic governmental fund financial statements (balance sheet and statement of revenues, expenditures and changes in fund balance) can be found on pages 17-18 of this report.

Proprietary funds. Proprietary fund financial statements consist of a statement of net assets, statement of revenues, expenses, and changes in fund net assets and statement of cash flows. These are prepared on an accounting basis that is similar to the basis used to prepare the governmental-wide financial statements. For financial reporting purposes, proprietary funds are grouped into Enterprise Funds and Internal Service Funds.

The Town of Wilton maintains two different types of proprietary funds. Enterprise funds are used to report the same functions present as business-type activities in the government-wide financial statement. The Town of Wilton uses Enterprise funds to account for its Water Pollution Control Authority and the Transfer Station.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority and the Transfer Station.

The propriety fund financial statements can be found on pages 21-23 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to provide services to the Town's constituency. The Town's fiduciary funds include a pension trust fund and student activity funds. The basic fiduciary fund financial statements can be found on pages 24 and 25 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 through 57 of this report.

TOWN OF WILTON, CONNECTICUT
NET ASSETS (000's)
June 30, 2006 and 2005

| | June 30, 2006 | | | June 30, 2005 | | |
|--|----------------------------|-----------------------------|-------------------|----------------------------|-----------------------------|------------------|
| | Primary Government | | | Primary Government | | |
| | Governmental Activities | Business-type Activities | Total | Governmental Activities | Business-type Activities | Total |
| Current and Other Assets | \$ 37,651 | \$ 7,776 | \$ 45,427 | \$ 29,177 | \$ 7,689 | \$ 36,866 |
| Capital Assets | 139,746 | 2,172 | 141,918 | 140,677 | 2,231 | 142,908 |
| Total assets | <u>177,397</u> | <u>9,948</u> | <u>187,345</u> | <u>169,854</u> | <u>9,920</u> | <u>179,774</u> |
| Long-term liabilities | 67,603 | 78 | 67,681 | 69,634 | 44 | 69,678 |
| Other liabilities | 18,174 | 410 | 18,584 | 18,469 | 452 | 18,921 |
| Total liabilities | <u>85,777</u> | <u>488</u> | <u>86,265</u> | <u>88,103</u> | <u>496</u> | <u>88,599</u> |
| Net Assets: | | | | | | |
| Invested in capital assets, net of related debt | 72,276 | 2,059 | 74,335 | 71,192 | 2,180 | 73,372 |
| Unrestricted | 19,344 | 7,401 | 26,745 | 10,559 | 7,244 | 17,803 |
| Total net assets | <u>\$ 91,620</u> | <u>\$ 9,460</u> | <u>\$ 101,080</u> | <u>\$ 81,751</u> | <u>\$ 9,424</u> | <u>\$ 91,175</u> |

By far the largest portion of the Town's net assets (74%) is its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Net assets increased by \$9,905 from June 30, 2005 as shown in the following in the following table.

**TOWN OF WILTON, CONNECTICUT
STATEMENT OF ACTIVITIES (000's)
Years Ended June 30, 2006 and 2005**

| | Year Ended | | | | | |
|---|----------------------------|---------------------------------|-------------------|----------------------------|---------------------------------|------------------|
| | June 30, 2006 | | | June 30, 2005 | | |
| | Primary Government | | | Primary Government | | |
| | Governmental Activities | Business- type Activities | Total | Governmental Activities | Business- type Activities | Total |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for services | \$ 5,976 | \$ 1,667 | \$ 7,643 | \$ 5,648 | \$ 1,707 | \$ 7,355 |
| Operating grants and contributions | 7,986 | - | 7,986 | 3,733 | - | 3,733 |
| Capital grants and contributions | 506 | - | 506 | 753 | - | 753 |
| General Revenues: | | | | | | |
| Property taxes | 84,027 | - | 84,027 | 78,756 | - | 78,756 |
| Grants and contributions not restricted to specific programs | 2,817 | - | 2,817 | 2,501 | - | 2,501 |
| Unrestricted investment earnings | 1,370 | 307 | 1,677 | 725 | 220 | 945 |
| Total revenues | 102,682 | 1,974 | 104,656 | 92,116 | 1,927 | 94,043 |
| Expenses: | | | | | | |
| General Government | 4,552 | - | 4,552 | 4,735 | - | 4,735 |
| Public Safety | 10,666 | - | 10,666 | 10,023 | - | 10,023 |
| Public Works | 3,500 | - | 3,500 | 2,686 | - | 2,686 |
| Health & Human Services | 1,273 | - | 1,273 | 1,425 | - | 1,425 |
| Education | 64,945 | - | 64,945 | 58,059 | - | 58,059 |
| Parks and Recreation | 2,481 | - | 2,481 | 2,698 | - | 2,698 |
| Library and other | 2,363 | - | 2,363 | 6,750 | - | 6,750 |
| Interest on long-term debt | 3,033 | - | 3,033 | 3,424 | - | 3,424 |
| WPCA | - | 853 | 853 | - | 847 | 847 |
| Transfer station | - | 1,085 | 1,085 | - | 1,067 | 1,067 |
| Total expenses | 92,813 | 1,938 | 94,751 | 89,800 | 1,914 | 91,714 |
| Change in net assets | 9,869 | 36 | 9,905 | 2,316 | 13 | 2,329 |
| Net assets – beginning | 81,751 | 9,424 | 91,175 | 79,435 | 9,411 | 88,846 |
| Net assets - ending | \$ 91,620 | \$ 9,460 | \$ 101,080 | \$ 81,751 | \$ 9,424 | \$ 91,175 |

Government-Wide Financial Analysis

Governmental activities. As shown in the Statement of Changes in Net Assets above, the revenues of governmental activities exceeded expenses by \$9,869. There are two classes of governmental activities revenue: program and general. As the classifications imply, program specific revenue is directly associated with and/or generated by specific programs. General revenue, such as property taxes and interest on investments, is not. Key elements of this increase are as follows:

Eighty-five percent (85%) of the governmental activities revenue was derived from property taxes, followed by six percent (6%) from fees. Grants and contributions accounted for five percent (5%). Interest and other revenue amounted to four percent (4%).

Major revenue factors included:

- ◆ An increase in property tax revenues due to an increase in the current year mill rate. Back tax revenue benefited from the collection of \$79 of previously deferred taxes.
- ◆ Unanticipated proceeds of \$499 from the State of Connecticut takings of Town-owned land for the Route 7 widening.
- ◆ Interest income benefited from successive short-term rate increases and higher balances available to invest.
- ◆ The Excess Special Education Cost grant exceeded estimates by \$434.
- ◆ A \$90 FEMA grant for snowstorm assistance.
- ◆ Operating grants increased due to the increase in State on-behalf payments for retirement.

Major expense factors included:

- ◆ The Town gave a capital grant of \$406 to the Wilton Library Association for its expansion project.
- ◆ The Board of Selectmen's workers compensation expenses were \$106 higher than expected because of increases in reserves for claims filed in previous years.
- ◆ The Town's (exclusive of the Library) contribution to the Wilton Employee's Retirement Fund was \$325 higher than that of FY 2005. The contribution is determined by the Plan actuary.
- ◆ Increased costs of employee health benefits.
- ◆ Board of Education expenses were 6% higher than fiscal 2005 but were significantly lower than expected.

Business-Type Activities

Business-type activities consist of the Water Pollution Control Authority (WPCA) and the Transfer Station. These activities increased the Town's net assets by a modest \$36.

The WPCA operates the Town's liquid waste system, which consists of collection infrastructure but no treatment facilities. Sewage treatment is provided by the City of Norwalk under a contract with the Wilton WPCA. Capital assessments, user charges and interest comprise the WPCA's revenue. Capital assessments are levied by the WPCA on properties that benefit from sewer construction. The assessments may be paid over twenty years with interest. By general statutes, income from assessment payments may be used only for debt service on sewer-related bonds and for capital improvements to the system. Wilton has no sewer debt outstanding as of June 30, 2006. User charges are established annually to pay for operating expenses, including Norwalk's processing fee.

For fiscal 2006 the WPCA's operations resulted in an increase of \$33 in net assets of business-type activities.

The Wilton Transfer Station accepts and then transfers solid waste of the Town from both commercial haulers and citizens. This includes trash and recyclables. Waste is then trucked by the Town to other facilities under a contract with the Connecticut Resources Recovery Authority. Revenues of the Transfer Station consist primarily of tip fees from commercial haulers, fees collected from residents, a rebate from CRRA based on tonnage, and a payment from CRRA for the Town to haul the waste to intermediate processing facilities. Property taxes support the recycling activities of the Transfer Station in the form of a subsidy from the general fund. Fiscal 2006 Transfer Station operations resulted in a net asset increase of only \$3. Were it not for a \$135 general fund subsidy, net assets would have decreased by \$132.

Financial Analysis of the Government's Funds

As noted earlier, the Town uses fund accounting to comply with finance-related legal requirements.

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

Wilton's governmental funds reported combined ending fund balances of \$21,830. For the general fund the unreserved and undesignated balance was \$12,891 or 13.5% of revenues and other financing sources. This is an increase of \$4,694 million from June 30, 2005.

All other governmental funds reported ending fund balances of \$6,350 of which \$4,427 is reserved or otherwise designated.

The following table shows the fund types comprising governmental funds and compares their fund balances for fiscal years 2006 and 2005.

**TOWN OF WILTON, CONNECTICUT
GOVERNMENTAL FUNDS - SUMMARY OF REVENUES, EXPENDITURES (000's)
AND FUND BALANCES - FY'S 2006 AND 2005**

| Fund Types | General | | Other Governmental Fund | | Totals | |
|-----------------------------|-----------|-----------|----------------------------|----------|------------|-----------|
| | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 |
| Revenues and other | | | | | | |
| financing sources | \$ 96,241 | \$ 87,847 | \$ 9,230 | \$ 9,473 | \$ 105,471 | \$ 97,320 |
| Expenditures and other | | | | | | |
| financing uses | 90,285 | 84,192 | 6,249 | 10,996 | 96,534 | 95,188 |
| Net change | 5,956 | 3,655 | 2,981 | (1,523) | 8,937 | 2,132 |
| Beginning fund balance | 9,525 | 5,870 | 3,369 | 4,452 | 12,894 | 10,322 |
| Ending fund balance | \$ 15,481 | \$ 9,525 | \$ 6,350 | \$ 2,929 | \$ 21,831 | \$ 12,454 |
| Components of fund balance | | | | | | |
| Reserved | | | | | | |
| Encumbrances | \$ 499 | \$ 649 | \$ - | \$ 372 | \$ 499 | \$ 1,021 |
| Prepaid expenditures | 9 | 24 | 28 | 43 | 37 | 67 |
| Continuing appropriations | 562 | 513 | - | - | 562 | 513 |
| Inventories | 142 | - | - | - | 142 | - |
| Donors' intentions | - | - | 17 | 9 | 17 | 9 |
| Designated | | | | | | |
| Subsequent year | 1,356 | - | 9 | 9 | 1,365 | 9 |
| Debt service | - | - | - | - | - | - |
| Capital improvements | - | - | 302 | - | 302 | - |
| Health insurance | 22 | 142 | 4,070 | 1,528 | 4,092 | 1,670 |
| Unreserved and undesignated | 12,891 | 8,197 | 1,924 | 968 | 14,815 | 9,165 |
| Total fund balance | \$ 15,481 | \$ 9,525 | \$ 6,350 | \$ 2,929 | \$ 21,831 | \$ 12,454 |

General fund. At June 30, 2006 the total general fund balance was \$15,481, of which \$12,891 was unreserved and undesignated. This is 14.3% of expenditures and other financing uses and 13.4% of revenues and other financing sources. The total fund balance increased by \$5,956. This increase resulted primarily from positive revenue variances from estimates in the following categories: current and back taxes, intergovernmental (state grants for education), interest income, and "other" (proceeds from State of Connecticut acquisitions of Town land for the Route 7 widening.) The Town-owned land consisted of right-of-way "strips" and their acquisition by the State does not impact Town operations.

Expenditures, chiefly for the Board of Education, were less than estimated. Specific revenue and expenditure variances are detailed in the following section.

General Fund Budgetary Highlights (000's)

The difference between the original and adjusted budget was \$513 and consisted entirely of unobligated capital appropriations continued from fiscal 2005 in accordance with the Town Charter. Continued appropriations constitute a reservation of the fund balance. The following table summarizes the budget operating results:

| | Fiscal 2006 | | | Fiscal 2005 | | |
|------------------|-----------------|---------------------|-----------------------------|-----------------|---------------------|-----------------------------|
| | Adjusted Budget | Budget Basis Actual | Positive (Negaive) Variance | Adjusted Budget | Budget Basis Actual | Positive (Negaive) Variance |
| Revenues | \$ 88,809 | \$ 92,066 | \$ 3,257 | \$ 83,687 | \$ 85,192 | \$ 1,505 |
| Expenditures | 89,322 | 85,840 | 3,482 | 83,642 | 81,580 | 2,062 |
| Subtotal | (513) | 6,226 | 6,739 | 45 | 3,612 | 3,567 |
| Equity-Transfer | - | - | - | - | 138 | 138 |
| Operating result | \$ (513) | \$ 6,226 | \$ 6,739 | \$ 45 | \$ 3,750 | \$ 3,705 |

\$562 in unexpected capital appropriations have been carried forward to fiscal 2007.

The detail of budget variances is shown on pages 59 through 62 of this report. The revenue variances for the year are shown in the following table (000's):

| | Fiscal 2006 | | | Fiscal 2005 | | |
|--|-------------|-----------|----------|-------------|-----------|----------|
| | Budget | Actual | Variance | Budget | Actual | Variance |
| Property taxes, interest and lien fees | \$ 83,073 | \$ 83,923 | \$ 850 | \$ 78,218 | \$ 78,500 | \$ 282 |
| Intergovernmental | 2,565 | 3,484 | 919 | 2,614 | 3,016 | 402 |
| Fees and permits | 2,162 | 2,275 | 113 | 2,075 | 2,280 | 205 |
| Interest | 360 | 1,311 | 951 | 290 | 572 | 282 |
| Other | 649 | 1,073 | 424 | 490 | 823 | 333 |
| Operating transfer | - | - | - | - | 138 | 138 |
| Total | \$ 88,809 | \$ 92,066 | \$ 3,257 | \$ 83,687 | \$ 85,329 | \$ 1,642 |

Of the property tax variance, \$576 is due to current tax revenue, \$149 to back taxes and \$126 to interest and lien fees. The variance in intergovernmental revenue is due chiefly to the Excess Special Education state reimbursement. Interest exceeded the budget for two reasons. First was a series of increases in short-term interest rates. The investment income variance is attributable to successive increases in short-term rates and a higher balance available to invest. Fee income variances occurred in several items but the largest positive variances resulted from the Town Clerk's recording fees and conveyance taxes. Proceeds from state acquisition of Town-owned land along the Route 7 widening right-of-way contributed to the variance in Other Revenue.

The expenditure variances for the year are shown in the following table (000's):

General Fund Expenditures Fiscal Years 2006 and 2005 (000's)

| | Fiscal 2006 | | | Fiscal 2005 | | |
|---------------------------|--------------------|------------------|-----------------|--------------------|------------------|-----------------|
| | Final Budget | Actual | Variance | Final Budget | Actual | Variance |
| General Government | \$ 3,483 | \$ 3,463 | \$ 20 | \$ 3,159 | \$ 3,135 | \$ 24 |
| Public Safety | 9,414 | 9,311 | 103 | 8,876 | 8,836 | 40 |
| Public Works | 2,247 | 2,163 | 84 | 2,155 | 2,229 | (74) |
| Health & Welfare | 1,256 | 1,235 | 21 | 1,199 | 1,161 | 38 |
| Other | 4,102 | 4,071 | 31 | 3,679 | 3,658 | 21 |
| Recreation | 1,076 | 1,010 | 66 | 1,078 | 985 | 93 |
| Education | 56,082 | 54,293 | 1,789 | 51,823 | 51,047 | 776 |
| Capital | 1,723 | 1,142 | 581 | 1,660 | 1,142 | 518 |
| Debt service | 9,175 | 9,152 | 23 | 9,395 | 9,386 | 9 |
| Additional appropriations | 764 | - | 764 | 617 | - | 617 |
| Total | \$ 89,322 | \$ 85,840 | \$ 3,482 | \$ 83,641 | \$ 81,579 | \$ 2,062 |

Additional appropriations during the year from the Board of Finance and Board of Selectmen contingencies were \$72 and \$43 respectively.

The Wilton Board of Education ended the fiscal 2006 with a final positive variance to budget of \$1,789 after expenditures were reduced by applying the Excess Cost grant of \$398. The total Excess Cost grant was \$1,228. The Board of Education was credited to the extent of their Special Education expenditures exceed the Special Education budget. The total Special Education deficit for the year was \$398. The primary reasons for this deficit were an increase in the cost of Special Education Outplacements, and contracted services needed to provide for a rapidly growing population of students with Autism. These are all costs incurred providing for students according to their Individual Educational Plans (IEP) in accordance with State and Federal mandates. This deficit was primarily offset by \$1,310 in savings in Regular and Special Education salary accounts as a result of several vacancies, retirements and unpaid leaves of absence. The Board of Education's Health Insurance Internal Service Fund ended the year with a positive result of \$539 resulting in a fund balance of \$2,285.

Capital Asset and Debt Administration
(000's omitted throughout unless otherwise obvious from context)

Capital assets. The Town's investment in capital assets as of June 30, 2006, is \$142 (net of accumulated depreciation). This investment includes land, buildings and other improvements to land, machinery and equipment, as well as roads, highways, bridges, and other infrastructure.

Major capital asset events during the current fiscal year included improvements to athletic fields and replacement boilers in a school.

Town of Wilton, Connecticut
Capital Asset Balances at Year-End (000's)
(Net of Depreciation)

| | Fiscal 2006 | | | Fiscal 2005 | | |
|---|-------------------|--------------------|-------------------|-------------------|--------------------|-------------------|
| | Governmental | Business- | Total | Governmental | Business- | Total |
| | Activities | Type Activities | | Activities | Type Activities | |
| Land | \$ 22,416 | \$ 82 | \$ 22,498 | \$ 22,446 | \$ 82 | \$ 22,528 |
| Buildings and other improvements | 81,830 | - | 81,830 | 83,387 | 8 | 83,395 |
| Machinery, equipment and infrastructure | 33,177 | 2,090 | 35,267 | 32,044 | 2,140 | 34,184 |
| Construction in progress | 2,323 | - | 2,323 | 2,799 | - | 2,799 |
| Total | \$ 139,746 | \$ 2,172 | \$ 141,918 | \$ 140,676 | \$ 2,230 | \$ 142,906 |

Additional information on the Town's capital assets can be found on pages 41-42 of this report. Long-term debt. At the end of the fiscal year, the Town had total bonded debt outstanding of \$71, all of which is backed by the full faith and credit of the government. Although all of Wilton's bonded debt is secured by the Town's full taxing power, \$363 will be paid from water capital assessments.

Town of Wilton, Connecticut Outstanding Debt
General Obligation Bonds and Notes Outstanding at June 30 (000's)

| | 2006 | 2005 | 2004 | 2003 |
|--------------------------|------------------|------------------|------------------|------------------|
| Governmental Activities | \$ 71,216 | \$ 73,000 | \$ 75,808 | \$ 73,831 |
| Business-Type Activities | 44 | 50 | 57 | 64 |
| Total | \$ 71,260 | \$ 73,050 | \$ 75,865 | \$ 73,895 |

Changes in Bonded Debt
Fiscal Years 2006 and 2005 (000's)

| | FY 2006 | FY2005 |
|---------------------------------------|------------------|------------------|
| Bonds and notes outstanding at July 1 | \$ 73,050 | \$ 73,625 |
| Principal payments | (5,920) | (6,075) |
| Issued during the year | 4,130 | 5,500 |
| Balance outstanding at June 30 | \$ 71,260 | \$ 73,050 |

The Town maintains an "AAA" rating from Moody's Investors Service.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. At June 30, 2006, Wilton's statutory debt limitation was \$575,787.

Additional information on the Town's long-term debt can be found on pages 43-49 of this report.

Economic Factors and Next Year's Budgets and Rates

- ◆ According to the 2000 Census, Wilton's median family income was \$162.
- ◆ As of September 2006, Wilton's unemployment rate was 3.1%, comparing favorably to the State's average unemployment rate of 4.5% and the Stamford Labor Market of 4.1%. (Source: Connecticut Department of Labor).
- ◆ The Net Taxable Grand List of October 1, 2004 on which the fiscal 2006 mill rate was based was \$3,703,864, an increase of 1.5% over the October, 2003 Grand List.
- ◆ For Fiscal Year 2006 the collection rate of current property taxes 99.5% of the adjusted taxes to be collected. For back taxes, 50% of the receivables outstanding at July 1, 2005 were collected.

These factors, as well as the provision of essential public services and the quality of life in Wilton, were considered in preparing the Town of Wilton's Fiscal Year 2007 general fund budget. Of equal if not greater influence was the need to achieve and maintain a general fund balance at a level consistent with a Moody's AAA credit rating. The fiscal 2007 budget as recommended by the Board of Finance and adopted by the Annual Town Meeting calls for revenues of \$93,622 and appropriations of \$94,978. The budget was balanced by the use of \$1,356 of the June 30, 2006 ending fund balance.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. The reader is strongly urged to read the entire report, especially the notes which contain important explanatory information. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, Attn. Joseph A. Dolan, C.F.O., Town of Wilton, 238 Danbury Rd., Wilton, CT 06897.

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Basic Financial Statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF NET ASSETS

June 30, 2006

| | Primary Government | | |
|---|----------------------------|-----------------------------|-----------------------|
| | Governmental Activities | Business-Type Activities | Total* |
| Assets | | | |
| Cash and cash equivalents | \$ 32,254,966 | \$ 7,324,713 | \$ 39,579,679 |
| Receivables, net of allowances for collection losses: | | | |
| Property taxes | 1,167,297 | - | 1,167,297 |
| Intergovernmental | 506,873 | - | 506,873 |
| Special assessments | 272,817 | 451,055 | 723,872 |
| Other | 1,278,447 | - | 1,278,447 |
| Inventories | 17,392 | - | 17,392 |
| Prepays and other | 37,069 | - | 37,069 |
| Net pension asset | 2,239 | - | 2,239 |
| Intergovernmental receivables | 2,113,956 | - | 2,113,956 |
| Capital assets, net of accumulated depreciation | 139,745,772 | 2,172,139 | 141,917,911 |
| Total assets | 177,396,828 | 9,947,907 | 187,344,735 |
| Liabilities | | | |
| Accounts payable and accrued liabilities | 7,499,248 | 141,250 | 7,640,498 |
| Intergovernmental payables | 18,003 | - | 18,003 |
| Property taxes collected in advance | 3,241,575 | - | 3,241,575 |
| Unearned revenues | 798,303 | 79,315 | 877,618 |
| Internal balances | (154,337) | 154,337 | - |
| Noncurrent liabilities: | | | |
| Due within one year | 6,771,658 | 34,211 | 6,805,869 |
| Due in more than one year | 67,602,576 | 78,838 | 67,681,414 |
| Total liabilities | 85,777,026 | 487,951 | 86,264,977 |
| Net Assets | | | |
| Investment in capital assets, net of related debt | 72,275,690 | 2,059,091 | 74,334,781 |
| Unrestricted | 19,344,112 | 7,400,865 | 26,744,977 |
| Total net assets | \$ 91,619,802 | \$ 9,459,956 | \$ 101,079,758 |

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

* After internal receivables and payables have been eliminated.

TOWN OF WILTON, CONNECTICUT

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2006

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets | | |
|--|------------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | Total |
| | | | | | Governmental Activities | Business-type Activities | |
| Primary government: | | | | | | | |
| Governmental activities: | | | | | | | |
| General government | \$ (4,551,507) | \$ 3,128,928 | \$ 250,471 | \$ - | \$ (1,172,108) | \$ - | \$ (1,172,108) |
| Public safety | (10,666,976) | 384,794 | - | - | (10,282,182) | - | (10,282,182) |
| Public works | (3,500,305) | 43,820 | 112,780 | 146,270 | (3,197,435) | - | (3,197,435) |
| Public health and welfare | (1,272,542) | 64,590 | 16,597 | - | (1,191,355) | - | (1,191,355) |
| Education | (64,945,455) | 2,284,196 | 6,447,819 | 359,885 | (55,853,555) | - | (55,853,555) |
| Recreation and Parks Commission | (2,480,717) | 69,901 | 1,157,831 | - | (1,252,985) | - | (1,252,985) |
| Library and other | (2,362,821) | - | - | - | (2,362,821) | - | (2,362,821) |
| Interest on long-term debt | (3,032,907) | - | - | - | (3,032,907) | - | (3,032,907) |
| Total governmental activities | (92,813,230) | 5,976,229 | 7,985,498 | 506,155 | (78,345,348) | - | (78,345,348) |
| Business-type activities: | | | | | | | |
| WPCA | (853,060) | 583,532 | - | - | - | (269,528) | (269,528) |
| Transfer station | (1,085,211) | 1,083,994 | - | - | - | (1,217) | (1,217) |
| Total business-type activities | (1,938,271) | 1,667,526 | - | - | - | (270,745) | (270,745) |
| Total primary government | \$ (94,751,501) | \$ 7,643,755 | \$ 7,985,498 | \$ 506,155 | \$ (78,345,348) | \$ (270,745) | \$ (78,616,093) |
| General revenues: | | | | | | | |
| Property taxes | | | | | \$ 84,027,472 | \$ - | \$ 84,027,472 |
| Grants and contributions not restricted to specific programs | | | | | 2,816,695 | - | 2,816,695 |
| Unrestricted investment earnings | | | | | 1,369,580 | 306,557 | 1,676,137 |
| Total general revenues | | | | | 88,213,747 | 306,557 | 88,520,304 |
| Change in net assets | | | | | 9,868,399 | 35,812 | 9,904,211 |
| Net assets - beginning | | | | | 81,751,403 | 9,424,144 | 91,175,547 |
| Net assets - ending | | | | | \$ 91,619,802 | \$ 9,459,956 | \$ 101,079,758 |

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

TOWN OF WILTON, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2006

| | General Fund | Other Governmental Funds | Total Governmental Funds |
|--|----------------------|--------------------------------|--------------------------------|
| Assets | | | |
| Cash and cash equivalents | \$ 21,700,918 | \$ 6,969,337 | \$ 28,670,255 |
| Receivables, net of allowances for collection losses: | | | |
| Property taxes | 1,167,297 | - | 1,167,297 |
| Intergovernmental | 2,343,590 | 272,239 | 2,620,829 |
| Special assessments | - | 272,817 | 272,817 |
| Other | 101,741 | 300,848 | 402,589 |
| Due from other funds | 1,275,471 | 107,890 | 1,383,361 |
| Inventories | - | 17,392 | 17,392 |
| Prepays | 9,027 | 28,042 | 37,069 |
| Total assets | \$ 26,598,044 | \$ 7,973,565 | \$ 34,571,609 |
| Liabilities | | | |
| Accounts payable and accruals | 2,001,611 | 631,570 | 2,633,181 |
| Intergovernmental payables | 18,003 | - | 18,003 |
| Property taxes collected in advance | 3,241,575 | - | 3,241,575 |
| Performance bonds | 2,166,096 | - | 2,166,096 |
| Due to other funds | 71,675 | 438,967 | 510,642 |
| Unearned revenues | 517,736 | 280,567 | 798,303 |
| Deferred revenue | 3,100,669 | 272,817 | 3,373,486 |
| Total liabilities | 11,117,365 | 1,623,921 | 12,741,286 |
| Fund balances | | | |
| Reserved for: | | | |
| Prepaid items | 9,027 | 28,042 | 37,069 |
| Encumbrances | 498,573 | - | 498,573 |
| Continuing appropriations | 561,525 | - | 561,525 |
| Inventory | - | 17,392 | 17,392 |
| Donor's intentions | - | 8,917 | 8,917 |
| Long term advances | 142,001 | - | 142,001 |
| Unreserved: | | | |
| Designated for: | | | |
| Debt service | - | 301,572 | 301,572 |
| Capital improvements | - | 4,070,241 | 4,070,241 |
| Medical insurance premiums | 22,226 | - | 22,226 |
| Future years | 1,355,933 | - | 1,355,933 |
| Unreserved, reported in: | | | |
| Special revenue funds | - | 1,835,961 | 1,835,961 |
| Capital projects funds | - | 87,519 | 87,519 |
| General Fund | 12,891,394 | - | 12,891,394 |
| Total fund balances | 15,480,679 | 6,349,644 | 21,830,323 |
| Total liabilities and fund balances | \$ 26,598,044 | \$ 7,973,565 | |

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

| | |
|---|--------------|
| Capital assets, net of accumulated depreciation of \$47,129,061, purchased by 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. | 139,745,772 |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized. | 157,476 |
| Deferred Revenue | 3,373,486 |
| Net pension asset | 2,239 |
| Internal service fund is used by management to charge the costs of BOE Health Insurance to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the statement of net assets. | 2,284,711 |
| Accrued interest payable | (1,399,971) |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. | (74,374,234) |

Net assets of governmental activities \$ 91,619,802

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

TOWN OF WILTON, CONNECTICUT

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

For the Year Ended June 30, 2006

| | General Fund | Other Governmental Funds | Total Governmental Funds |
|---|----------------------|--------------------------------|--------------------------------|
| REVENUES | | | |
| Property taxes | \$ 83,992,590 | \$ - | \$ 83,992,590 |
| Intergovernmental | 7,253,387 | 881,614 | 8,135,001 |
| Licenses and permits | 2,275,446 | 1,035,411 | 3,310,857 |
| Investments income | 1,311,419 | 58,165 | 1,369,584 |
| Tuition | - | 1,103,026 | 1,103,026 |
| School lunch sales | - | 1,179,932 | 1,179,932 |
| Contributions | - | 841,718 | 841,718 |
| Other revenue | 1,072,667 | - | 1,072,667 |
| Total revenues | 95,905,509 | 5,099,866 | 101,005,375 |
| EXPENDITURES | | | |
| Current: | | | |
| General government | 3,349,188 | 71,033 | 3,420,221 |
| Education | 58,326,713 | 3,040,249 | 61,366,962 |
| Public safety | 9,304,395 | 266,763 | 9,571,158 |
| Public works | 2,189,335 | - | 2,189,335 |
| Public health and welfare | 1,311,159 | 3,238 | 1,314,397 |
| Recreation and Parks commission | 1,094,805 | 1,255,356 | 2,350,161 |
| Other | 4,114,734 | - | 4,114,734 |
| Debt service: | | | |
| Principal retirements | 5,874,144 | 39,047 | 5,913,191 |
| Interest and other charges | 3,278,434 | 18,768 | 3,297,202 |
| Capital outlay | 1,442,578 | 1,554,905 | 2,997,483 |
| Total expenditures | 90,285,485 | 6,249,359 | 96,534,844 |
| Revenues over (under) expenditures | 5,620,024 | (1,149,493) | 4,470,531 |
| OTHER FINANCING SOURCES (USES) | | | |
| Proceeds from bonds | - | 4,130,000 | 4,130,000 |
| Capital leases issued | 335,686 | - | 335,686 |
| Total other financing sources | 335,686 | 4,130,000 | 4,465,686 |
| Net change in fund balances | 5,955,710 | 2,980,507 | 8,936,217 |
| FUND BALANCES, beginning | 9,524,969 | 3,369,137 | 12,894,106 |
| FUND BALANCES, ending | \$ 15,480,679 | \$ 6,349,644 | \$ 21,830,323 |

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

TOWN OF WILTON, CONNECTICUT

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2006**

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

| | | |
|---|----|-------------------------|
| Net change in fund balances – total governmental funds | \$ | 8,936,217 |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period. | | (783,587) |
| The net effect of various sale transactions involving capital assets is to decrease net assets. In the Statement of Activities, only the gain on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold. | | (147,410) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | | (314,132) |
| The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. | | 1,711,879 |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | | (74,044) |
| The net increase of certain activities of internal service funds is reported with governmental activities. | | <u>539,476</u> |
| Change in net assets of governmental activities | \$ | <u><u>9,868,399</u></u> |

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

TOWN OF WILTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND ENCUMBRANCES,
 BUDGET AND ACTUAL - BUDGETARY BASIS - CHANGE IN FUND BALANCE - GENERAL FUND
 For the Year Ended June 30, 2006

| | Budgeted Amounts | | Actual Budgetary Basis | Variance With Final Budget Positive (Negative) |
|---|-------------------|---------------------|------------------------------|---|
| | Original | Final | | |
| REVENUES | | | | |
| Property taxes, interest and lien fees | \$ 83,072,735 | \$ 83,072,735 | \$ 83,922,590 | \$ 849,855 |
| Intergovernmental | 2,565,136 | 2,565,136 | 3,483,956 | 918,820 |
| Fees, permits and other | 2,161,859 | 2,161,859 | 2,275,446 | 113,587 |
| Investment income | 360,000 | 360,000 | 1,311,419 | 951,419 |
| Other | 649,205 | 649,205 | 1,072,667 | 423,462 |
| Total revenues | 88,808,935 | 88,808,935 | 92,066,078 | 3,257,143 |
| EXPENDITURES AND ENCUMBRANCES | | | | |
| General government | 3,447,533 | 3,483,195 | 3,462,585 | 20,610 |
| Public safety | 9,353,900 | 9,413,587 | 9,311,360 | 102,227 |
| Public works | 2,247,007 | 2,247,168 | 2,163,095 | 84,073 |
| Public health and welfare | 1,256,282 | 1,256,282 | 1,234,825 | 21,457 |
| Other | 4,154,796 | 4,102,286 | 4,071,036 | 31,250 |
| Recreation and Parks Commission | 1,075,650 | 1,075,650 | 1,009,584 | 66,066 |
| Education | 56,081,828 | 56,081,828 | 54,292,820 | 1,789,008 |
| Capital outlay | 1,138,002 | 1,722,787 | 1,141,659 | 581,128 |
| Debt Service | 9,174,640 | 9,174,640 | 9,152,578 | 22,062 |
| Additional appropriations | 879,297 | 764,197 | - | 764,197 |
| Total expenditures and encumbrances | 88,808,935 | 89,321,620 | 85,839,542 | 3,482,078 |
| Revenues over (under) expenditures and encumbrances | - | (512,685) | 6,226,536 | 6,739,221 |
| Net increase (decrease) in unreserved budgetary fund balance | \$ - | \$ (512,685) | 6,226,536 | \$ 6,739,221 |
| FUND BALANCE, BUDGETARY BASIS, beginning | | | 9,388,708 | |
| FUND BALANCE, BUDGETARY BASIS, ending | | | \$ 15,615,244 | |

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

TOWN OF WILTON, CONNECTICUT

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS

June 30, 2006

| | Business-Type Activities - Enterprise Funds | | | Governmental |
|--|---|---------------------|---------------------|--------------------------|
| | Major | Nonmajor | Totals | Activities |
| | WPCA | Transfer Station | | Internal Service Fund |
| ASSETS | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 7,301,396 | \$ 23,317 | \$ 7,324,713 | \$ 3,584,711 |
| Receivables, net of allowances for collection losses: | | | | |
| Special assessments | 301,837 | 149,218 | 451,055 | - |
| Total current assets | <u>7,603,233</u> | <u>172,535</u> | <u>7,775,768</u> | <u>3,584,711</u> |
| Noncurrent assets: | | | | |
| Capital assets, net of accumulated depreciation | 1,964,289 | 207,850 | 2,172,139 | - |
| Total noncurrent assets | <u>1,964,289</u> | <u>207,850</u> | <u>2,172,139</u> | <u>-</u> |
| Total assets | <u>9,567,522</u> | <u>380,385</u> | <u>9,947,907</u> | <u>3,584,711</u> |
| LIABILITIES | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued liabilities | 21,381 | 119,869 | 141,250 | 1,300,000 |
| Due to other funds | 12,336 | 142,001 | 154,337 | - |
| Unearned revenues | 79,315 | - | 79,315 | - |
| Capital lease | - | 27,403 | 27,403 | - |
| Bonds payable | - | 6,808 | 6,808 | - |
| Total current liabilities | <u>113,032</u> | <u>296,081</u> | <u>409,113</u> | <u>1,300,000</u> |
| Noncurrent liabilities: | | | | |
| Bonds payable | - | 36,919 | 36,919 | - |
| Capital lease | - | 41,919 | 41,919 | - |
| Total liabilities | <u>113,032</u> | <u>374,919</u> | <u>487,951</u> | <u>1,300,000</u> |
| NET ASSETS | | | | |
| Invested in capital assets, net of related debt | 1,964,289 | 94,802 | 2,059,091 | - |
| Unrestricted (deficit) | 7,490,201 | (89,336) | 7,400,865 | 2,284,711 |
| Total net assets | <u>\$ 9,454,490</u> | <u>\$ 5,466</u> | <u>\$ 9,459,956</u> | <u>\$ 2,284,711</u> |

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

TOWN OF WILTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -
PROPRIETARY FUNDS
 For the Year Ended June 30, 2006

| | Business-Type Activities - Enterprise Funds | | | Governmental |
|---|---|------------------|---------------------|-----------------------|
| | Major | Nonmajor | Totals | Activities |
| | WPCA | Transfer Station | | Internal Service Fund |
| OPERATING REVENUES | | | | |
| Usage fees and assessments | \$ 583,532 | \$ 1,083,994 | \$ 1,667,526 | \$ - |
| Premiums | - | - | - | 6,198,964 |
| Total operating revenues | <u>583,532</u> | <u>1,083,994</u> | <u>1,667,526</u> | <u>6,198,964</u> |
| OPERATING EXPENSES | | | | |
| Operating costs | 676,370 | 1,064,586 | 1,740,956 | - |
| Claims | - | - | - | 5,776,263 |
| Depreciation | 176,690 | 19,408 | 196,098 | - |
| Total operating expenses | <u>853,060</u> | <u>1,083,994</u> | <u>1,937,054</u> | <u>5,776,263</u> |
| Operating income (loss) | <u>(269,528)</u> | <u>-</u> | <u>(269,528)</u> | <u>422,701</u> |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Interest income | 302,244 | 4,313 | 306,557 | 116,775 |
| Interest expense | - | (1,217) | (1,217) | - |
| Total nonoperating revenues (expenses) | <u>302,244</u> | <u>3,096</u> | <u>305,340</u> | <u>116,775</u> |
| Change in net assets | <u>32,716</u> | <u>3,096</u> | <u>35,812</u> | <u>539,476</u> |
| FUND NET ASSETS, beginning | <u>9,421,774</u> | <u>2,370</u> | <u>9,424,144</u> | <u>1,745,235</u> |
| FUND NET ASSETS, ending | <u>\$ 9,454,490</u> | <u>\$ 5,466</u> | <u>\$ 9,459,956</u> | <u>\$ 2,284,711</u> |

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

TOWN OF WILTON, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended June 30, 2006

| | Business-Type Activities - Enterprise Funds | | | Governmental |
|--|---|------------------|--------------------|-----------------------|
| | Major | Nonmajor | Totals | Activities |
| | WPCA | Transfer Station | | Internal Service Fund |
| Cash Flows From Operating Activities | | | | |
| Receipts from customers and users | \$ 704,939 | \$ 1,039,879 | \$ 1,744,818 | \$ 6,473,964 |
| Payments to suppliers and personnel | (759,358) | (1,004,203) | (1,763,561) | (5,891,727) |
| Net cash (used in) provided by operating activities | (54,419) | 35,676 | (18,743) | 582,237 |
| Cash Flows From Capital and Related Financing Activities | | | | |
| Principal payments on debt | - | (19,986) | (19,986) | - |
| Capital assets purchased | - | (55,003) | (55,003) | - |
| Interest paid on debt | - | (1,217) | (1,217) | - |
| Net cash used in capital and related financing activities | - | (76,206) | (76,206) | - |
| Cash Flows From Investing Activities | | | | |
| Interest received | 302,244 | 4,313 | 306,557 | 116,775 |
| Net cash provided by investing activities | 302,244 | 4,313 | 306,557 | 116,775 |
| Net increase (decrease) in cash and cash equivalents | 247,825 | (36,217) | 211,608 | 699,012 |
| Cash and Cash Equivalents | | | | |
| Beginning | 7,053,571 | 59,534 | 7,113,105 | 2,885,699 |
| Ending | <u>\$ 7,301,396</u> | <u>\$ 23,317</u> | <u>7,324,713</u> | <u>\$ 3,584,711</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities | | | | |
| Operating income (loss) | \$ (269,528) | \$ - | \$ (269,528) | \$ 422,701 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: | | | | |
| Depreciation | 176,690 | 19,408 | 196,098 | - |
| Changes in assets and liabilities: | | | | |
| Decrease (increase) in accounts receivable | 169,060 | (44,115) | 124,945 | - |
| Decrease in due from other funds | - | - | - | 275,000 |
| Increase (decrease) in accounts payable and accrued liabilities | (91,035) | 2,619 | (88,416) | (115,464) |
| Increase in due to other funds | 8,047 | 57,764 | 65,811 | - |
| Decrease in deferred revenue | (47,653) | - | (47,653) | - |
| Net cash provided by (used in) operating activities | \$ (54,419) | \$ 35,676 | \$ (18,743) | \$ 582,237 |
| Noncash Capital and Related Financing Activity | | | | |
| Capital lease issued | \$ - | \$ 82,500 | \$ 82,500 | \$ - |

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

TOWN OF WILTON, CONNECTICUT

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS

June 30, 2006

| | Pension Trust Fund | Agency Fund |
|---|-----------------------|----------------|
| ASSETS | | |
| Cash and cash equivalents | \$ 731,056 | \$ 444,257 |
| Investments, at fair value | | |
| Mutual funds | 45,645,783 | - |
| Total investments | 45,645,783 | - |
| Contribution receivable | 28,072 | - |
| Total assets | 46,404,911 | 444,257 |
| LIABILITIES | | |
| Accounts payable | 53,308 | - |
| Due to other funds | 718,382 | - |
| Due to student groups | - | 444,257 |
| Total liabilities | 771,690 | 444,257 |
| Net Assets Held in Trust for Pension | | |
| Benefits | \$ 45,633,221 | \$ - |

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

TOWN OF WILTON, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS-EMPLOYEE PENSION PLAN
For the Year Ended June 30, 2006

Additions

| | |
|---|------------------|
| Contributions | |
| Employer | \$ 1,907,433 |
| Plan members | 867,905 |
| Total contributions | <u>2,775,338</u> |
| Investment Income | |
| Net appreciation in fair value of investments | 2,645,995 |
| Interest and dividends | 1,278,751 |
| | <u>3,924,746</u> |
| Less investment expense | (25,293) |
| Net investment income | <u>3,899,453</u> |
| Total additions | <u>6,674,791</u> |

Deductions

| | |
|---------------------------------|------------------|
| Benefits paid | <u>1,631,603</u> |
| Change in net assets | 5,043,188 |

Net Assets

| | |
|-------------------|----------------------|
| Beginning of year | <u>40,590,033</u> |
| End of year | <u>\$ 45,633,221</u> |

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

June 30, 2006

Note 1. Summary of Significant Accounting Policies

Reporting entity

The Town of Wilton, Connecticut (the "Town") was incorporated as a town in 1802. The Town operates under a Board of Selectmen, Board of Finance and Town Meeting form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning and general administrative services to its residents. The accompanying financial statements conform to accounting principles generally accepted in the United State of America as applicable to governments.

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

Government-wide and Fund Financial Statements

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

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide, proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. However, agency funds, unlike other fiduciary funds, report only assets and liabilities and do not have a measurement focus and follow the accrual basis of accounting. 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 for. Intergovernmental grants and entitlements 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 and expenditures related to compensated absences are recorded only when payment is due (matured).

Property taxes when levied for, intergovernmental revenue when eligibility requirements are met, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual (measurable) and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable only when cash is received by the Town.

The Town reports the following major governmental fund.

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

The Town reports the following major proprietary funds:

The WPCA Fund – accounts for the operations of the Town's wastewater treatment system.

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 Town's internal service fund is its Board of Education Medical Self-Insurance Fund.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2006

Additionally, the Town reports the following fiduciary fund types:

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

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the funds are charges to customers for services. Operating expenses for the funds include the cost of operations and maintenance, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2006

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 and expenses during the reporting period. Actual results could differ from those estimates.

Property taxes

Property taxes are assessed as of October 1, and are levied for on the following July 1, and billed and generally due in two installments, July 1 and the following January 1. Liens are filed on June 1 following the due date.

Cash equivalents

The Town classifies money market funds, the State of Connecticut Short-Term Investment Fund, MBIA class investments, the Tax Exempt Proceeds Fund, U.S. treasury notes and certificates of deposit with original maturities of three months or less, when purchased as cash equivalents.

Investments

Investments are carried at fair value based on quoted market prices. Guaranteed investment contracts are carried at contract value. The Town's investments are in its Pension Trust Fund.

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

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

Inventories

Inventories are stated at lower of cost or market. Purchased items are recorded as expenditures when consumed.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2006

Capital assets

Capital assets, which include land, buildings, 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 and enterprise fund financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

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

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

| Assets | Years |
|----------------------------|-------|
| Buildings and improvements | 40-50 |
| Infrastructure | 20-75 |
| Machinery and equipment | 5-20 |

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

Compensated absences

Town employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination or retirement. Vacation and sick leave expenses to be paid in future periods are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only for amounts that have become due. In addition, certain vacation and sick leave expenses will be paid out of the general fund upon retirement.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2006

Long-term obligations

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

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, including capital leases, is reported as other financing sources. Payment of debt is reported as expenditures. 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.

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 reservations of fund balance as they do not constitute either expenditures or liabilities.

The Town Charter stipulates that every appropriation shall lapse at the end of the fiscal year if such appropriation is not expended or encumbered except for continuing appropriations for capital and nonrecurring expenditures. Continuing appropriations are reflected in the accompanying financial statements as reserved fund balance.

Pension accounting

Pension Trust Funds:

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Governmental Funds:

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

Funding Policy:

The Town funds the contributions to its pension plans based on the actuarial required contribution.

Fund Equity and 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.

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

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

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

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

Unreserved/Undesignated Fund Balance - indicates that portion of fund equity which is available for appropriation and expenditure in future periods.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Note 2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

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

| | |
|---|-----------------------------|
| Bonds payable | \$ 71,216,273 |
| Capital leases payable | 463,961 |
| Compensated absences | <u>2,694,000</u> |
| Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities | <u><u>\$ 74,374,234</u></u> |

Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities

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

| | |
|--|----------------------------|
| Capital outlay | \$ 2,697,413 |
| Depreciation expense | <u>(3,481,000)</u> |
| Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities | <u><u>\$ (783,587)</u></u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

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

| | |
|--|----------------------------|
| Debt issued or incurred: | |
| Issuance of general obligation bonds | \$ (4,130,000) |
| Capital lease | (335,686) |
| Principal repayments: | |
| General obligation debt | 5,913,191 |
| Capital lease | <u>264,374</u> |
| Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities | <u><u>\$ 1,711,879</u></u> |

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

| | |
|--|---------------------------|
| Compensated absences | \$ 43,000 |
| Accrued interest | (137,492) |
| Other liabilities | <u>20,448</u> |
| Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities | <u><u>\$ (74,044)</u></u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Note 3. Budgets and Budgetary Accounting

Governmental revenues and expenditures accounted for in the General Fund are controlled by formal integrated budgetary accounting systems in accordance with various legal requirements which govern the Town's operations. The Town does not adopt legal budgets for Special Revenue, Debt Service, Capital Projects, Enterprise and Trust funds.

Accordingly, the budget and actual expenditure comparisons are only presented for the General Fund. Due to the various funding requirements, expenditures of the Capital Projects Fund require appropriation through a Town Meeting.

The Board of Selectmen or the Board of Finance is authorized to transfer budgeted amounts between departments; however, any revisions that otherwise alter the total expenditures of any department must be approved by the Board of Selectmen or the Board of Finance from the budgeted charter authority. Requests in excess of 1% of the aggregate Town budget must be approved by a Town Meeting. Total appropriations as originally adopted were increased by approximately \$513,000 during the year ended June 30, 2006.

Any portion of an annual capital and nonrecurring appropriation, for any uncompleted projects, remaining unexpended and unencumbered at the close of the fiscal year is continued in force for two succeeding fiscal years. There were \$562,000 of appropriations continued in force as of June 30, 2006.

A reconciliation of General Fund revenues as presented in accordance with accounting principles generally accepted in the United States of America ("GAAP") and revenues presented on the budgetary basis is as follows:

| | |
|---|-----------------------------|
| Revenues, budgetary basis | \$ 92,066,078 |
| Education excess cost grant revenue presented as a reduction of education expenditures for budgetary purposes | 398,431 |
| Capital lease proceeds | 335,686 |
| On-behalf payments paid directly by the State of Connecticut Teachers' Retirement System | <u>3,441,000</u> |
| Revenues, GAAP basis | <u><u>\$ 96,241,195</u></u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

A reconciliation of expenditures of the General Fund presented in accordance with GAAP and expenditures and encumbrances presented on the budgetary basis is as follows:

| | |
|---|-----------------------------|
| Expenditures and encumbrances, budgetary basis | \$ 85,839,542 |
| Education excess cost grant revenue presented as a reduction of education expenditures for budgetary purposes | 398,431 |
| On-behalf payments paid directly by the State of Connecticut Teachers' Retirement System | 3,441,000 |
| Capital leases | 335,686 |
| Change in designated fund balance | 120,034 |
| Encumbrances: | |
| Prior year's encumbrances, liquidated during the year ended June 30, 2006 | 649,365 |
| Current year's encumbrances, outstanding as of June 30, 2006 | <u>(498,573)</u> |
| Fund balance, GAAP basis, end of year | <u><u>\$ 90,285,485</u></u> |

A reconciliation of the General Fund fund balance presented in accordance with GAAP and fund balance presented on the budgetary basis is as follows:

| | |
|---|-----------------------------|
| Fund balance, budgetary basis, end of year | \$ 15,615,244 |
| Change in designated fund balance | (120,034) |
| Prior year effects including encumbrances | 136,261 |
| Encumbrances: | |
| Prior year's encumbrances, liquidated during the year ended June 30, 2005 | (649,365) |
| Current year's encumbrances, outstanding as of June 30, 2006 | <u>498,573</u> |
| Fund balance, GAAP basis, end of year | <u><u>\$ 15,480,679</u></u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2006

Classifications of certain revenues and expenditures under GAAP differ from classifications utilized for budgetary purposes.

Note 4. Cash, Cash Equivalents and Investments

Deposits: The Town does not have a policy for deposits. The Town also does not have a custodial credit risk policy. However, as a practice, the Town follows State statutes. The State of Connecticut requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio.

Investments: The Town does not have a custodial credit risk policy for investments. The Town does not have a policy for investments and for the credit risk for investments, however, it is their practice to follow State statutes. 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 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. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short Term Investment Fund and the Tax Exempt Proceeds Fund. Other provisions of the Statutes cover specific municipal funds with particular investment authority.

The Town's policy for pension investments allows the fund to invest 55% in equity investments, 45% in fixed income and cash equivalents and no more than 20% in non-us investments. The pension plan does not have a custodial credit risk policy.

Interest rate risk: The Town and pension plan do not have a policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, its practice is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

Concentrations: The Town and pension plan do not have a policy that limits the amounts invested in any one issuer. However, its practice is to maintain a diversified portfolio to minimize the risk of loss resulting from over-concentration of assets in a specific issuer.

Custodial credit risk:

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an out side party. As of June 30, 2006, \$13,631,000 of the Town's bank balance of \$18,441,000 was uninsured and uncollateralized.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Town has no investments subject to this risk.

Cash and investments of the Town consist of the following at June 30, 2006:

| | |
|---|----------------------|
| Cash and Cash Equivalents | |
| Deposits with financial institutions | \$ 19,648,246 |
| State of Connecticut Short-Term Investment Fund | 20,348,032 |
| Tax Exempt Proceeds Fund | 237,158 |
| Municipal Backed Investment Fund | 521,556 |
| Total cash and cash equivalents | <u>40,754,992</u> |
| Investments | |
| Equity Mutual Funds | 39,315,822 |
| Bond Mutual Funds | 6,329,961 |
| Total pension investments | <u>45,645,783</u> |
| Total cash and investments | <u>\$ 86,400,775</u> |

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

| | |
|-----------------------------------|----------------------|
| Statement of Net Assets | |
| Cash and cash equivalents | <u>\$ 39,579,679</u> |
| Fiduciary Funds: | |
| Cash and cash equivalents | 1,175,313 |
| Investments | 45,645,783 |
| | <u>46,821,096</u> |
| Total cash and investments | <u>\$ 86,400,775</u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

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

| Summary of Investments | Fair Value | Investment Maturities (in Years) | |
|------------------------|----------------------|----------------------------------|---------------------|
| | | Less Than 1 Year | 1-5 Years |
| Bond Mutual Funds | \$ 6,329,961 | \$ - | \$ 6,329,961 |
| Pooled fixed income | 21,106,746 | 21,106,746 | |
| TOTAL | \$ 27,436,707 | \$ 21,106,746 | \$ 6,329,961 |

Credit risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Presented below is the minimum rating as required for each debt type investment.

| Average Rating | Bond Mutual Funds | Pooled Fixed Income |
|----------------|---------------------|----------------------|
| AAA | \$ - | \$ 20,348,032 |
| AAA | 6,329,961 | - |
| AA/M | - | 521,556 |
| Unrated | - | 237,158 |
| | \$ 6,329,961 | \$ 21,106,746 |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Note 5. Unearned Revenue/Deferred Revenue

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

| | Unearned Revenue | Deferred Revenue |
|--|---------------------|---------------------|
| | <u> </u> | <u> </u> |
| General Fund: | | |
| Property taxes | \$ - | \$ 986,713 |
| School construction | - | 2,113,956 |
| Grant drawdowns prior to meeting all eligibility | 517,736 | - |
| | <u>517,736</u> | <u>3,100,669</u> |
| Other Nonmajor Governmental Funds | <u>280,567</u> | <u>272,817</u> |
| Total | <u>\$ 798,303</u> | <u>\$ 3,373,486</u> |

Note 6. Interfund Accounts

As of June 30, 2006, amounts due to and due from other funds were as follows:

| | Due From Other Funds | Due To Other Funds |
|--------------------------|-------------------------|-----------------------|
| | <u> </u> | <u> </u> |
| General Fund | \$ 1,275,471 | \$ 71,675 |
| Other Governmental Funds | 107,890 | 438,967 |
| WPCA | - | 12,336 |
| Transfer Station | - | 142,001 |
| Pension Trust Fund | - | 718,382 |
| Totals | <u>\$ 1,383,361</u> | <u>\$ 1,383,361</u> |

The balances above resulted from the time lag between the dates that payments occur between funds for various activities.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Note 7. Capital Assets

Capital asset activity for the year ended June 30, 2006 was as follows:

| | Beginning Balance | Additions | Disposals | Transfers | Ending Balance |
|--|----------------------|--------------|------------|-------------|-------------------|
| Governmental activities: | | | | | |
| Capital assets, not being depreciated: | | | | | |
| Land | \$ 22,446,881 | \$ 31,200 | \$ 61,538 | \$ - | \$ 22,416,543 |
| Construction in progress | 2,798,920 | 1,701,058 | - | (2,177,240) | 2,322,738 |
| Total capital assets, not being depreciated | 25,245,801 | 1,732,258 | 61,538 | (2,177,240) | 24,739,281 |
| Capital assets, being depreciated: | | | | | |
| Buildings and improvements | 115,453,111 | 465,006 | - | 387,345 | 116,305,462 |
| Machinery and equipment | 5,987,932 | 391,731 | 152,621 | 1,789,895 | 8,016,937 |
| Infrastructure | 37,704,735 | 108,418 | - | - | 37,813,153 |
| Total capital assets being depreciated | 159,145,778 | 965,155 | 152,621 | 2,177,240 | 162,135,552 |
| Less accumulated depreciation for: | | | | | |
| Buildings and improvements | 32,066,296 | 2,409,337 | - | - | 34,475,633 |
| Machinery and equipment | 3,571,730 | 561,318 | 66,749 | - | 4,066,299 |
| Infrastructure | 8,076,784 | 510,345 | - | - | 8,587,129 |
| Total accumulated depreciation | 43,714,810 | 3,481,000 | 66,749 | - | 47,129,061 |
| Total capital assets, being depreciated, net | 115,430,968 | (2,515,845) | 85,872 | 2,177,240 | 115,006,491 |
| Governmental activities capital assets, net | \$ 140,676,769 | \$ (783,587) | \$ 147,410 | \$ - | \$ 139,745,772 |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

| | Beginning Balance | Additions | Disposals | Ending Balance |
|--|----------------------|--------------------|----------------|---------------------|
| Business-type activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 82,290 | \$ - | \$ - | \$ 82,290 |
| Total capital assets, not being depreciated | <u>82,290</u> | <u>-</u> | <u>-</u> | <u>82,290</u> |
| Capital assets, being depreciated: | | | | |
| Buildings and improvements | 193,282 | - | - | 193,282 |
| Machinery, equipment, distribution and collection systems, mains and extensions | 7,495,783 | 137,500 | 115,000 | 7,518,283 |
| Total capital assets, being depreciated | <u>7,689,065</u> | <u>137,500</u> | <u>115,000</u> | <u>7,711,565</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | 185,030 | 7,950 | | 192,980 |
| Machinery, equipment, distribution and collection systems, mains and extensions | 5,355,588 | 188,148 | 115,000 | 5,428,736 |
| Total accumulated depreciation | <u>5,540,618</u> | <u>196,098</u> | <u>115,000</u> | <u>5,621,716</u> |
| Total capital assets, being depreciated, net | <u>2,148,447</u> | <u>(58,598)</u> | <u>-</u> | <u>2,089,849</u> |
| Business-type activities capital assets, net | <u>\$ 2,230,737</u> | <u>\$ (58,598)</u> | <u>\$ -</u> | <u>\$ 2,172,139</u> |

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

Governmental Activities:

| | |
|--|---------------------|
| General government | \$ 655,634 |
| Education | 2,150,035 |
| Public safety | 339,207 |
| Recreation and Parks commission | 152,911 |
| Public works | 182,025 |
| Other | 1,188 |
| Total depreciation expense - governmental activities | <u>\$ 3,481,000</u> |

Business-Type Activities:

| | |
|---|-------------------|
| WPCA | \$ 176,690 |
| Transfer Station | 19,408 |
| Total depreciation expense - business-type activities | <u>\$ 196,098</u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Note 8. Long-Term Debt and Subsequent Event

| | Beginning Balance | Increases | Decreases | Ending Balance | Due Within One Year |
|---|----------------------|---------------------|---------------------|----------------------|------------------------|
| Governmental activities: | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 72,999,464 | \$ 4,130,000 | \$ 5,913,191 | \$ 71,216,273 | \$ 5,978,193 |
| Total bonds and notes payable | 72,999,464 | 4,130,000 | 5,913,191 | 71,216,273 | 5,978,193 |
| Compensated absences | 2,737,000 | - | 43,000 | 2,694,000 | 538,800 |
| Capital leases payable | 392,649 | 335,686 | 264,374 | 463,961 | 254,665 |
| Governmental activity long-term liabilities | \$ 76,129,113 | \$ 4,465,686 | \$ 6,220,565 | \$ 74,374,234 | \$ 6,771,658 |
| Business-type activities: | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 50,535 | \$ - | \$ 6,808 | \$ 43,727 | \$ 6,808 |
| Capital lease | - | 82,500 | 13,178 | 69,322 | 27,403 |
| Total bonds and capital leases payable | 50,535 | 82,500 | 19,986 | 113,049 | 34,211 |
| Business-type activity long-term liabilities | \$ 50,535 | \$ 82,500 | \$ 19,986 | \$ 113,049 | \$ 34,211 |

General obligation bonds

As of June 30, 2006, the outstanding long-term indebtedness of the Town payable from its governmental activities, was as follows:

| | <u>Outstanding Amount</u> |
|--|-------------------------------|
| Governmental Activities: | |
| \$5,500,000 bond, issue of 10/15/04, due 10/15/24, annual principal payments range from \$235,000 to \$280,000, plus interest due semi-annually at 2.5% to 4.5%. | \$ 5,220,000 |
| \$6,000,000 bond, issue of 7/15/03, due 7/15/22, annual principal payments range from \$330,000 to \$340,000, plus interest due semiannually at 2.5% to 4.5% | 5,320,000 |
| \$3,240,000 bond, issue of 7/15/02 due 7/15/18, annual principal payments range from \$215,000 to \$220,000, plus interest due semiannually at 3% to 4.375% | 2,580,000 |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

| | <u>Outstanding Amount</u> |
|--|-------------------------------|
| \$14,210,000 bond issue of 7/15/01 due 7/15/20, annual principal payments range from \$780,000 to \$790,000, plus interest due semiannually at 4.19% to 4.8% | 11,050,000 |
| \$9,600,000 bond issue of 7/15/00 due 7/15/19, annual principal payments range from \$505,000 to \$535,000, plus interest due semiannually at 5.0% to 5.25% | 7,490,000 |
| \$15,645,000 bond, issue of 7/15/99 due 7/15/18, annual principal payments range from \$800,000 to \$900,000, plus interest due semiannually at 4.5% to 5.0% | 11,465,000 |
| \$26,690,000 bond issue of 7/15/98 due 7/15/17, annual principal payments range from \$1,480,000 to \$1,500,000, plus interest due semiannually at 4.5% to 4.7%. | 17,810,000 |
| \$3,060,000 bond, issue of 7/15/97 due 7/15/13, annual principal payments range from \$190,000 to \$205,000, plus interest due semiannually at 4.7% to 5.1% | 1,625,000 |
| \$3,470,000 bond, issue of 08/15/95 due 08/15/12, annual principal payments range from \$200,000 to \$225,000, plus interest due semiannually at 4.2% to 6.1% | 1,401,273 |
| \$3,050,000 bond, issue of 12/15/94 due 12/15/11, annual principal payments range from \$180,000 to \$200,000, plus interest due semiannually at 5.2% to 6.375% | 1,100,000 |
| \$3,225,000 bond, issue of 10/15/93 due 10/15/10, annual principal payments range from \$190,000 to \$210,000, plus interest due semiannually at 3.6% to 4.4% | 965,000 |
| \$3,575,000 bond, issue of 10/01/92 due 10/01/09, annual principal payments range from \$215,000 to \$235,000, plus interest due semiannually at 3.8% to 5.7% | 860,000 |
| \$3,075,000 bond, issue of 9/01/91 due 9/01/06, annual principal payments range from \$200,000 to \$225,000, plus interest due semiannually at 5.1% to 6.3% | 200,000 |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

| | |
|---|-------------------------------|
| | <u>Outstanding Amount</u> |
| \$4,130,000 bond, issue of 11/22/05 due 11/22/23, annual principal payments range from \$200,000 to \$260,000, plus interest due semiannually at 3.65% to 4.05% | 4,130,000 |
| | <u>\$ 71,216,273</u> |

The annual debt service requirements of the governmental activities bonded indebtedness described above is as follows:

| | Principal | Interest | Total |
|--------------|----------------------|----------------------|----------------------|
| 2007 | \$ 5,978,193 | \$ 3,210,689 | \$ 9,188,882 |
| 2008 | 5,768,340 | 2,867,141 | 8,635,481 |
| 2009 | 5,738,948 | 2,607,508 | 8,346,456 |
| 2010 | 5,728,948 | 2,350,885 | 8,079,833 |
| 2011 | 5,503,948 | 2,098,761 | 7,602,709 |
| 2012 | 5,358,948 | 1,854,235 | 7,213,183 |
| 2013 | 5,168,948 | 1,616,352 | 6,785,300 |
| 2014 | 4,960,000 | 1,387,428 | 6,347,428 |
| 2015 | 4,730,000 | 1,165,803 | 5,895,803 |
| 2016 | 4,765,000 | 947,345 | 5,712,345 |
| 2017 | 4,765,000 | 726,090 | 5,491,090 |
| 2018 | 4,765,000 | 503,929 | 5,268,929 |
| 2019 | 3,030,000 | 315,279 | 3,345,279 |
| 2020 | 2,120,000 | 193,721 | 2,313,721 |
| 2021 | 805,000 | 108,350 | 913,350 |
| 2022 | 805,000 | 74,088 | 879,088 |
| 2023 | 475,000 | 39,619 | 514,619 |
| 2024 | 475,000 | 19,881 | 494,881 |
| 2025 | 275,000 | 4,994 | 279,994 |
| Total | \$ 71,216,273 | \$ 22,092,098 | \$ 93,308,371 |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Business-Type Activities:

Allocated portion of \$3,470,000 bond issue of 8/15/95 due
8/15/12, annual principal payments range from \$6,052 to
\$6,808, plus interest due semiannually at 4.2% to 6.1% \$ 43,727

**Amount to be financed and paid through business-
type activities** \$ 43,727

The annual debt service requirements of the business-type activities bonded indebtedness described above is as follows:

| | Principal | Interest | Total |
|-------|------------------|-----------------|------------------|
| 2007 | \$ 6,808 | \$ 2,335 | \$ 9,143 |
| 2008 | 6,660 | 2,005 | 8,665 |
| 2009 | 6,052 | 1,676 | 7,728 |
| 2010 | 6,052 | 1,351 | 7,403 |
| 2011 | 6,052 | 1,023 | 7,075 |
| 2012 | 6,052 | 693 | 6,745 |
| 2013 | 6,051 | 363 | 6,414 |
| Total | <u>\$ 43,727</u> | <u>\$ 9,446</u> | <u>\$ 53,173</u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Lease commitments

Property and equipment carried at approximately \$811,000, with approximately \$80,000 in accumulated depreciation, in the governmental activities is being acquired under capital lease arrangements.

| | <u>Capital</u> |
|-----------------------------------|--------------------------|
| 2007 | \$ 295,492 |
| 2008 | 184,250 |
| 2009 | <u>73,585</u> |
| Total minimum lease payments | 553,327 |
| Less interest | <u>(20,044)</u> |
| Present value of minimum payments | <u><u>\$ 533,283</u></u> |

School bond reimbursements

The State of Connecticut reimburses the Town for eligible school bond principal and interest costs. The amount of such reimbursement for the year ended June 30, 2006 was approximately \$391,000. Additional payments for principal and interest aggregating approximately \$2,641,000 are expected to be received through the bonds' maturity dates.

Debt limitation

The Town's statement of debt limitation under Connecticut General Statutes, Section 7-434(b) as of June 30, 2006, is as follows:

| | |
|---|-----------------------------|
| Total tax collections (including interest and lien fees) for the year ended June 30, 2006 | \$ 81,958,270 |
| Reimbursement for revenue loss: | |
| Tax relief for elderly | <u>53,612</u> |
| Base | <u><u>\$ 82,112,511</u></u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

The Connecticut General Statutes provide the total authorized debt of the Town shall not exceed seven times the above base cash receipts, or \$573,707,890 nor shall the total authorized particular purpose debt exceed the individual debt limitations reflected in the table below:

| | General Purpose | Schools | Sewers | Urban Renewal | Unfunded Pension Benefit |
|--|--------------------|--------------------|--------------------|--------------------|--------------------------------|
| Debt limitation: | | | | | |
| 2-1/4 times base | \$ 184,526,735 | \$ - | \$ - | \$ - | \$ - |
| 4-1/2 times base | - | 369,053,469 | - | - | - |
| 3-3/4 times base | - | - | 307,544,558 | - | - |
| 3-1/4 times base | - | - | - | 266,538,617 | - |
| 3 times base | - | - | - | - | 246,035,646 |
| Total debt limitation | 184,526,735 | 369,053,469 | 307,544,558 | 266,538,617 | 246,035,646 |
| Debt as defined by statute: | | | | | |
| Bonds payable ⁽¹⁾ | 28,380,792 | 42,516,550 | - | - | - |
| Bonds authorized but unissued | 3,510,000 | 545,900 | - | - | - |
| Construction grants | - | (2,279,251) | - | - | - |
| Total indebtedness | 31,890,792 | 40,783,199 | - | - | - |
| Debt limitation in excess of outstanding and authorized debt | | | | | |
| | \$ 152,635,943 | \$ 328,270,270 | \$ 307,544,558 | \$ 266,538,617 | \$ 246,035,646 |

(1) Water bonds of \$362,658 are excluded from this calculation in accordance with Connecticut General Statutes.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Compensated absences

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences", the Town accrues compensated absences as they are earned by employees if the leave is attributable to past service and it is probable that the employer will compensate the employees by cash payments at termination or retirement. The amount of this estimated obligation at June 30, 2006 is \$2,694,000. This liability is recorded in the government-wide financial statements.

Subsequent event

In November 2006, the Town issued \$4,055,000 in general obligation bonds. The bonds bear interest at 3.65% to 4.00% and mature in November 2024.

Note 9. Fund Deficit

As of June 30, 2006, the following funds had deficits:

| | | |
|--------------------|----|-------|
| Debt Issuance 1998 | \$ | 6,975 |
| School Lunch | \$ | 1,423 |

The Town anticipates financing these deficits through permanent financing or future revenues.

Note 10. Contingencies

Lawsuits

The Town is currently involved in a number of litigation matters. In the estimation of the Town's management and legal counsel, the final settlement of these matters will not have a material adverse effect the financial condition of the Town.

Municipal Solid Waste Service Agreement

The Town has entered into the municipal solid waste agreement, as amended (the "service agreement") with the Connecticut Resources Recovery Authority (the "Authority") pursuant to which it participates with seventeen other Connecticut municipalities (the eighteen constituting the "Contracting Municipalities"), in the Greater Bridgeport Resources Recovery System (the "System").

Under the service agreement, the Town is required to deliver, or cause to be delivered, to the System solid waste generated within its boundaries up to its minimum commitment of 11,300 tons per year and to pay a uniform per ton disposal service payment (the "service payment"). The aggregate minimum commitment of the eighteen Contracting Municipalities is 400,000 tons per year. The Town's service payment commitment is a "put-or-pay" commitment, in that if the aggregate minimum commitment of the Contracting Municipalities is not met by the total deliveries of all the Contracting Municipalities in any year, the Town must pay the service

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

payment for its proportionate share of the shortfall of the aggregate minimum commitment (even if it delivered its full portion).

Note 11. Employee Pension Plan

Employee Pension Plan

The Town of Wilton is an administrator of a single employer defined benefit pension plan (the "Plan") which covers substantially all full-time employees of the Town, other than certified teachers and other Board of Education personnel, who participate in a contributory retirement plan administered by the State Teachers' Retirement Board.

The table below provides details of the various provisions for the three categories of employees covered by the Plan.

| Provisions | Police | Firefighters | Other Employees |
|-------------------------------|---|--|--|
| Plan Eligibility Requirements | Every policeman of the Town upon first day of hire by the Town, who is a member of Wilton Police Union Local 1429 or who is a nonunion sworn officer. | Every firefighter of the Town who is a member of Local 2233, International Association of Firefighters, AFL-CIO, and the Fire Chief, Deputy Fire Chief, and Fire Marshal upon first day of hire. | All other Town employees upon the first day of hire, except those who fall into any of the following categories: <ul style="list-style-type: none"> • are members of the Police, Fire or Highway Department plans. • are customarily employed by the Town for less than 20 hours in any one week. • are customarily employed by the Town for less than five months in any calendar year. • are covered by any other non-governmental retirement plan to which the Town has contributed. • are covered by any retirement plan maintained wholly or partially by State funds. |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
 June 30, 2006

| Provisions | Police | Firefighters | Other Employees |
|--|---|---|--|
| Plan Eligibility Requirements, Continued | | | <ul style="list-style-type: none"> hold an elective office, unless they were members of the Plan immediately prior to holding elective office. Effective July 1, 2002, persons whose paid employment results from holding an elective office regardless of whether the elected official had been a member of the Plan prior to becoming an elected official shall be included in the definition of an "Employee" eligible to be a member in the Plan for all but Board of Education custodians. |
| Vesting | Vested 100% upon ten (10) years of credited service. | Vested 100% upon ten (10) years of credited service. | Vested 100% upon ten (10) years of continuous service for all but Board of Education custodians. |
| Retirement Benefit Calculation | <p>Calculated as 2.5% of Average Annual Salary for each year of Credited Service. Average Annual Salary is defined as the highest consecutive three (3) year average compensation within the last ten (10) years preceding retirement.</p> <p>The maximum benefit is 71.25% of Average Annual Salary or maximum 28.5 years of Credited Service.</p> | <p>Calculated as 2.0% of Average Annual Salary for each year of Credited Service through September 30, 1979 plus 2.5% of Average Annual Salary for each year of Credited Service thereafter. Average Annual Salary is defined as the highest consecutive four (4) year average Base Contributable Compensation within the last ten (10) years preceding retirement. Effective July 1, 2002, Base Contributable Compensation includes holiday pay.</p> <p>The maximum benefit is 67.5% of Average Annual Salary. Effective July 1, 2002, the maximum benefit is 71.25% of Average Annual Salary.</p> | <p>Calculated as 2.0% of Average Annual Salary for each year of Credited Service. Average Annual Salary is defined as the highest consecutive four (4) year average compensation within the last ten (10) years preceding retirement. Effective July 1, 2002, calculated as 2.25% of Average Annual Salary for each year of Credited Service for all but Board of Education custodians.</p> <p>The maximum benefit is 60.0% of Average Annual Salary or maximum 30 years of Credited Service. Effective July 1, 2002 the maximum benefit is 67.5% for all but Board of Education custodians.</p> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

| Provisions | Police | Firefighters | Other Employees |
|---|--|--|---|
| Employee Contribution Obligations | 7.0% of compensation. 7.25% of compensation. | 6.0% of compensation. 7.0% of compensation. | 6.0% of compensation for all but Board of Education custodians. |
| Employer Contribution Obligations | Periodic contributions at actuarially determined rates using the "projected unit credit method". | Periodic contributions at actuarially determined rates using the "projected unit credit method". | Periodic contributions at actuarially determined rates using the "projected unit credit method" for all but Board of Education custodians. |
| Authority Under Which Obligations are Established | Obligations are established periodically through a collective bargaining agreement. | Obligations are established periodically through a collective bargaining agreement. | Obligations are established periodically through a collective bargaining agreement for those employees covered by such agreements. For non-union employees, obligations are established by the Plan which may be amended only by the Board of Selectmen acting as trustees of the Plan for all but Board of Education custodians. |

The Town's annual pension cost and the change in the net pension asset during the year ended June 30, 2006, is as follows:

| | |
|--|------------------|
| Annual required contribution | \$ 1,907,433 |
| Interest on net pension obligation | (182) |
| Adjustment to annual required contribution | 186 |
| Annual pension cost | <u>1,907,437</u> |
| Contributions made | <u>1,907,433</u> |
| Decrease in net pension asset | (4) |
| Net pension asset, beginning of year | <u>2,243</u> |
| Net pension asset, end of year | <u>\$ 2,239</u> |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

Membership in the Plan consisted of the following at June 30, 2006, the date of the last actuarial valuation:

| | |
|---|------------|
| Retirees and beneficiaries receiving benefits | 122 |
| Terminated plan members entitled to, but not yet receiving benefits | 51 |
| Active plan members | <u>375</u> |
| Total | <u>548</u> |

Three-Year Trend Information:

| <u>Fiscal Year Ending</u> | <u>Annual Pension Cost (APC)</u> | <u>Percentage of APC Contributed</u> | <u>Net Pension Obligation (Asset)</u> |
|---------------------------|----------------------------------|--------------------------------------|---------------------------------------|
| 6/30/04 | \$ 1,267,493 | 99.7% | \$ (2,247) |
| 6/30/05 | \$ 1,536,515 | 100.0% | \$ (2,243) |
| 6/30/06 | \$ 1,907,437 | 100.0% | \$ (2,239) |

SCHEDULE OF EMPLOYER CONTRIBUTIONS

| <u>Year Ended June 30,</u> | <u>Annual Actuarially Required Contribution</u> | <u>Actual Contribution</u> | <u>Percentage Contributed</u> |
|----------------------------|---|----------------------------|-------------------------------|
| 2001 | \$ 768,775 | \$ 768,775 | 100% |
| 2002 | 740,153 | 740,153 | 100% |
| 2003 | 894,620 | 894,620 | 100% |
| 2004 | 1,267,482 | 1,264,142 | 100% |
| 2005 | 1,536,511 | 1,536,511 | 100% |
| 2006 | 1,907,433 | 1,907,433 | 100% |

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

SCHEDULE OF FUNDING PROGRESS

| Actuarial Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liability (AAL) | (Over)/Under Funded AAL | Funded Ratio | Covered Payroll | (Over)/under Funded AAL Percentage of Covered Payroll |
|--------------------------------|---------------------------------|--|----------------------------|-----------------|--------------------|---|
| June 30, 2001 | \$ 32,015,258 | \$ 30,569,844 | \$ (1,445,414) | 104.7% | \$ 11,034,863 | (13.1)% |
| June 30, 2002 | 34,872,476 | 35,194,183 | 321,707 | 99.1% | 12,856,292 | 2.5% |
| June 30, 2003 | 35,974,737 | 38,006,471 | 2,031,734 | 94.7% | 13,614,024 | 14.9% |
| June 30, 2004 | 38,008,838 | 42,447,145 | 4,438,307 | 89.5% | 15,084,913 | 29.4% |
| June 30, 2005 | 40,603,549 | 46,891,424 | 6,287,875 | 86.6% | 15,827,681 | 39.7% |
| June 30, 2006 | 44,576,272 | 54,532,889 | 9,956,617 | 81.7% | 16,745,475 | 59.5% |

Additional information as of the latest actuarial valuation follows:

| | |
|-------------------------------|--|
| Valuation date | June 30, 2006 |
| Actuarial cost method | Projected Unit Credit |
| Amortization method | Level Dollar Amount |
| Remaining amortization period | 30 year open period |
| Asset valuation method | 5-year smoothed market |
| Actuarial assumptions | |
| Investment rate of return | 7.80% |
| Projected salary increases | 4.5% |
| Inflation rate | 3.5% |
| Cost of living adjustment | 2.5% |
| Mortality | UP94 – projected to 2016 |
| Retirement Age | Normal retirement age, but not earlier than one year after the valuation date. Minimum age 55 for Fire, Town and Library. Minimum age 54 for Police. |

Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2006

is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut or has attained any age and has accumulated thirty-five years of credited service, at least twenty-five of which are service in the public schools of Connecticut. The financial statements of the Plan are available from the Connecticut State Teachers' Retirement Board, 21 Grand Street, Hartford, CT 06105.

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

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

In addition, the Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were approximately \$3,441,000 for the year ended June 30, 2006.

Note 12. Risk Management

The Town is exposed to various risks of loss related to employee health; torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance. Coverage has not been materially reduced, nor have settled claims exceeded commercial coverage in any of the last three years.

The Board of Education ("BOE") currently reports its self-insured employee health insurance activities in the Board of Education Internal Service Fund. Claim expense and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. The BOE also purchases "stop loss" insurance to limit its losses to \$175,000 per person per year with a maximum aggregate for all claims of approximately \$9,000,000 for fiscal year 2006.

The Town and the Board of Education self-insures for worker's compensation. The Town records expenditures for its self-insurance claims in the General Fund. The Town's stop loss limits under this Plan are \$250,000 per occurrence, per year, and \$800,000 aggregate per incident for fiscal year 2006.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued

June 30, 2006

Changes in the balances of claim liabilities recorded by the Town during the past two years are as follows:

| Fiscal Year Ended | Claims Payable July 1 | Claims and Changes in Estimates | Claims Paid | Claims Payable June 30 |
|-------------------|-----------------------|---------------------------------|-------------|------------------------|
| 2006 | \$1,415,000 | \$5,661,263 | \$5,776,263 | \$1,300,000 |
| 2005 | \$1,130,000 | \$5,757,901 | \$5,472,901 | \$1,415,000 |

Note 13. Pronouncements Issued, Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2006 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 No. 43, “Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans,” issued April 2004, will be effective for the Town beginning with its year ended June 30, 2007. This Statement establishes uniform financial reporting standards for OPEB (other postemployment benefits) and supersedes the interim guidance included in Statement No. 26, “Financial Reporting for Postemployment Healthcare Plans Administered by Defined Benefit Pension Plans.”
- ◆ GASB Statement No. 45, “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions,” issued June 2004, will be effective for the Town beginning with its year ending June 30, 2008. This Statement establishes standards for the measurement, recognition and display of other postemployment benefits, expenses and related liabilities or assets, note disclosures and, if applicable, required supplementary information in the financial reports.
- ◆ Statement No. 48, “Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues,” issued September 2006, is effective for periods beginning after December 15, 2006. This Statement establishes accounting and financial reporting standards for transactions in which a government receives, or is entitled to, resources in exchange for future cash flows generated by collecting specific receivables or specific future revenues. It also provides disclosure requirements for a government that pledges or commits future cash flows from a specific revenue source. In addition, this Statement establishes accounting and financial reporting standards for intra-entity of assets and future revenues.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2006

- ◆ GASB Statement No. 49, “Accounting and Financial Reporting for Pollution Remediation Obligations,” issued December 31, 2006, will be effective for the Town beginning with its fiscal year June 30, 2008, but the liability should be measured at July 1, 2007 so that beginning net assets can be restated. This Statement identifies the circumstances under which a government would have to estimate its expected outlays for pollution remediation if it knows a site is polluted, if the pollution poses an imminent danger to the public or the environment, if the government has violated a pollution prevention permit or license, if the government has been named as a responsible party for cleaning up the pollution, if the government began to clean up the pollution, and if the government is named in a lawsuit. In addition, it provides disclosure information about their pollution obligations associated with clean-up efforts.

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**Supplementary and Combining
Fund Statements and Schedules**

General Fund

TOWN OF WILTON, CONNECTICUT

**GENERAL FUND REVENUES - BUDGETARY BASIS -
BUDGET AND ACTUAL**

For the Year Ended June 30, 2006

| | Original Budget | Final Budget | Actual | Variance With Final Budget Positive (Negative) |
|---|--------------------|-------------------|-------------------|---|
| PROPERTY TAXES, INTEREST AND LIEN FEES | | | | |
| Property taxes | \$ 82,882,735 | \$ 82,882,735 | \$ 83,607,064 | \$ 724,329 |
| Interest and lien fees | 190,000 | 190,000 | 315,526 | 125,526 |
| Total property taxes, interest and lien fees | 83,072,735 | 83,072,735 | 83,922,590 | 849,855 |
| INTERGOVERNMENTAL | | | | |
| Education | 1,356,114 | 1,356,114 | 2,345,549 | 989,435 |
| | 1,356,114 | 1,356,114 | 2,345,549 | 989,435 |
| Town: | | | | |
| State property refund | 81,431 | 81,431 | 157,075 | 75,644 |
| Tax relief for elderly | 55,000 | 55,000 | 53,862 | (1,138) |
| Town aid road | 104,700 | 104,700 | 146,270 | 41,570 |
| Telephone line tax | 230,000 | 230,000 | 178,023 | (51,977) |
| Veterans exemption | 3,500 | 3,500 | 4,002 | 502 |
| Boat tax | 14,387 | 14,387 | 14,387 | - |
| Pequot pilot | 19,116 | 19,116 | 17,032 | (2,084) |
| Per capita grant | 16,788 | 16,788 | 16,597 | (191) |
| Youth Service Bureau | 14,000 | 14,000 | 14,000 | - |
| Local capital improvement | 113,100 | 113,100 | 112,780 | (320) |
| Progress payments | 150,000 | 150,000 | - | (150,000) |
| New manufacturing equipment | 407,000 | 407,000 | 424,379 | 17,379 |
| | 1,209,022 | 1,209,022 | 1,138,407 | (70,615) |
| Total intergovernmental | 2,565,136 | 2,565,136 | 3,483,956 | 918,820 |
| FEES, PERMITS AND OTHER | | | | |
| Town clerk | 1,243,800 | 1,243,800 | 1,399,020 | 155,220 |
| Building | 712,000 | 712,000 | 654,856 | (57,144) |
| Planning and zoning | 8,200 | 8,200 | 12,746 | 4,546 |
| Zoning Board of Appeals | 7,300 | 7,300 | 5,006 | (2,294) |
| Police reports | 3,600 | 3,600 | 3,586 | (14) |
| Finance Department | 22,100 | 22,100 | 37,625 | 15,525 |
| Police permits | 900 | 900 | 925 | 25 |
| DPW permits | 5,000 | 5,000 | 5,465 | 465 |
| Parking fines | 5,500 | 5,500 | 5,720 | 220 |

TOWN OF WILTON, CONNECTICUT

**GENERAL FUND REVENUES - BUDGETARY BASIS -
BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2006**

| | Original Budget | Final Budget | Actual | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| FEES, PERMITS AND OTHER, Continued | | | | |
| Registrar of Voters | 100 | 100 | 140 | 40 |
| Assessor | 2,600 | 2,600 | 2,778 | 178 |
| Animal Control | 7,030 | 7,030 | 5,984 | (1,046) |
| Fire Department | 2,200 | 2,200 | 1,220 | (980) |
| Environmental Affairs | 24,875 | 24,875 | 37,068 | 12,193 |
| Swimming Fees | 32,500 | 32,500 | 21,675 | (10,825) |
| Park and Recreation | 8,500 | 8,500 | 505 | (7,995) |
| Dial-A-Ride | 5,000 | 5,000 | 5,884 | 884 |
| Senior Net and Center | 16,154 | 16,154 | 12,347 | (3,807) |
| Environmental Health | 44,500 | 44,500 | 52,243 | 7,743 |
| BOE Athletic Fees | 10,000 | 10,000 | 10,653 | 653 |
| | <u>2,161,859</u> | <u>2,161,859</u> | <u>2,275,446</u> | <u>113,587</u> |
| INVESTMENT INCOME | | | | |
| Interest | 360,000 | 360,000 | 1,311,419 | 951,419 |
| OTHER | | | | |
| Rentals: | | | | |
| Town Property | 59,850 | 59,850 | 61,275 | 1,425 |
| Town Green | 69,000 | 69,000 | 87,189 | 18,189 |
| Gilbert & Bennett | - | - | 7,860 | 7,860 |
| Comstock School | 141,965 | 141,965 | 134,629 | (7,336) |
| Marvin Tavern | 5,170 | 5,170 | 4,806 | (364) |
| Day Care Center | 113,323 | 113,323 | 113,323 | - |
| Radio Tower | 49,860 | 49,860 | 49,862 | 2 |
| Sale of Assets | 210,037 | 210,037 | 605,324 | 395,287 |
| Other | - | - | 8,399 | 8,399 |
| Total other | <u>649,205</u> | <u>649,205</u> | <u>1,072,667</u> | <u>423,462</u> |
| Total | <u>\$ 88,808,935</u> | <u>\$ 88,808,935</u> | <u>\$ 92,066,078</u> | <u>\$ 3,257,143</u> |

TOWN OF WILTON, CONNECTICUT

**GENERAL FUND EXPENDITURES AND ENCUMBRANCES - BUDGETARY BASIS -
BUDGET AND ACTUAL**

For the Year Ended June 30, 2006

| | Original Budget | Final Budget | Actual | Variance With Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| GENERAL GOVERNMENT | | | | |
| Board of Selectmen | \$ 276,533 | \$ 276,533 | \$ 289,528 | \$ (12,995) |
| Finance Office | 586,969 | 586,969 | 579,941 | 7,028 |
| Town Counsel | 180,000 | 180,000 | 261,032 | (81,032) |
| Town Hall and Annex | 201,911 | 201,911 | 219,863 | (17,952) |
| Major Utilities | 206,253 | 206,253 | 202,666 | 3,587 |
| Other Town Properties | 82,718 | 112,718 | 85,239 | 27,479 |
| Dial-A-Ride | 76,838 | 76,838 | 86,069 | (9,231) |
| Town Clerk | 276,477 | 276,477 | 253,472 | 23,005 |
| Planning & Zoning | 309,434 | 315,096 | 292,956 | 22,140 |
| Board of Finance | 74,600 | 74,600 | 72,489 | 2,111 |
| Assessor | 201,350 | 201,350 | 192,849 | 8,501 |
| Tax Collector | 140,101 | 140,101 | 134,999 | 5,102 |
| Probate Court | 31,000 | 31,000 | 31,000 | - |
| Registrar of Voters | 88,512 | 88,512 | 80,093 | 8,419 |
| Code Enforcement - Building | 193,809 | 193,809 | 204,632 | (10,823) |
| Comstock Community Center | 183,345 | 183,345 | 198,649 | (15,304) |
| Information Systems | 337,683 | 337,683 | 277,108 | 60,575 |
| Total general government | 3,447,533 | 3,483,195 | 3,462,585 | 20,610 |
| PUBLIC SAFETY | | | | |
| Police | 5,039,451 | 5,039,451 | 5,031,303 | 8,148 |
| CERT | 6,000 | 6,000 | 6,114 | (114) |
| Emergency Medical Service | 232,023 | 232,023 | 235,463 | (3,440) |
| Fire and Emergency Service | 3,610,155 | 3,669,842 | 3,603,194 | 66,648 |
| Central Dispatch | 246,857 | 246,857 | 220,673 | 26,184 |
| Georgetown Fire District | 219,414 | 219,414 | 214,613 | 4,801 |
| Total public safety | 9,353,900 | 9,413,587 | 9,311,360 | 102,227 |
| PUBLIC WORKS | 2,247,007 | 2,247,168 | 2,163,095 | 84,073 |
| PUBLIC HEALTH AND WELFARE | | | | |
| Health and Sanitation | 250,536 | 250,536 | 229,400 | 21,136 |
| Public Health Nursing | 718,329 | 718,329 | 719,005 | (676) |
| Welfare and Social Services | 287,417 | 287,417 | 286,420 | 997 |
| Total public health and welfare | 1,256,282 | 1,256,282 | 1,234,825 | 21,457 |

TOWN OF WILTON, CONNECTICUT

**GENERAL FUND EXPENDITURES AND ENCUMBRANCES - BUDGETARY BASIS -
BUDGET AND ACTUAL, Continued**
For the Year Ended June 30, 2006

| | Original Budget | Final Budget | Actual | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| OTHER | | | | |
| Employee Benefits and Unemployment Compensation | 1,565,813 | 1,513,303 | 1,455,601 | 57,702 |
| Insurance | 657,700 | 657,700 | 686,102 | (28,402) |
| Library Association | 1,759,339 | 1,759,339 | 1,759,339 | - |
| Route 7 Bus | 5,000 | 5,000 | 5,000 | - |
| Teen Center | 76,334 | 76,334 | 76,334 | - |
| Animal Control | 90,610 | 90,610 | 88,660 | 1,950 |
| Total other | 4,154,796 | 4,102,286 | 4,071,036 | 31,250 |
| RECREATION AND PARKS COMMISSION | | | | |
| Parks and Recreation | 833,559 | 833,559 | 772,209 | 61,350 |
| Conservation and Inland-Wetlands | 242,091 | 242,091 | 237,375 | 4,716 |
| Total recreation and parks commission | 1,075,650 | 1,075,650 | 1,009,584 | 66,066 |
| EDUCATION | | | | |
| | 56,081,828 | 56,081,828 | 54,292,820 | 1,789,008 |
| CAPITAL OUTLAY | | | | |
| General Government | 247,904 | 331,816 | 126,699 | 205,117 |
| Public Safety | 228,899 | 281,542 | 186,665 | 94,877 |
| Public Works | 590,000 | 865,973 | 611,427 | 254,546 |
| Parks, Recreation and Conservation | 71,199 | 243,456 | 216,868 | 26,588 |
| Total capital outlay | 1,138,002 | 1,722,787 | 1,141,659 | 581,128 |
| DEBT SERVICE | | | | |
| Principal Retirement | 5,860,520 | 5,860,520 | 5,853,712 | 6,808 |
| Interest | 3,314,120 | 3,314,120 | 3,298,866 | 15,254 |
| Total debt service | 9,174,640 | 9,174,640 | 9,152,578 | 22,062 |
| Additional appropriations | 879,297 | 764,197 | - | 764,197 |
| Total | \$ 88,808,935 | \$ 89,321,620 | \$ 85,839,542 | \$ 3,482,078 |

Nonmajor Governmental Funds

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TOWN OF WILTON, CONNECTICUT

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2006

| | Special Revenue | | | | | |
|---|---------------------|--------------------------------------|------------------|-------------------|-------------------------|-------------------------------|
| | Ambulance | Educational Entitlement Grants | School Lunch | Summer School | Continuing Education | Forfeited Property Fund |
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ 883,795 | \$ 186,277 | \$ 29,690 | \$ 313,755 | \$ 252,335 | \$ 28,354 |
| Special assessments | - | - | - | - | - | - |
| Intergovernmental receivables | - | 27,239 | - | - | - | - |
| Other receivables | 121,446 | - | 6,815 | - | - | - |
| Inventories | - | - | 17,392 | - | - | - |
| Prepays | - | - | - | - | - | - |
| Due from other funds | 8,412 | 40,336 | - | - | - | - |
| Total assets | \$ 1,013,653 | \$ 253,852 | \$ 53,897 | \$ 313,755 | \$ 252,335 | \$ 28,354 |
| LIABILITIES AND FUND BALANCES (DEFICITS) | | | | | | |
| LIABILITIES | | | | | | |
| Unearned revenues | \$ - | \$ 43,721 | \$ - | \$ 4,200 | \$ - | \$ - |
| Deferred revenues | - | - | - | - | - | - |
| Accounts payable | 2,514 | 11,922 | 55,320 | 116 | - | 519 |
| Due to other funds | 41,803 | 187,652 | - | - | - | 8,946 |
| Total liabilities | 44,317 | 243,295 | 55,320 | 4,316 | - | 9,465 |
| FUND BALANCES (DEFICITS) | | | | | | |
| Reserved for inventories | - | - | 17,392 | - | - | - |
| Reserved for donors' intention | - | - | - | - | - | - |
| Reserved for prepaid items | - | - | - | - | - | - |
| Designated for debt service | - | - | - | - | - | - |
| Designated for capital improvements | - | - | - | - | - | - |
| Unreserved, undesignated | 969,336 | 10,557 | (18,815) | 309,439 | 252,335 | 18,889 |
| Total fund balances (deficits) | 969,336 | 10,557 | (1,423) | 309,439 | 252,335 | 18,889 |
| Total liabilities and fund balances (deficits) | \$ 1,013,653 | \$ 253,852 | \$ 53,897 | \$ 313,755 | \$ 252,335 | \$ 28,354 |

| Special Revenue | | | | | | Capital Projects | | | |
|-----------------|------------------------|-------------------|-------------------|-------------------|---------------|--------------------|--------------------|--------------------|--------------------|
| Youth Services | Selectmen's Benevolent | Recreation | Gift | Debt Service Fund | Cemetery | Debt Issuance 2004 | Debt Issuance 1997 | Debt Issuance 1998 | Debt Issuance 2000 |
| \$ - | \$ 8,817 | \$ 237,838 | \$ 333,419 | \$ 337,444 | \$ 199 | \$ 194,011 | \$ 20,692 | \$ 4,008 | \$ 57,336 |
| - | - | - | - | 272,817 | - | - | - | - | - |
| - | - | - | 250,000 | - | - | - | - | - | - |
| - | - | 43,283 | 127,914 | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | 28,042 | - | - | - | - | - | - | - |
| - | - | - | 1,530 | - | - | - | - | 6,328 | 15,412 |
| <u>\$ -</u> | <u>\$ 8,817</u> | <u>\$ 309,163</u> | <u>\$ 712,863</u> | <u>\$ 610,261</u> | <u>\$ 199</u> | <u>\$ 194,011</u> | <u>\$ 20,692</u> | <u>\$ 10,336</u> | <u>\$ 72,748</u> |
| \$ - | \$ - | \$ 220,876 | \$ 11,770 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | 272,817 | - | - | - | - | - |
| - | - | 19,461 | 446,730 | - | 99 | 56,636 | - | - | - |
| 60 | - | - | 867 | 35,872 | - | - | - | 17,311 | 1,530 |
| <u>60</u> | <u>-</u> | <u>240,337</u> | <u>459,367</u> | <u>308,689</u> | <u>99</u> | <u>56,636</u> | <u>-</u> | <u>17,311</u> | <u>1,530</u> |
| - | - | - | - | - | - | - | - | - | - |
| - | 8,817 | - | - | - | 100 | - | - | - | - |
| - | - | 28,042 | - | - | - | - | - | - | - |
| - | - | - | - | 301,572 | - | - | - | - | - |
| - | - | - | - | - | - | 137,375 | - | - | - |
| (60) | - | 40,784 | 253,496 | - | - | - | 20,692 | (6,975) | 71,218 |
| <u>(60)</u> | <u>8,817</u> | <u>68,826</u> | <u>253,496</u> | <u>301,572</u> | <u>100</u> | <u>137,375</u> | <u>20,692</u> | <u>(6,975)</u> | <u>71,218</u> |
| <u>\$ -</u> | <u>\$ 8,817</u> | <u>\$ 309,163</u> | <u>\$ 712,863</u> | <u>\$ 610,261</u> | <u>\$ 199</u> | <u>\$ 194,011</u> | <u>\$ 20,692</u> | <u>\$ 10,336</u> | <u>\$ 72,748</u> |

(Continued)

TOWN OF WILTON, CONNECTICUT

**COMBINING BALANCE SHEET, Continued
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2006

| | Capital Projects | | | | | | Totals |
|---|-------------------|------------------|-------------------|-------------------|---------------------|-----------------|---------------------|
| | Debt | Debt | Debt | Debt | Debt | Open | |
| | Issuance | Issuance | Issuance | Issuance | Issuance | Space | |
| | 2001 | 2002 | 2003 | 2005 | 2006 | Fund | |
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 638,765 | \$ 25,436 | \$ 113,266 | \$ 102,224 | \$ 3,199,092 | \$ 2,584 | \$ 6,969,337 |
| Special assessments | - | - | - | - | - | - | 272,817 |
| Intergovernmental receivables | - | - | - | - | - | - | 277,239 |
| Other receivables | 1,390 | - | - | - | - | - | 300,848 |
| Inventories | - | - | - | - | - | - | 17,392 |
| Prepays | - | - | - | - | - | - | 28,042 |
| Due from other funds | - | - | - | 35,872 | - | - | 107,890 |
| Total assets | \$ 640,155 | \$ 25,436 | \$ 113,266 | \$ 138,096 | \$ 3,199,092 | \$ 2,584 | \$ 7,973,565 |
| LIABILITIES AND FUND BALANCES (DEFICITS) | | | | | | | |
| LIABILITIES | | | | | | | |
| Unearned revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 280,567 |
| Deferred revenue | - | - | - | - | - | - | 272,817 |
| Accounts payable | - | - | 17 | 25,326 | 12,910 | - | 631,570 |
| Due to other funds | - | - | 36,508 | 108,418 | - | - | 438,967 |
| Total liabilities | - | - | 36,525 | 133,744 | 12,910 | - | 1,623,921 |
| FUND BALANCES (DEFICITS) | | | | | | | |
| Reserved for inventories | - | - | - | - | - | - | 17,392 |
| Reserved for donors' intention | - | - | - | - | - | - | 8,917 |
| Reserved for prepaid items | - | - | - | - | - | - | 28,042 |
| Designated for debt service | - | - | - | - | - | - | 301,572 |
| Designated for capital improvements | 640,155 | 25,436 | 76,741 | 4,352 | 3,186,182 | - | 4,070,241 |
| Unreserved, undesignated | - | - | - | - | - | 2,584 | 1,923,480 |
| Total fund balances (deficits) | 640,155 | 25,436 | 76,741 | 4,352 | 3,186,182 | 2,584 | 6,349,644 |
| Total liabilities and fund balances (deficits) | \$ 640,155 | \$ 25,436 | \$ 113,266 | \$ 138,096 | \$ 3,199,092 | \$ 2,584 | \$ 7,973,565 |

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TOWN OF WILTON, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES (DEFICITS) NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2006**

| | Special Revenue | | | | | |
|--|-------------------|--------------------------------------|-------------------|-------------------|-------------------------|-------------------------------|
| | Ambulance | Educational Entitlement Grants | School Lunch | Summer School | Continuing Education | Forfeited Property Fund |
| REVENUES | | | | | | |
| Intergovernmental | \$ - | \$ 881,614 | \$ - | \$ - | \$ - | \$ - |
| Licenses, permits, fees and other | 373,343 | - | - | - | - | - |
| Investment income | 34,600 | - | - | - | - | 1,854 |
| Tuition | - | - | - | 344,688 | 758,338 | - |
| School lunch sales | - | - | 1,179,932 | - | - | - |
| Contributions | - | - | - | - | - | - |
| Total revenues | 407,943 | 881,614 | 1,179,932 | 344,688 | 758,338 | 1,854 |
| EXPENDITURES | | | | | | |
| General government | - | - | - | - | - | - |
| Education | - | 881,614 | 1,188,129 | 331,144 | 639,362 | - |
| Public safety | 247,977 | - | - | - | - | 17,649 |
| Public health & welfare | - | - | - | - | - | - |
| Recreation and parks commission | - | - | - | - | - | - |
| Debt Service: | - | - | - | - | - | - |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Total expenditures | 247,977 | 881,614 | 1,188,129 | 331,144 | 639,362 | 17,649 |
| OTHER FINANCING SOURCES | | | | | | |
| Bond proceeds | - | - | - | - | - | - |
| Total other financing sources | - | - | - | - | - | - |
| Revenue over (under) expenditures | 159,966 | - | (8,197) | 13,544 | 118,976 | (15,795) |
| FUND BALANCES (DEFICITS), beginning | 809,370 | 10,557 | 6,774 | 295,895 | 133,359 | 34,684 |
| FUND BALANCES (DEFICITS), ending | \$ 969,336 | \$ 10,557 | \$ (1,423) | \$ 309,439 | \$ 252,335 | \$ 18,889 |

| Special Revenue | | | | | | Capital Projects | | | |
|-----------------|------------------------|------------|------------|--------------|----------|--------------------|--------------------|--------------------|--------------------|
| Youth Services | Selectmen's Benevolent | Recreation | Gift | Debt Service | Cemetery | Debt Issuance 2004 | Debt Issuance 1997 | Debt Issuance 1998 | Debt Issuance 2000 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | 566,113 | - | 60,083 | - | - | - | - | - |
| 363 | - | - | 10,907 | 10,332 | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | 841,718 | - | - | - | - | - | - |
| 363 | - | 566,113 | 852,625 | 70,415 | - | - | - | - | - |
| - | - | - | 71,033 | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | 1,137 | - | - | - | - | - | - |
| - | - | - | 3,238 | - | - | - | - | - | - |
| - | - | 581,103 | 674,253 | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | 39,047 | - | - | - | - | - |
| - | - | - | - | 18,768 | - | - | - | - | - |
| - | - | - | - | - | - | 483,375 | - | - | - |
| - | - | 581,103 | 749,661 | 57,815 | - | 483,375 | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - |
| 363 | - | (14,990) | 102,964 | 12,600 | - | (483,375) | - | - | - |
| (60) | 8,454 | 83,816 | 150,532 | 288,972 | 100 | 620,750 | 20,692 | (6,975) | 71,218 |
| \$ 303 | \$ 8,454 | \$ 68,826 | \$ 253,496 | \$ 301,572 | \$ 100 | \$ 137,375 | \$ 20,692 | \$ (6,975) | \$ 71,218 |

TOWN OF WILTON, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES (DEFICITS) NONMAJOR GOVERNMENTAL FUNDS, Continued
For the Year Ended June 30, 2006**

| | Capital Projects | | | | | | Totals |
|--|------------------|-----------|-----------|-----------|--------------|----------|--------------|
| | Debt | Debt | Debt | Debt | Debt | Open | |
| | Issuance | Issuance | Issuance | Issuance | Issuance | Space | |
| | 2001 | 2002 | 2003 | 2005 | 2006 | Fund | |
| REVENUES | | | | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 881,614 |
| Licenses, permits, fees and other | - | - | - | 35,872 | - | - | 1,035,411 |
| Investment income | - | - | - | - | - | 109 | 58,165 |
| Tuition | - | - | - | - | - | - | 1,103,026 |
| School lunch sales | - | - | - | - | - | - | 1,179,932 |
| Contributions | - | - | - | - | - | - | 841,718 |
| Total revenues | - | - | - | 35,872 | - | 109 | 5,099,866 |
| EXPENDITURES | | | | | | | |
| General government | - | - | - | - | - | - | 71,033 |
| Education | - | - | - | - | - | - | 3,040,249 |
| Public safety | - | - | - | - | - | - | 266,763 |
| Public health & welfare | - | - | - | - | - | - | 3,238 |
| Recreation and parks commission | - | - | - | - | - | - | 1,255,356 |
| Debt Service: | - | - | - | - | - | - | |
| Principal | - | - | - | - | - | - | 39,047 |
| Interest | - | - | - | - | - | - | 18,768 |
| Capital outlay | 7,605 | - | 41,999 | 475,997 | 545,929 | - | 1,554,905 |
| Total expenditures | 7,605 | - | 41,999 | 475,997 | 545,929 | - | 6,249,359 |
| OTHER FINANCING SOURCES | | | | | | | |
| Bond proceeds | - | - | - | - | 4,130,000 | - | 4,130,000 |
| Total other financing sources | - | - | - | - | 4,130,000 | - | 4,130,000 |
| Revenue over (under) expenditures | (7,605) | - | (41,999) | (440,125) | 3,584,071 | 109 | 2,980,507 |
| FUND BALANCES (DEFICITS), beginning | 647,760 | 25,436 | 118,740 | 444,477 | (397,889) | 2,475 | 3,369,137 |
| FUND BALANCES (DEFICITS), ending | \$640,155 | \$ 25,436 | \$ 76,741 | \$ 4,352 | \$ 3,186,182 | \$ 2,584 | \$ 6,349,644 |

Agency Fund

TOWN OF WILTON, CONNECTICUT

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND**

For the Year Ended June 30, 2006

| | Balance July 1, 2005 | Additions | Deletions | Balance June 30, 2006 |
|------------------------------|----------------------------|--------------|--------------|-----------------------------|
| STUDENT ACTIVITY FUND | | | | |
| Assets | \$ 479,734 | \$ 1,018,139 | \$ 1,053,616 | \$ 444,257 |
| Liabilities | \$ 479,734 | \$ 1,018,139 | \$ 1,053,616 | \$ 444,257 |

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

TOWN OF WILTON, CONNECTICUT

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS -
SCHEDULE BY SOURCE**

June 30, 2006

Governmental funds capital assets:

| | |
|--|-------------------------------------|
| Land | \$ 22,416,543 |
| Buildings and improvements | 116,305,462 |
| Machinery and equipment | 8,016,937 |
| Infrastructure | 37,813,153 |
| Construction in progress | <u>2,322,738</u> |
| Total governmental funds capital assets | <u><u>\$ 186,874,833</u></u> |

Investments in governmental funds capital assets by source:

| | |
|--|-------------------------------------|
| Assets put into service prior to July 1, 2006 | <u>\$ 186,874,833</u> |
| Total governmental funds capital assets | <u><u>\$ 186,874,833</u></u> |

TOWN OF WILTON, CONNECTICUT

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS -
SCHEDULE BY FUNCTION AND ACTIVITY
For the Year Ended June 30, 2006**

| | Land | Construction in Progress | Buildings and Improvements | Machinery and Equipment | Technology Upgrade and Infrastructure | Total |
|------------------------------|----------------------|-----------------------------|-------------------------------|----------------------------|---|-----------------------|
| General Government | \$ 7,583,125 | \$ 756,417 | \$ 5,341,717 | \$ 342,607 | \$ 35,774,750 | \$ 49,798,616 |
| Public Safety | 167,002 | - | 1,407,299 | 4,517,729 | - | 6,092,030 |
| Education | 865,699 | 766,680 | 104,277,516 | 421,123 | - | 106,331,018 |
| Public Works | - | - | 793,678 | 2,151,536 | 1,782,865 | 4,728,079 |
| Recreation & Parks Commssion | 13,800,717 | 799,641 | 4,439,846 | 558,820 | 255,538 | 19,854,562 |
| Other | - | - | 45,406 | 25,122 | - | 70,528 |
| | <u>\$ 22,416,543</u> | <u>\$ 2,322,738</u> | <u>\$ 116,305,462</u> | <u>\$ 8,016,937</u> | <u>\$ 37,813,153</u> | <u>\$ 186,874,833</u> |

TOWN OF WILTON, CONNECTICUT

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS -
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**

For the Year Ended June 30, 2006

| | Governmental Funds Capital Assets | | | Governmental Funds Capital Assets |
|----------------------|---|---------------------|-------------------|---|
| | July 1, 2005 | Additions | Deletions | June 30, 2006 |
| General Government | \$ 49,387,958 | \$ 428,210 | \$ 17,552 | \$ 49,798,616 |
| Public Safety | 5,969,117 | 251,330 | 128,417 | 6,092,030 |
| Education | 105,210,936 | 1,120,082 | - | 106,331,018 |
| Public Works | 4,555,040 | 173,039 | - | 4,728,079 |
| Parks and Recreation | 19,198,000 | 724,752 | 68,190 | 19,854,562 |
| Other | 70,528 | - | - | 70,528 |
| Total | \$184,391,579 | \$ 2,697,413 | \$ 214,159 | \$ 186,874,833 |

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Other Schedules

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TOWN OF WILTON, CONNECTICUT

**SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
For the Year Ended June 30, 2006**

| Grand List Year | Taxes Receivable July 1, 2005 | Current Levy | Prior Year Overpayments To Be Refunded | Lawful Corrections | | Transfers to/from Suspense | Balance to be Collected |
|--------------------|-------------------------------------|----------------------|--|--------------------|-------------------|----------------------------------|-------------------------------|
| | | | | Additions | Deletions | | |
| 1990 | \$ 6,227 | \$ - | \$ - | \$ 1,090 | \$ 309 | \$ (6,203) | \$ 805 |
| 1991 | 6,398 | - | - | 926 | - | (1,046) | 6,278 |
| 1992 | 7,150 | - | - | 632 | - | (1,108) | 6,674 |
| 1993 | 8,572 | - | - | 2,235 | 779 | (793) | 9,235 |
| 1994 | 8,204 | - | - | 1,178 | 791 | (649) | 7,942 |
| 1995 | 20,000 | - | - | 4,044 | 420 | (208) | 23,416 |
| 1996 | 18,092 | - | - | 1,097 | 432 | (160) | 18,597 |
| 1997 | 22,461 | - | - | 2,315 | 1,226 | - | 23,550 |
| 1998 | 39,937 | - | - | 5,738 | 599 | (114) | 44,962 |
| 1999 | 35,154 | - | (281) | 9,265 | 739 | (160) | 43,239 |
| 2000 | 56,830 | - | (651) | 8,857 | 214 | (1,054) | 63,768 |
| 2001 | 79,734 | - | (455) | 15,433 | 1,644 | (2,719) | 90,349 |
| 2002 | 175,593 | - | (384) | 21,980 | 2,201 | - | 194,988 |
| 2003 | 488,217 | - | (2,473) | 22,478 | 21,637 | - | 486,585 |
| 2004 | - | 81,574,576 | (5,390) | 255,680 | 227,774 | - | 81,597,092 |
| | <u>\$ 972,569</u> | <u>\$ 81,574,576</u> | <u>\$ (9,634)</u> | <u>\$ 352,948</u> | <u>\$ 258,765</u> | <u>\$ (14,214)</u> | <u>\$ 82,617,480</u> |

| Collections | | | | | | | |
|----------------------|-------------------|-------------------|-------------------|-----------------|----------------------|-------------------|---|
| Overpayments | | | | | | | Balance Uncollected June 30, 2006 |
| Taxes | Refunds | To Be Refunded | Interest | Lien Fees | Total | | |
| \$ 790 | \$ - | \$ - | \$ 2,028 | \$ - | \$ 2,818 | \$ 15 | |
| 928 | - | - | 2,178 | - | 3,106 | 5,350 | |
| 632 | - | - | 1,398 | - | 2,030 | 6,042 | |
| 1,455 | - | - | 3,274 | - | 4,729 | 7,780 | |
| 736 | - | - | 1,715 | - | 2,451 | 7,206 | |
| 3,625 | - | - | 2,222 | - | 5,847 | 19,791 | |
| 885 | - | - | 1,058 | - | 1,943 | 17,712 | |
| 1,195 | - | - | 1,671 | - | 2,866 | 22,355 | |
| 8,292 | 281 | - | 5,495 | 24 | 13,530 | 36,951 | |
| 13,571 | 490 | 201 | 7,059 | 48 | 19,987 | 30,359 | |
| 18,906 | 42 | 366 | 9,962 | - | 28,460 | 45,270 | |
| 23,892 | 414 | 646 | 7,885 | 48 | 30,765 | 67,517 | |
| 78,558 | 76 | 2,161 | 21,333 | 264 | 97,918 | 118,667 | |
| 321,087 | 16,787 | 849 | 62,120 | 912 | 366,483 | 183,134 | |
| 81,317,565 | 106,307 | 15,313 | 178,816 | 576 | 81,375,337 | 401,147 | |
| <u>\$ 81,792,117</u> | <u>\$ 124,397</u> | <u>\$ 19,536</u> | <u>\$ 308,214</u> | <u>\$ 1,872</u> | <u>\$ 81,958,270</u> | <u>\$ 969,296</u> | |

TOWN OF WILTON, CONNECTICUT

**SCHEDULE OF SPECIAL ASSESSMENTS AND SEWER USAGE
CHARGES LEVIED, COLLECTED AND OUTSTANDING
For the Year Ended June 30, 2006**

| | Balance Uncollected July 1, 2005 | Delinquent Interest and Current Charges | Adjustments |
|--------------------|--|--|-------------|
| Special assessment | \$ 471,578 | \$ 5,803 | \$ - |
| Sewer usage | 3,743 | - | |
| Total | \$ 475,321 | \$ 5,803 | \$ - |

| Balance to be Collected | Collections | | | Balance Uncollected June 30, 2006 |
|----------------------------|----------------------------|-----------------|-------------------|---|
| | Assessments and Charges | Interest | Total | |
| \$ 477,381 | \$ 176,534 | \$ 1,796 | \$ 178,330 | \$ 300,847 |
| 3,743 | 2,753 | 3,785 | 6,538 | 990 |
| <u>\$ 481,124</u> | <u>\$ 179,287</u> | <u>\$ 5,581</u> | <u>\$ 184,868</u> | <u>301,837</u> |

TOWN OF WILTON, CONNECTICUT

**SCHEDULE OF WATER MAIN ASSESSMENTS LEVIED, COLLECTED AND
OUTSTANDING**

For the Year Ended June 30, 2006

| | Balance Uncollected July 1, 2005 | Delinquent Interest and Current Charges | Adjustments |
|-----------------------|--|--|-------------|
| Water Main Assessment | <u>\$ 107,011</u> | <u>\$ 121,016</u> | <u>\$ -</u> |

| Balance to be Collected | Collections | | | Balance Uncollected June 30, 2006 |
|----------------------------|----------------------------|-----------|------------|---|
| | Assessments and Charges | Interest | Total | |
| \$ 228,027 | \$ 87,323 | \$ 12,918 | \$ 100,241 | \$ 140,704 |

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