

Audited Financial Statements and  
Other Supplemental Information

Town of Ferrisburgh, Vermont

June 30, 2012



*Proven Expertise and Integrity*

TOWN OF FERRISBURGH, VERMONT

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JUNE 30, 2012

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## INDEPENDENT AUDITORS' REPORT

September 20, 2012

Board of Selectmen  
Town of Ferrisburgh  
Ferrisburgh, Vermont

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Ferrisburgh, Vermont, as of and for the year ended June 30, 2012, 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 Ferrisburgh'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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Ferrisburgh, Vermont as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 9 and 33 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with

auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Ferrisburgh, Vermont's financial statements as a whole. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*RHR Smith & Company*

Certified Public Accountants

**REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2012**

**(UNAUDITED)**

The following management's discussion and analysis of Town of Ferrisburgh, Vermont's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2012. Please read it in conjunction with the Town's financial statements.

**Financial Statement Overview**

The Town of Ferrisburgh's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule, and other supplementary information which includes combining and other schedules.

**Basic Financial Statements**

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

**Government - Wide Financial Statements**

The government-wide financial statements provide a broad view of the Town's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regards to the Town's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Assets – this statement presents *all* of the government's assets and liabilities with the difference being reported as net assets.

The Statement of Activities – this statement presents information that shows how the government's net assets changed during the period. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above mentioned financial statements have one column for the town's activities. The type of activity presented for the Town of Ferrisburgh is:

- *Governmental activities* – The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). Most of the Town's basic services are reported in governmental activities, which include general government, public safety, highway, education, and other unclassified.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Ferrisburgh, like other local governments uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the Town of Ferrisburgh are classified as governmental funds.

*Governmental funds:* All of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Town's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Town.

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

The Town of Ferrisburgh presents three columns in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. The Town's major governmental funds are the general fund and the highway facility fund. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund is the only fund for which the Town legally adopted a budget. The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

### **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 the Fund Financial Statements. The Notes to Financial Statements can be found following the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities.

### **Required Supplementary Information**

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund.

### **Other Supplementary Information**

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regards to nonmajor funds, capital asset activity and other detailed budgetary information for the general fund.

### **Government-Wide Financial Analysis**

Our analysis below focuses on the net assets, and changes in net assets of the Town's governmental and business-type activities. The Town's total net assets for governmental activities increased by \$28,293 from \$3,555,138 to \$3,583,431.

Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased for governmental activities to a balance of \$628,826 at the end of this year.

**Table 1**  
**Town of Ferrisburgh, Vermont**  
**Net Assets**  
**June 30,**

	<u>2012</u>	<u>2011</u>
Assets:		
Current and Other Assets	\$ 806,085	\$ 714,371
Capital Assets	3,544,887	3,414,126
Total Assets	<u>\$ 4,350,972</u>	<u>\$ 4,128,497</u>
Liabilities:		
Current Liabilities	\$ 276,391	\$ 228,359
Long-term Debt Outstanding	491,150	345,000
Total Liabilities	<u>\$ 767,541</u>	<u>\$ 573,359</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	\$ 2,935,173	\$ 2,974,126
Restricted:      Special Revenue funds	6,103	7,420
Permanent funds	13,329	13,752
Unrestricted	628,826	559,840
Total Net Assets	<u>\$ 3,583,431</u>	<u>\$ 3,555,138</u>

### Revenues and Expenses

Revenues for the Town's governmental activities increased by 2.36%, while total expenses increased by 3.74%. The largest increase in revenues was from grants and contributions not restricted to specific programs while the largest increase in expenses was in general government.

**Table 2**  
**Town of Ferrisburgh, Vermont**  
**Changes in Net Assets**  
**For the Years Ended June 30,**

	<u>2012</u>	<u>2011</u>
<b>Revenues</b>		
<i>Program Revenues:</i>		
Charges for services	\$ 75,263	\$ 75,901
Operating grants and contributions	388,064	
<i>General Revenues:</i>		
Property taxes	6,951,986	7,182,314
Grants and contributions not restricted to specific programs	279,685	274,374
Miscellaneous	124,148	106,240
Total revenues	<u>7,819,146</u>	<u>7,638,829</u>
<b>Expenses</b>		
General government	728,740	336,345
Public safety	137,710	132,317
Highway	826,887	795,209
Employee benefits	108,618	175,937
Education	5,803,139	5,917,275
Tax assessments	35,198	36,357
Town meeting - voted authorizations	63,755	57,683
Contingency	6,460	5,738
Interest on long-term debt	7,880	10,728
Unallocated depreciation (Note 4)	72,466	42,467
Total expenses	<u>7,790,853</u>	<u>7,510,056</u>
Change in Net Assets	28,293	128,773
Net Assets - July 1	<u>3,555,138</u>	<u>3,426,365</u>
Net Assets - June 30	<u>\$ 3,583,431</u>	<u>\$ 3,555,138</u>

**Financial Analysis of the Town's Fund Statements**

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

**Table 3**  
**Town of Ferrisburgh, Vermont**  
**Fund Balances - Governmental Funds**  
**June 30,**

	<u>2012</u>	<u>2011</u>
General Fund:		
Committed	\$ 30,000	\$ -
Assigned	59,017	-
Unassigned	122,783	148,333
Total General Fund	<u>\$ 211,800</u>	<u>\$ 148,333</u>
Highway Facility Fund:		
Committed	<u>\$ 216,498</u>	<u>\$ 215,524</u>
Total Highway Facility Fund	<u>\$ 216,498</u>	<u>\$ 215,524</u>
Nonmajor Funds:		
Special revenues funds:		
Restricted	\$ 6,103	\$ 7,420
Assigned	42,957	45,335
Capital project funds:		
Assigned	25,693	23,156
Permanent funds:		
Restricted	13,329	13,752
Total Nonmajor Funds	<u>\$ 88,082</u>	<u>\$ 89,663</u>

The general fund total fund balance increased by \$63,467 over the prior fiscal year. The highway facility fund increased by \$974 which was a result of investment income. The non-major fund balances decreased by \$1,581 from the prior fiscal year.

### **Budgetary Highlights**

The only significant difference between the original and final budget for the general fund was an applied receipt of the road construction grant.

The general fund actual revenues exceeded the budget by \$29,175. This was mostly due to intergovernmental revenues that were over budget by \$12,838 and charges for services that were over budget by \$13,063.

The general fund actual expenditures were under the budget by \$143,883. All expenditures were under budget with the exception of contingency and debt service principal.

## Capital Asset and Debt Administration

### Capital Assets

As of June 30, 2012, the net book value of capital assets recorded by the Town increased by \$130,761 over the prior year. This increase is the result of current year additions of \$284,590 less current year depreciation of \$153,829.

**Table 4**  
**Town of Ferrisburgh, Vermont**  
**Capital Assets (Net of Depreciation)**  
**June 30,**

	<u>2012</u>	<u>2011</u>
Land	\$ 210,000	\$ 210,000
Buildings and Improvements	2,744,448	2,824,048
Machinery and Equipment	67,180	93,651
Vehicles	466,384	227,927
Infrastructure	<u>56,875</u>	<u>58,500</u>
Total	<u>\$ 3,544,887</u>	<u>\$ 3,414,126</u>

### Debt

At June 30, 2012, the Town had \$522,500 in bonds outstanding versus \$440,000 last year, an increase of 18.75%. Other obligations include a capital lease and accrued vacation pay and sick leave. For additional comparative information on the Town's outstanding debt, refer to Note 5 of the financial statements.

### Economic Factors and Next Year's Budgets and Rates

The Town's unassigned fund balance has fallen to a level insufficient to sustain government operations for a period of approximately two months. However, the Town is working towards building a sufficient unassigned fund balance to sustain government operations for a period of approximately two months, while also maintaining significant reserve accounts for future capital and program needs.

### Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town Office at P.O. Box 6, Ferrisburgh, Vermont 05456.

## TOWN OF FERRISBURGH, VERMONT

STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 354,615
Investments	220,498
Taxes receivable	<u>230,972</u>
Total current assets	<u>806,085</u>
Noncurrent assets:	
Capital assets:	
Land and other assets not being depreciated	210,000
Buildings and equipment, net of accumulated depreciation	<u>3,334,887</u>
Total noncurrent assets	<u>3,544,887</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 4,350,972</u></u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	\$ 155,952
Current portion of long-term obligations	<u>120,439</u>
Total current liabilities	<u>276,391</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations:	
Bonds payable	410,000
Capital leases payable	79,275
Accrued compensated absences	<u>1,875</u>
Total noncurrent liabilities	<u>491,150</u>
<b>TOTAL LIABILITIES</b>	<u>767,541</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	2,935,173
Restricted: Special Revenue funds	6,103
Permanent funds	13,329
Unrestricted	<u>628,826</u>
<b>TOTAL NET ASSETS</b>	<u>3,583,431</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 4,350,972</u></u>

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF FERRISBURGH, VERMONT

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital Grants &amp;</u>	<u>Revenue &amp; Changes</u>
		<u>Services</u>	<u>Grants &amp;</u>	<u>Contributions</u>	<u>in Net Assets</u>
			<u>Contributions</u>		<u>Total</u>
					<u>Governmental</u>
					<u>Activities</u>
Governmental activities:					
General government	\$ 728,740	\$ 59,446	\$ -	\$ -	\$ (669,294)
Public safety	137,710	8,571	-	-	(129,139)
Highway	826,887	7,246	388,064	-	(431,577)
Employee benefits	108,618	-	-	-	(108,618)
Education	5,803,139	-	-	-	(5,803,139)
Tax assessments	35,198	-	-	-	(35,198)
Town meeting - voted authorizations	63,755	-	-	-	(63,755)
Contingency	6,460	-	-	-	(6,460)
Capital outlay	-	-	-	-	-
Interest on long term debt	7,880	-	-	-	(7,880)
Unallocated depreciation (Note 4)	72,466	-	-	-	(72,466)
Total government	<u>\$ 7,790,853</u>	<u>\$ 75,263</u>	<u>\$ 388,064</u>	<u>\$ -</u>	<u>(7,327,526)</u>

STATEMENT B (CONTINUED)  
TOWN OF FERRISBURGH, VERMONT

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Governmental Activities</u>
Changes in net assets:	
Net (expense) revenue	<u>(7,327,526)</u>
General revenues:	
Property taxes, levied for general purposes	6,951,986
Grants and contributions not restricted to specific programs	279,685
Miscellaneous	<u>124,148</u>
Total general revenues	<u>7,355,819</u>
Change in net assets	28,293
NET ASSETS - JULY 1, 2011	<u>3,555,138</u>
NET ASSETS - JUNE 30, 2012	<u><u>\$ 3,583,431</u></u>

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF FERRISBURGH, VERMONT

## BALANCE SHEET – GOVERNMENTAL FUNDS

JUNE 30, 2012

	General Fund	Highway Facility Fund	Other Governmental Funds	Totals Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 350,517	\$ -	\$ 4,098	\$ 354,615
Investments	-	216,498	4,000	220,498
Taxes receivable	230,972	-	-	230,972
Due from other funds	-	-	79,984	79,984
<b>TOTAL ASSETS</b>	<u>\$ 581,489</u>	<u>\$ 216,498</u>	<u>\$ 88,082</u>	<u>\$ 886,069</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 155,952	\$ -	\$ -	\$ 155,952
Due to other funds	79,984	-	-	79,984
Deferred property tax	133,753	-	-	133,753
<b>TOTAL LIABILITIES</b>	<u>369,689</u>	<u>-</u>	<u>-</u>	<u>369,689</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	-	19,432	19,432
Committed	30,000	216,498	-	246,498
Assigned	59,017	-	68,650	127,667
Unassigned	122,783	-	-	122,783
<b>TOTAL FUND BALANCES</b>	<u>211,800</u>	<u>216,498</u>	<u>88,082</u>	<u>516,380</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 581,489</u>	<u>\$ 216,498</u>	<u>\$ 88,082</u>	<u>\$ 886,069</u>

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF FERRISBURGH, VERMONT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Total Governmental Funds</u>
Total Fund Balances	\$ 516,380
Amounts reported for governmental activities in the statement are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	3,544,887
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	133,753
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(522,500)
Capital leases payable	(87,214)
Accrued compensated absences	<u>(1,875)</u>
Net assets of governmental activities	<u><u>\$ 3,583,431</u></u>

See accompanying independent auditor's report and notes to financial statements.

## TOWN OF FERRISBURGH, VERMONT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund	Highway Facility Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Property taxes	\$ 6,945,725	\$ -	\$ -	\$ 6,945,725
Intergovernmental	667,749	-	-	667,749
Interest income	39,271	974	3,536	43,781
Charges for services	75,263	-	-	75,263
Miscellaneous	13,766	-	66,601	80,367
<b>TOTAL REVENUES</b>	<b>7,741,774</b>	<b>974</b>	<b>70,137</b>	<b>7,812,885</b>
<b>EXPENDITURES</b>				
Current:				
General government	354,997	-	91,718	446,715
Public safety	130,113	-	-	130,113
Highway	1,037,711	-	-	1,037,711
Employee benefits	108,618	-	-	108,618
Education	5,803,139	-	-	5,803,139
Tax assessments	35,198	-	-	35,198
Town meeting - voted authorizations	63,755	-	-	63,755
Contingency	6,460	-	-	6,460
Capital outlay	-	-	185,000	185,000
Debt service				
Principal	110,436	-	-	110,436
Interest	7,880	-	-	7,880
<b>TOTAL EXPENDITURES</b>	<b>7,658,307</b>	<b>-</b>	<b>276,718</b>	<b>7,935,025</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>83,467</b>	<b>974</b>	<b>(206,581)</b>	<b>(122,140)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	-	-	185,000	185,000
Operating transfers in	-	-	20,000	20,000
Operating transfers (out)	(20,000)	-	-	(20,000)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(20,000)</b>	<b>-</b>	<b>205,000</b>	<b>185,000</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)</b>	<b>63,467</b>	<b>974</b>	<b>(1,581)</b>	<b>62,860</b>
<b>FUND BALANCES - JULY 1</b>	<b>148,333</b>	<b>215,524</b>	<b>89,663</b>	<b>453,520</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ 211,800</b>	<b>\$ 216,498</b>	<b>\$ 88,082</b>	<b>\$ 516,380</b>

See accompanying independent auditors report and notes to financial statements.

## TOWN OF FERRISBURGH, VERMONT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 62,860</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental	
Capital asset purchases capitalized	284,590
Depreciation expense	<u>(153,829)</u>
	<u>130,761</u>
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets.	<u>(280,150)</u>
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Taxes and liens receivable	<u>6,261</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Net Assets	<u>110,436</u>
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:	
Accrued compensated absences	<u>(1,875)</u>
Change in net assets of governmental activities (Statement B)	<u>\$ 28,293</u>

See accompanying independent auditor' report and notes to financial statements.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

***Reporting Entity***

The Town of Ferrisburgh was incorporated under the laws of the State of Vermont. The Town operates under the selectmen-treasurer form of government and provides the following services: general government services, public safety, highway, and education.

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

The Town's combined financial statements include all accounts and all operations of the Town. We have determined that the Town has no component units as described in GASB Statement No. 14 and amended by GASB Statement No. 39.

***Government –Wide and Fund Financial Statements***

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds).

Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. All activities of the Town are categorized as governmental.

In the government-wide Statement of Net Assets, the governmental activity column is (a) presented on a consolidated basis by column, and (b) is reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Town first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions (general government, public safety, etc.). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

The Town does not allocate indirect costs. All costs are charged directly to the corresponding department.

The government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net assets resulting from the current year's activities.

**Measurement Focus - Basic Financial Statements & Fund Financial Statements**

The financial transactions of the Town are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the Town:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town:

- a. The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- c. Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.
- d. Permanent Funds are used to account for assets held by the Town in trust for specific purposes.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The emphasis in fund financial statements is on the major funds in the governmental activity category. Non-major funds by category are summarized into a single column, GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

**Budget**

The Town's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

The following procedures are followed in establishing budgetary data reflected in the financial statements:

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1. Early in the first half of the year the Town prepares a budget for the fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the inhabitants of the Town was called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the inhabitants of the Town.
4. The Town does not adopt budgets for Special Revenue Funds.

**Deposits and Investments**

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

It is the Town's policy to value investments at fair value. None of the Town's investments are reported at amortized cost. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities.
- Certificates of deposits and other evidences of deposits at banks, savings and loan associations, and credit unions.
- Repurchase agreements
- Money market mutual funds

The Town of Ferrisburgh has no formal investment policy but instead follows the State of Vermont Statutes.

**Inventories**

Inventories of supplies are considered to be expenditures at the time of purchase and are not included in the general fund balance sheet.

**Interfund Receivables and Payables**

Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances". Interfund balances and transactions have been eliminated in the government-wide financial statements.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Transactions Between Funds**

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

**Allowance for Uncollectible Accounts**

The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 2012.

**Capital Assets**

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Infrastructure such as streets, traffic signals, and signs are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated fixed assets are valued at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. The Town has not retroactively recorded infrastructure.

Estimated useful lives are as follows:

Buildings	20 - 50 years
Infrastructure	50 - 100 years
Machinery and equipment	3 - 50 years
Vehicles	3 - 25 years

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Long-term Obligations**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in government-wide statements. The long-term debt consists primarily of notes or bonds payable, capital leases and compensated absences.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund is the same in the fund statements as it is in the government-wide statements.

**Compensated Absences**

The Town's policies regarding vacation and sick time permit employees to accumulate earned but unused vacation within each year. Any unused vacation time not used by the end of a year is lost. Employees are reimbursed for unused vacation days when terminating employment with the Town.

**Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for those assets, and adding back unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**Fund Balance**

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonspendable – This includes amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted – This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Town. The inhabitants of the Town through Town meetings are the highest level of decision-making authority of the Town. Commitments may be established, modified, or rescinded only through a Town meeting vote.

Assigned – This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is expressed by the Board of Selectmen.

Unassigned – This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town meeting vote has provided otherwise in its commitment or assignment actions.

The Town is in the process of adopting a set of financial policies to guide the financial operation of the Town. Included in the policies will be guidelines for accumulating and maintaining an operating position in certain budgeted governmental funds such that annual expenditures shall not exceed annual resources, including fund balances. Other funds shall be fully self-supporting to the extent that the fund balance or retained earnings of each fund shall be zero or greater.

**Program Revenues**

Program revenues include all directly related income items applicable to a particular program (grant income/expenses).

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Encumbrance Accounting**

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Town does not utilize encumbrance accounting for its general fund.

**Use of Estimates**

During the preparation of the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses / expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - CASH AND INVESTMENTS

The Town's investment policies, which follow state statutes, authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. These investment policies apply to all Town funds.

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The Town does not have a policy covering custodial credit risk. However, the Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF. Town funds that may exceed insurance limits are fully collateralized with securities held by the financial institution in the Town's name.

At June 30, 2012, the Town's cash balances of \$354,615 were comprised of bank balances of \$353,088 which were all insured by federal depository insurance or collateralized with securities held by the financial institution in the Town's name and consequently were not exposed to custodial credit risk.

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 353,088
	<u>\$ 353,088</u>

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

At June 30, 2012, all of the Town's investments amounting to \$220,498 were insured by federal depository insurance or collateralized with securities held by the financial institution in the Town's name and consequently were not exposed to custodial credit risk.

Investment Type	Fair Value	Less than 1 Year	1 - 5 Years	Over 5 Years
Certificates of deposit	\$ 220,498	\$ 216,498	\$ -	\$ 4,000
	<u>\$ 220,498</u>	<u>\$ 216,498</u>	<u>\$ -</u>	<u>\$ 4,000</u>

Credit risk – Statutes for the State of Vermont authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, certificates of deposits and other evidences of deposits at banks, savings and loan associations, and credit unions, repurchase agreements, and money market mutual funds. The Town does not have an investment policy on credit risk. Generally, the Town invests excess funds in cash management accounts and various insured certificates of deposit.

Interest rate risk – is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town does not have a policy related to interest rate risk.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2012 consisted of the following individual fund receivables and payables:

	Receivables (Due From)	Payables (Due To)
General fund	\$ -	\$ 79,984
Special Revenue funds	44,962	-
Capital Project funds	25,693	-
Permanent funds	9,329	-
	<u>\$ 79,984</u>	<u>\$ 79,984</u>

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets at June 30, 2012:

	Balance 7/1/11	Additions	Disposals	Balance 6/30/12
Non-depreciated assets:				
Land	\$ 210,000	\$ -	\$ -	\$ 210,000
	<u>210,000</u>	<u>-</u>	<u>-</u>	<u>210,000</u>
Depreciated assets:				
Buildings and improvements	3,183,991	-	-	3,183,991
Vehicles	511,541	284,590	-	796,131
Machinery & equipment	335,020	-	-	335,020
Infrastructure	65,000	-	-	65,000
	<u>4,095,552</u>	<u>284,590</u>	<u>-</u>	<u>4,380,142</u>
Less: accumulated depreciation	<u>(891,426)</u>	<u>(153,829)</u>	<u>-</u>	<u>(1,045,255)</u>
	<u>3,204,126</u>	<u>130,761</u>	<u>-</u>	<u>3,334,887</u>
Net capital assets	<u>\$ 3,414,126</u>	<u>\$ 130,761</u>	<u>\$ -</u>	<u>\$ 3,544,887</u>
Current year depreciation:				
Public safety				\$ 7,597
Highway				73,766
Town-wide				<u>72,466</u>
Total depreciation				<u>\$ 153,829</u>

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 5 - LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended June 30, 2012:

	Balance 7/1/11	Additions	Reductions	Balance 6/30/12	Current Year Portion
Bonds payable	\$ 440,000	\$ 185,000	\$ (102,500)	\$ 522,500	\$ 112,500
Capital leases payable	-	95,150	(7,936)	87,214	7,939
Accrued compensated absences	-	1,875	-	1,875	-
Totals	<u>\$ 440,000</u>	<u>\$ 282,025</u>	<u>\$ (110,436)</u>	<u>\$ 611,589</u>	<u>\$ 120,439</u>

The following is a summary of outstanding bonds payable:

\$490,000 bond payable to Vermont Muncipal Bond Bank, annual principal payments of \$35,000 to \$65,000. Interest is charged at a rate varying from 1.87% to 4.30%.	\$ 105,000
\$160,000 bond payable to Vermont Muncipal Bond Bank, annual principal payments of \$30,000 to \$35,000. Interest is charged at a rate varying from 1.391% to 2.651%.	90,000
\$185,000 bond payable to Vermont Muncipal Bond Bank, annual principal payments of \$35,000 to \$40,000. Interest is charged at a rate varying from 0.904% to 1.984%.	185,000
\$150,000 bond payable to National Bank of Middlebury, five principal payments of \$7,500 are due annually with a final principal payment of \$112,500 due December 31, 2016. Interest is charged at a rate of 3.95% per annum.	<u>142,500</u>
Total Bonds Payable	<u>\$ 522,500</u>

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 5 - LONG-TERM DEBT (CONTINUED)

Principal and interest requirements on the bonds payable to maturity are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2013	\$ 112,500	\$ 14,035	\$ 126,535
2014	112,500	11,356	123,856
2015	107,500	8,434	115,934
2016	42,500	5,719	48,219
2017	147,500	4,791	152,291
	<u>\$ 522,500</u>	<u>\$ 44,335</u>	<u>\$ 566,835</u>

The following is a summary of leases outstanding as of June 30, 2012:

\$95,150, 2012 capital lease for John Deere excavator under a non-cancellable lease agreement. The lease is for nine years with annual payments of \$12,267 through June 2021. The effective interest rate is 4.80% per annum.

The following is a summary of outstanding capital lease requirements for the following fiscal years ending June 30:

<u>Year Ending June 30:</u>	
2013	\$ 12,267
2014	12,267
2015	12,267
2016	12,267
2017	12,267
2018-2022	<u>49,068</u>
Total minimum lease payment	110,403
Less amount representing interest	<u>(23,189)</u>
Present value of future minimum lease payments	<u>\$ 87,214</u>

All bonds and capital leases are direct obligations of the Town, for which its full faith and credit are pledged. The Town is not obligated for special assessment debt. All bonds and capital leases are payable from taxes levied on all taxable property located within the Town. The General Fund is used to liquidate the liability for the bonds and capital leases.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 6 – RESTRICTED FUND BALANCES

At June 30, 2012, the Town had the following restricted fund balances:

Nonmajor special revenue funds (Schedule D)	\$ 6,103
Nonmajor permanent funds (Schedule H)	13,329
	<u>\$ 19,432</u>

NOTE 7 – COMMITTED FUND BALANCES

At June 30, 2012, the Town had the following committed fund balances:

Utilization of unassigned FB	\$ 30,000
Highway facility fund	216,498
	<u>\$ 246,498</u>

NOTE 8 – ASSIGNED FUND BALANCES

At June 30, 2012, the Town had the following assigned fund balances:

Highway	\$ 59,017
Nonmajor special revenue funds (Schedule D)	42,957
Nonmajor capital project funds (Schedule F)	25,693
	<u>\$ 127,667</u>

NOTE 9 – RISK MANAGEMENT

The Town is exposed to various risks of loss related to limited torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the Town carries commercial insurance. There have been no significant reductions in coverage from the prior year. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Town.

In addition, the Town is a member of the Vermont League of Cities and Towns (VLCT). The VLCT has set up three insurance trusts; the Property and Casualty Intermunicipal Fund, Inc. (PACIF) for multi-line insurance; the Vermont League of Cities and Towns Health Trust (VLCTHT) for health, life and disability coverage; and the Vermont League of Cities and Towns Unemployment Trust, Inc. (VLCTUT) for unemployment compensation. PACIF, VLCTHT and VLCTUT are nonprofit corporations formed to provide insurance and risk management programs for Vermont cities and towns and is owned by the participating members. The Trusts are not licensed insurance carriers and members are not protected by the Vermont Insurance Guaranty Association.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 9 – RISK MANAGEMENT (CONTINUED)

To provide insurance coverage, PACIF has established a self-funded insurance trust. It provides extensive coverage for losses to member municipalities for property damage, auto accidents, injured employees, public official liability and employment practices liability, members gain additional benefits from PACIF's unique public safety and risk management programs as well as dedicated in-house claims adjusters. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and PACIF is unable to meet its required obligations, the Program will be terminated with each members assessed their proportionate share of the deficit.

To provide insurance coverage, VLCTHT has established a self-funded fully insured program in conjunction with Blue Cross and Blue Shield (BCBS). A portion of member contributions is used to purchase reinsurance and to fund a reserve required by the reinsurance. Benefits available include dental insurance, flexible spending accounts, life insurance, disability insurance, and long-term care insurance. Contributions in excess of claims requirements, reserve fund requirements, reinsurance and administrative costs are returned to participants. The pooling agreement does not permit the pool to make additional assessments to its members.

To provide unemployment coverage, VLCTUT has established a separate trust of funds from member contributions to pay administrative costs, unemployment claims, and provide excess reinsurance protection. Contributions are based on payroll expense and the previous two year unemployment compensation experience. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and VLCTUT is unable to meet its required obligations, the Program will be terminated with each members assessed their proportionate share of the deficit.

NOTE 10 - CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Town's financial position.

The Town participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Town's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

TOWN OF FERRISBURGH, VERMONT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 11 – RESTATEMENT

As of July 1, 2011, a restatement was made to the general long term debt bonds payable and fixed assets in the amount of \$150,000. This amount represents the addition of a bond payable to The National Bank of Middlebury and the land associated with this bond that should have been recorded in fiscal year 2011. The overall balance of net assets has not changed.

## Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Government Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – Budgetary Basis - Budget and Actual - General Fund

## TOWN OF FERRISBURGH, VERMONT

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS  
 BUDGET AND ACTUAL – GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance - July 1	\$ 148,333	\$ 148,333	\$ 148,333	\$ -
Resources (Inflows):				
Property Taxes	6,951,988	6,951,988	6,945,725	(6,263)
Intergovernmental revenues	266,847	654,911	667,749	12,838
Charges for services	62,200	62,200	75,263	13,063
Interest income	28,500	28,500	39,271	10,771
Other revenue	15,000	15,000	13,766	(1,234)
Transfers from other funds	-	-	-	-
Amounts Available for Appropriation	<u>7,472,868</u>	<u>7,860,932</u>	<u>7,890,107</u>	<u>29,175</u>
Charges to Appropriations (Outflows):				
Current:				
General government	410,521	410,521	354,997	55,524
Public safety	133,618	133,618	130,113	3,505
Highway	729,184	1,117,248	1,037,711	79,537
Employee benefits	114,285	114,285	108,618	5,667
Education	5,803,139	5,803,139	5,803,139	-
Tax assessments	38,207	38,207	35,198	3,009
Town meeting - voted authorizations	63,755	63,755	63,755	-
Contingency	5,000	5,000	6,460	(1,460)
Debt service				
Principal	110,436	110,436	110,436	-
Interest	5,981	5,981	7,880	(1,899)
Transfers to other funds	20,000	20,000	20,000	-
Total Charges to Appropriations	<u>7,434,126</u>	<u>7,822,190</u>	<u>7,678,307</u>	<u>143,883</u>
Budgetary Fund Balance, June 30	<u>\$ 38,742</u>	<u>\$ 38,742</u>	<u>\$ 211,800</u>	<u>\$ 173,058</u>
Utilization of unassigned fund balance	\$ 109,591	\$ 109,591	\$ -	\$ (109,591)
Utilization of assigned fund balance	-	-	-	-
	<u>\$ 109,591</u>	<u>\$ 109,591</u>	<u>\$ -</u>	<u>\$ (109,591)</u>

See accompanying independent auditors report.

## Other Supplementary Information

Other supplementary information includes financial statements not required by the Government Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Budgetary Comparison Schedule – Budgetary Basis - Budget and Actual – General Fund Revenues
- Schedule of Departmental Operations – General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Permanent Funds
- Schedule of General Capital Assets By Function
- Schedule of Changes in General Capital Assets By Function

## TOWN OF FERRISBURGH, VERMONT

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
 BUDGET AND ACTUAL – GENERAL FUND REVENUES  
 FOR THE YEAR ENDED JUNE 30, 2012

	Original Budget	Final Budget	Actual Amounts	Variance Positive (Negative)
Resources (Inflows):				
Property taxes	\$ 6,951,988	\$ 6,951,988	\$ 6,945,725	\$ (6,263)
Intergovernmental revenues:				
Vermont State Mileage Aid	155,989	155,989	155,926	(63)
Railroad Tax/State Land Tax	45,500	45,500	50,546	5,046
State School Tax Coll. Reimb.	13,358	13,358	14,210	
Current Land Use	52,000	52,000	59,003	7,003
Grants	-	388,064	388,064	-
Charges for services:				
Liquor License Fee	550	550	650	100
Highway Department Sales	1,250	1,250	7,246	5,996
Zoning Fees	12,000	12,000	15,615	3,615
Land Recording, Filing and Other				-
Clerk Fees	30,000	30,000	35,581	5,581
Police Fines	10,000	10,000	8,571	(1,429)
Rent	8,400	8,400	7,600	(800)
Interest income:				
Tax interest and penalties	27,000	27,000	38,891	11,891
Interest income	1,500	1,500	380	(1,120)
Miscellaneous revenues	15,000	15,000	13,766	(1,234)
Transfers from other funds	-	-	-	-
Amounts Available for Appropriation	<u>\$ 7,324,535</u>	<u>\$ 7,712,599</u>	<u>\$ 7,741,774</u>	<u>\$ 28,323</u>

See accompanying independent auditors' report.

## TOWN OF FERRISBURGH, VERMONT

SCHEDULE OF DEPARTMENTAL OPERATIONS  
FOR THE YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Adjustments	Final Budget	Actual Expenditures	Variance Positive (Negative)
General Government:					
Administration	\$ 11,100	\$ -	\$ 11,100	\$ 9,851	\$ 1,249
Union Meeting Hall	10,000	-	10,000	10,000	-
Town Clerk's Office	361,543	-	361,543	313,664	47,879
Town Offices/Community Center	19,528	-	19,528	15,826	3,702
Center School Building	700	-	700	755	(55)
Miscellaneous General Government	7,650	-	7,650	4,901	2,749
	<u>410,521</u>	<u>-</u>	<u>410,521</u>	<u>354,997</u>	<u>55,524</u>
Public Safety:					
Ferrisburgh Volunteer Fire Department	60,650	-	60,650	60,650	-
Vergennes Fire Department - Contract	48,500	-	48,500	46,431	2,069
Fire Services - Extra	2,000	-	2,000	2,352	(352)
Addison County Sheriff's Office	10,500	-	10,500	8,824	1,676
Fire Station - Maintenance	1,200	-	1,200	1,132	68
Vermont Area Rescue Squad	10,768	-	10,768	10,724	44
	<u>133,618</u>	<u>-</u>	<u>133,618</u>	<u>130,113</u>	<u>3,505</u>
Highway:					
Payroll	179,656	-	179,656	174,321	5,335
Maintenance	416,000	388,064	804,064	740,934	63,130
Town Garage/Yard	30,428	-	30,428	24,214	6,214
Vehicles/Equipment	103,100	-	103,100	98,242	4,858
	<u>729,184</u>	<u>388,064</u>	<u>1,117,248</u>	<u>1,037,711</u>	<u>79,537</u>

TOWN OF FERRISBURGH, VERMONT

SCHEDULE OF DEPARTMENTAL OPERATIONS  
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Variance Positive (Negative)</u>
Employee Benefits	114,285	-	114,285	108,618	5,667
Education	5,803,139	-	5,803,139	5,803,139	-
Tax Assessments:					
County Tax	32,000	-	32,000	28,991	3,009
Vermont League of Cities & Towns	3,323	-	3,323	3,323	-
Addison County Regional Planning Comm.	2,884	-	2,884	2,884	-
	<u>38,207</u>	<u>-</u>	<u>38,207</u>	<u>35,198</u>	<u>3,009</u>
Debt Service:					
Principal	110,436	-	110,436	110,436	-
Interest	5,981	-	5,981	7,880	(1,899)
	<u>116,417</u>	<u>-</u>	<u>116,417</u>	<u>118,316</u>	<u>(1,899)</u>
Town Meeting - Voted Authorizations	63,755	-	63,755	63,755	-
Contingency	5,000	-	5,000	6,460	(1,460)
Total Expenditures	<u>\$ 7,414,126</u>	<u>\$ 388,064</u>	<u>\$ 7,802,190</u>	<u>\$ 7,658,307</u>	<u>\$ 143,883</u>

See accompanying independent auditors' report.

## TOWN OF FERRISBURGH, VERMONT

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2012

	Special Revenue Funds	Capital Project Funds	Permanent Funds	Total Nonmajor Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,098	\$ -	\$ -	\$ 4,098
Investments	-	-	4,000	4,000
Due from other funds	44,962	25,693	9,329	79,984
Total assets	<u>\$ 49,060</u>	<u>\$ 25,693</u>	<u>\$ 13,329</u>	<u>\$ 88,082</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted	6,103	-	13,329	19,432
Committed	-	-	-	-
Assigned	42,957	25,693	-	68,650
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>49,060</u>	<u>25,693</u>	<u>13,329</u>	<u>88,082</u>
Total liabilities and fund balances	<u>\$ 49,060</u>	<u>\$ 25,693</u>	<u>\$ 13,329</u>	<u>\$ 88,082</u>

See accompanying independent auditors' report.

## TOWN OF FERRISBURGH, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES – NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

	Special Revenue Funds	Capital Project Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Investment income	\$ 3,438	\$ 21	\$ 77	\$ 3,536
Other	64,085	2,516	-	66,601
<b>TOTAL REVENUES</b>	<u>67,523</u>	<u>2,537</u>	<u>77</u>	<u>70,137</u>
<b>EXPENDITURES</b>				
Capital outlay	-	185,000	-	185,000
Other	91,218	-	500	91,718
<b>TOTAL EXPENDITURES</b>	<u>91,218</u>	<u>185,000</u>	<u>500</u>	<u>276,718</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(23,695)</u>	<u>(182,463)</u>	<u>(423)</u>	<u>(206,581)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	-	185,000	-	185,000
Operating Transfers In	20,000	-	-	20,000
Operating Transfers (Out)	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>20,000</u>	<u>185,000</u>	<u>-</u>	<u>205,000</u>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)</b>	(3,695)	2,537	(423)	(1,581)
<b>FUND BALANCES - JULY 1</b>	<u>52,755</u>	<u>23,156</u>	<u>13,752</u>	<u>89,663</u>
<b>FUND BALANCES - JUNE 30</b>	<u><u>\$ 49,060</u></u>	<u><u>\$ 25,693</u></u>	<u><u>\$ 13,329</u></u>	<u><u>\$ 88,082</u></u>

See accompanying independent auditors' report.

## Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than fiduciary trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

TOWN OF FERRISBURGH, VERMONT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2012

	PTO Grant Fund	Town Hall Advertising Fund	Recreation Fund	U. M. Steeple Fund	Town Hall Bond Fund
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ -		\$ -	\$ -
Due from other funds	6,103	555	7,083	2,075	8,985
<b>TOTAL ASSETS</b>	<u>\$ 6,103</u>	<u>\$ 555</u>	<u>\$ 7,083</u>	<u>\$ 2,075</u>	<u>\$ 8,985</u>
 <b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <b>FUND BALANCES</b>					
Restricted	6,103	-	-	-	-
Assigned	-	555	7,083	2,075	8,985
<b>TOTAL FUND BALANCES</b>	<u>6,103</u>	<u>555</u>	<u>7,083</u>	<u>2,075</u>	<u>8,985</u>
 <b>TOTAL LIABILITIES AND FUND BALANCES</b>	 <u>\$ 6,103</u>	 <u>\$ 555</u>	 <u>\$ 7,083</u>	 <u>\$ 2,075</u>	 <u>\$ 8,985</u>

TOWN OF FERRISBURGH, VERMONT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2012

	Listers Education Fund	Energy Committee Fund	Insurance Deductible Fund	Records Restoration Fund	Town Hall Maintenance	Totals
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ 4,098	\$ -	\$ -	\$ 4,098
Due from other funds	1,710	18	-	15,033	3,400	44,962
<b>TOTAL ASSETS</b>	<u>\$ 1,710</u>	<u>\$ 18</u>	<u>\$ 4,098</u>	<u>\$ 15,033</u>	<u>\$ 3,400</u>	<u>\$ 49,060</u>
 <b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <b>FUND BALANCES</b>						
Restricted	-	-	-	-	-	6,103
Assigned	1,710	18	4,098	15,033	3,400	42,957
<b>TOTAL FUND BALANCES</b>	<u>1,710</u>	<u>18</u>	<u>4,098</u>	<u>15,033</u>	<u>3,400</u>	<u>49,060</u>
 <b>TOTAL LIABILITIES AND FUND BALANCES</b>	 <u>\$ 1,710</u>	 <u>\$ 18</u>	 <u>\$ 4,098</u>	 <u>\$ 15,033</u>	 <u>\$ 3,400</u>	 <u>\$ 49,060</u>

See accompanying independent auditors' report.

TOWN OF FERRISBURGH, VERMONT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

	PTO Grant Fund	Town Hall Advertising Fund	Recreation Fund	U. M. Steeple Fund	Town Hall Bond Fund
REVENUES					
Investment income	\$ -	\$ -	\$ 3,435	\$ -	\$ -
Other income	10,938	-	-	-	4,000
TOTAL REVENUES	<u>10,938</u>	<u>-</u>	<u>3,435</u>	<u>-</u>	<u>4,000</u>
EXPENDITURES					
Capital outlay	-	-	-	-	-
Other	12,255	150	2,438	-	14,668
TOTAL EXPENDITURES	<u>12,255</u>	<u>150</u>	<u>2,438</u>	<u>-</u>	<u>14,668</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,317)</u>	<u>(150)</u>	<u>997</u>	<u>-</u>	<u>(10,668)</u>
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	-	-	-	-	-
Operating Transfers (Out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	<u>(1,317)</u>	<u>(150)</u>	<u>997</u>	<u>-</u>	<u>(10,668)</u>
FUND BALANCES - JULY 1	<u>7,420</u>	<u>705</u>	<u>6,086</u>	<u>2,075</u>	<u>19,653</u>
FUND BALANCES - JUNE 30	<u>\$ 6,103</u>	<u>\$ 555</u>	<u>\$ 7,083</u>	<u>\$ 2,075</u>	<u>\$ 8,985</u>

TOWN OF FERRISBURGH, VERMONT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

	Listers Education Fund	Energy Committee Fund	Insurance Deductible Fund	Records Restoration Fund	Town Hall Maintenance	Totals
REVENUES						
Investment income	\$ -	\$ -	\$ 3	\$ -	\$ -	\$ 3,438
Other income	398	120	3,384	41,845	3,400	64,085
TOTAL REVENUES	<u>398</u>	<u>120</u>	<u>3,387</u>	<u>41,845</u>	<u>3,400</u>	<u>67,523</u>
EXPENDITURES						
Capital outlay	-	-	-	-	-	-
Other	-	102	20,026	41,579	-	91,218
TOTAL EXPENDITURES	<u>-</u>	<u>102</u>	<u>20,026</u>	<u>41,579</u>	<u>-</u>	<u>91,218</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>398</u>	<u>18</u>	<u>(16,639)</u>	<u>266</u>	<u>3,400</u>	<u>(23,695)</u>
OTHER FINANCING SOURCES (USES)						
Operating Transfers In	-	-	20,000	-	-	20,000
Operating Transfers (Out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	<u>398</u>	<u>18</u>	<u>3,361</u>	<u>266</u>	<u>3,400</u>	<u>(3,695)</u>
FUND BALANCES - JULY 1	<u>1,312</u>	<u>-</u>	<u>737</u>	<u>14,767</u>	<u>-</u>	<u>52,755</u>
FUND BALANCES - JUNE 30	<u>\$ 1,710</u>	<u>\$ 18</u>	<u>\$ 4,098</u>	<u>\$ 15,033</u>	<u>\$ 3,400</u>	<u>\$ 49,060</u>

See accompanying independent auditors' report.

## Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

## TOWN OF FERRISBURGH, VERMONT

BALANCE SHEET – NONMAJOR CAPITAL PROJECT FUNDS  
JUNE 30, 2012

	<u>Reappraisal Fund</u>	<u>Truck Bond</u>	<u>Totals</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	-	-	-
Due from other funds	25,693	-	25,693
<b>TOTAL ASSETS</b>	<u>\$ 25,693</u>	<u>\$ -</u>	<u>\$ 25,693</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Due to others funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Assigned	25,693	-	25,693
<b>TOTAL FUND BALANCES</b>	<u>25,693</u>	<u>-</u>	<u>25,693</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 25,693</u>	<u>\$ -</u>	<u>\$ 25,693</u>

See accompanying independent auditors' report.

## TOWN OF FERRISBURGH, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES – NON MAJOR CAPITAL PROJECT FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

	Reappraisal Fund	Truck Bond	Totals
REVENUES			
Investment income	\$ 21	\$ -	\$ 21
Other income	2,516	-	2,516
TOTAL REVENUES	<u>2,537</u>	<u>-</u>	<u>2,537</u>
EXPENDITURES			
Capital outlay	-	185,000	185,000
Other	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>185,000</u>	<u>185,000</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,537</u>	<u>(185,000)</u>	<u>(182,463)</u>
OTHER FINANCING SOURCES (USES)			
Bond proceeds	-	185,000	185,000
Operating Transfers In	-	-	-
Operating Transfers (Out)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>185,000</u>	<u>185,000</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	2,537	-	2,537
FUND BALANCES - JULY 1	<u>23,156</u>	<u>-</u>	<u>23,156</u>
FUND BALANCES - JUNE 30	<u>\$ 25,693</u>	<u>\$ -</u>	<u>\$ 25,693</u>

See accompanying independent auditors' report.

## Permanent Funds

To account for assets held by the Town of Ferrisburgh in trust or as an agent for individuals, private organizations, other governmental units and/or other funds.

TOWN OF FERRISBURGH, VERMONT

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS  
 JUNE 30, 2012

	<u>Cemetery</u>	<u>Totals</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ -	\$ -
Investments	4,000	4,000
Due from other funds	9,329	9,329
<b>TOTAL ASSETS</b>	<u>\$ 13,329</u>	<u>\$ 13,329</u>
 <b>LIABILITIES AND FUND BALANCES</b>		
<b>LIABILITIES</b>		
Due to others funds	\$ -	\$ -
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>
 <b>FUND BALANCES</b>		
Restricted	13,329	13,329
<b>TOTAL FUND BALANCES</b>	<u>13,329</u>	<u>13,329</u>
 <b>TOTAL LIABILITIES AND FUND BALANCES</b>	 <u>\$ 13,329</u>	 <u>\$ 13,329</u>

See accompanying independent auditors' report.

## TOWN OF FERRISBURGH, VERMONT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR PERMANENT FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

	<u>Cemetery</u>	<u>Total</u>
REVENUES		
Investment income	\$ 77	\$ 77
Other income	-	-
TOTAL REVENUES	<u>77</u>	<u>77</u>
EXPENDITURES		
Capital outlay	-	-
Other	500	500
TOTAL EXPENDITURES	<u>500</u>	<u>500</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(423)</u>	<u>(423)</u>
OTHER FINANCING SOURCES (USES)		
Operating Transfers In	-	-
Operating Transfers (Out)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	(423)	(423)
FUND BALANCES - JULY 1	<u>13,752</u>	<u>13,752</u>
FUND BALANCES - JUNE 30	<u>\$ 13,329</u>	<u>\$ 13,329</u>

See accompanying independent auditors' report.

## General Capital Assets

General capital assets are those assets related to activities reported in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets.

## TOWN OF FERRISBURGH, VERMONT

## SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION

JUNE 30, 2012

	Land and Non-depreciable Assets	Buildings and Improvements	Machinery, Equipment & Vehicles	Infrastructure	Total
Public safety	\$ -	\$ 295,000	\$ 8,870	\$ -	\$ 303,870
Highway	-	55,332	1,122,281	-	1,177,613
Town Wide	210,000	2,833,659	-	65,000	3,108,659
Total General Capital Assets	210,000	3,183,991	1,131,151	65,000	4,590,142
Less: Accumulated Depreciation	-	(439,543)	(597,587)	(8,125)	(1,045,255)
Net General Capital Assets	<u>\$ 210,000</u>	<u>\$ 2,744,448</u>	<u>\$ 533,564</u>	<u>\$ 56,875</u>	<u>\$ 3,544,887</u>

See accompanying independent auditors' report.

## TOWN OF FERRISBURGH, VERMONT

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION  
FOR THE YEAR ENDED JUNE 30, 2012

	General Capital Assets 7/1/11	Additions	Deletions	General Capital Assets 6/30/12
Public Safety	303,870	-	-	303,870
Highway	893,023	284,590	-	1,177,613
Town Wide	<u>3,108,659</u>	<u>-</u>	<u>-</u>	<u>3,108,659</u>
Total General Capital Assets	4,305,552	284,590	-	4,590,142
Less: Accumulated Depreciation	<u>(891,426)</u>	<u>(153,829)</u>	<u>-</u>	<u>(1,045,255)</u>
Net General Capital Assets	<u>\$ 3,414,126</u>	<u>\$ 130,761</u>	<u>\$ -</u>	<u>\$ 3,544,887</u>

See accompanying independent auditors' report.