

TOWN OF BARRINGTON, RHODE ISLAND

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Fiscal Year Ending June 30, 2010

Prepared by: Town Finance Department
Dean M. Huff, Jr., Finance Director

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**TOWN OF BARRINGTON, RHODE ISLAND
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 For the Fiscal Year Ended June 30, 2010**

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TOWN OF BARRINGTON RHODE ISLAND

DEAN M. HUFF, JR. CPA
FINANCE DIRECTOR

December 16, 2010

To the Honorable President and
Members of the Town Council
Barrington, Rhode Island

The Comprehensive Annual Financial Report of the Town of Barrington, for the fiscal year ended June 30, 2010, is hereby submitted. This report was prepared by the Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Town's management. We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations and cash flows of the Town; and that all disclosures necessary to enable the reader to gain an adequate understanding of the Town's financial affairs have been included.

The Comprehensive Annual Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The introductory section includes this transmittal letter, the Town's organizational chart, and a reproduction of our 2009 GFOA Certificate of Achievement for Excellence in Financial Reporting, and a list of principal officials. The Financial Section includes the Independent Auditors' Report, the Management Discussion and Analysis, the basic financial statements, required supplementary information, and other supplementary information. The Statistical Section includes selected financial and demographic information generally presented on a multi-year basis.

The Town is required to undergo an annual Single Audit in conformance with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". The Schedule of Expenditures of Federal Awards and Independent Auditors' Report on the internal control structure and compliance with laws and regulation are included in the Single Audit Section of this report.

GENERAL

The Town of Barrington, incorporated as a Town on June 16, 1770, is located in Bristol County on the east side of Narragansett Bay in the State of Rhode Island, approximately 9 miles southeast of Providence. It is bounded by the City of East Providence on the northwest, the Town of Swansea, MA to the northeast, the Town of Warren on the south, by the Warren River on the East, and Narragansett Bay on the west and south. The Town of Barrington is made up of predominately single-family homes and a small mix of multi family homes and commercial clusters.

GOVERNMENT

The Town operates under a charter form of government, which provides for a five member Town Council that is elected at large, for staggered four-year terms, at the regular biennial elections. They are responsible for enacting local legislation, and an appointed Town Manager executes the laws and oversees the administration of the town government. The electors of the Town qualified to vote upon a proposition to impose a tax or for the expenditure of money, may at an Annual or a Special Financial Town Meeting; authorize the hiring of money and issuance of bonds pursuant to the statutes now or hereafter in effect.

EDUCATION

A five Member School Committee that is elected at large, for staggered four-year terms, at the regular biennial elections, directs the general administration of the Barrington School System. The School Committee determines and controls all policies affecting the administration, maintenance, and operation of the public schools in town, which consist of four elementary schools, one middle school and one high school. The School Committee appoints a Superintendent as its chief administrative agent; submits a detailed budget of expenditures and determines the allocation of the amount appropriated. The school enrollment for October 1, 2010 was 3,438 students. The cost per student was \$12,135 shared by the Town and the State of Rhode Island in the form of School Operation Aid. The total State Aid for school operation for fiscal year 2009/10 was \$1,629,678

As of October at the beginning of each school year, the student enrollment in the Barrington School System for the past eight years has been and is projected to be as follows:

	<u>Year</u>	<u>Enrollment</u>
Actual	2003	3409
Actual	2004	3421
Actual	2005	3398
Actual	2006	3460
Actual	2007	3468
Actual	2008	3443
Actual	2009	3388
Actual	2010	3438

MUNICIPAL SERVICES

The Town provides the following major public services:

Public Works - The Town of Barrington Public Works Department provides a full range of services including street maintenance, snow removal, and maintenance of Town property.

Public Safety - The Town of Barrington provides fire prevention and suppression, emergency medical rescue, police patrol, investigations, community education, animal control and harbor control.

The Barrington Police Department has a force that consists of a Police Chief, 31 full-time police officers and support personnel.

The Barrington Fire Department has one fire station staffed by a Fire chief and 24 full-time fire fighters. The Town utilizes a combination of full-time and volunteer fire fighters.

Wastewater - Barrington's sanitary sewerage is treated by the City of East Providence. The Town pays the City of East Providence a fee based on the amount of sewerage treated at the Wastewater facility. Residents are billed annually by the Town of Barrington for sewer usage based on water consumption.

Water - Bristol County Water Authority supplies residents with water. Customers are billed directly by this agency.

LONG-TERM FINANCIAL PLANNING

Each year the Town adopts a six-year Capital Improvement Program. This plan helps identify projects that should be undertaken in the next six years. This long-range planning is essential in addressing the future development and growth of the Town. The Town has continually funded its capital requirements aggressively and maintains a pay as you go funding for most of its capital needs, which limits its' borrowing requests.

The taxpayers approved a five million dollar bond at the Financial Town Meeting on May 27, 2009. Major projects include three million dollars for landfill capping, one million for roads and roadway improvements and 1 million for school roof replacement. During the May 24, 2006 Financial Town Meeting, the voters approved a recreational areas and facilities bond. Major projects include renovation of the high school tennis courts, middle school basketball courts and reconstruction and renovation baseball facilities at Sherwood Park. Possible uses of the remaining funds are for town beach improvements and land improvements at Latham Park.

ECONOMIC CONDITIONS AND OUTLOOK

Barrington is primarily a suburban residential community. Residential property accounts for 89.9% of the total tax roll. In terms of real estate tax revenue, 88.62% of the Town's tax revenue is derived from residential real estate.

EMPLOYMENT

Most employment opportunities extend outside the Town to the Cities of Providence and Boston. In the first quarter of 2010 the town had 450 private businesses and 11 government units. The private sector employed an average of 2,134 with wages totaling \$15,953,126. Governmental jobs employed an average of 751 with wages totaling \$7,963,300.

Listed below is the Rhode Island Department of Labor and Training Quarterly Census of Employment and Wages - First Quarter 2010 Report

Barrington			
	Number	Average	Total
	of Units	Employment	Wages
Total Private & Government	461	2,898	\$23,916,426
Total Private Only	450	2,145	\$15,953,126
Construction	52	140	\$1,582,075
Manufacturing	14	51	\$302,779
Wholesale Trade	33	53	\$1,243,068
Retail Trade	32	328	\$1,525,319
Information	13	24	\$340,605
Finance & Insurance	21	68	\$1,330,222
Real Estate & Rental & Leasing	12	27	\$247,044
Professional & Technical Services	63	122	\$1,563,455
Administrative Support & Waste Mngmnt.	31	46	\$418,617
Educational Services	9	137	\$1,110,522
Health Care & Social Assistance	45	504	\$3,236,888
Arts, Entertainment, & Recreation	10	107	\$994,408
Accommodation & Food Services	27	255	\$833,537
Other services,	79	266	\$982,973
Government	11	751	\$7,963,300

HOUSING

During 2010, sale prices for single-family homes in Barrington ranged from \$121,500 to more than \$1,787,500. The 2010 third quarter median sales price for homes in Barrington was \$359,900.

POPULATION TRENDS

In 2000 Barrington was ranked 22nd in population among the thirty-nine cities and towns in Rhode Island. Based on the U.S. Bureau of the Census, Barrington experienced a slight decrease in population from 1970 through 2000 with a continued projected decrease through 2009.

<u>Year</u>	<u>Population</u>
1950	9,105
1960	14,850
1970	17,375
1980	16,174
1990	15,849
2000	16,819
2005	16,650 (estimate)
2006	16,477 (estimate)
2007	16,411 (estimate)

2008	16,380 (estimate)
2009	16,339 (estimate)

Source: U.S. Bureau of the Census

ECONOMIC DEVELOPMENT

The State of Rhode Island built two temporary bridges to replace two deteriorated bridges on route 114, linking the Town of Barrington to the Town of Warren and communities to the south. This is a scenic route to Newport, Rhode Island. The permanent bridges were completed in 2010.

The Town does not have an economic development department charged with recruiting business to Barrington; however, the updated comprehensive plan calls for a new task force charged with encouraging locally owned businesses to open in Town. The non-residential tax base has improved in recent years, thanks in part to streetscape improvements completed in the late 1990s on Rte. 114/County Road, which have helped attract new commercial investment in the Town's main commercial district. Additional commercial/mixed-use projects are in the planning stages.

New commercial projects include a 3,800 square foot building for TD Bank at County Road and Markwood Drive.

In June 2006, the Town issued two million five hundred dollar building improvements bond to address major repairs to the Town Hall and Department of Public Works. Additionally, the Town authorized two million in borrowing to repair and reconstruct its recreational facilities.

MAJOR INITIATIVES

In 2011, the Town will complete approximately \$200,000 in sidewalk and bike infrastructure improvements at Hampton Meadows Elementary School and along Kent Street. Funding for this project was obtained from a Federal Safe Routes to Schools grant approved in 2008. In 2010, the Town received two additional Safe Routes to School grants, which will provide an additional \$250,000 for the design and construction of sidewalk improvements and bike projects at the Middle and Primrose Hill schools on Middle Highway.

New residential construction completed in 2010 includes the remaining multi-family units at Sweetbriar, a 47-unit affordable housing development on Washington Road. Construction of a new 12-unit Low/Moderate Income housing development on County Road north of Eleanor Drive began in the fall of 2010 and is expected to be completed by 2011.

The Town will continue to utilize energy grants and other funding to complete the on-going energy improvements at Town facilities, including a new boiler at the Library/Peck Center and projects at Town Hall, the Public Safety Complex and the Bay Spring Community Center.

The Barrington Library continues to be a leader in offering a rich and intriguing selection of programs for adults, children, and teens. All of these programs, whether they focus on the arts, literature, history, film, crafts, or general information upheld and supported the mission of the Barrington Public Library which is "to provide, without charge, diverse and easily accessible materials,

services and programs to educate, inform, enrich and entertain all the residents of Barrington and the greater Rhode Island community.”

The Library has become especially known for its fine film programs and host statewide film programs such as the International Film Festival series held in RI each summer. Thanks to grants from the Champlin Foundations, the Barrington Library Corporation, and the Friends of Barrington Library over the past few years, the auditorium at the Library/Peck Community Center features a cinema size screen, state of the art projector, and surround sound system, which along with comfortable fixed seating for approximately 100 provides a perfect small theater experience for enjoying films, plays, dramatic readings, and musical performances. All of these programs are very well attended and receive strong support and praise from the community.

The Barrington Library continues to be a net lender in the statewide Ocean State Libraries network. The citizens of Barrington lead the state in per capita library use, and especially in per capita book borrowing. The Barrington Library is the forth-busiest public library in the state, behind only the cities of Providence, Cranston, and Warwick.

The BAY Team

The Barrington Adult Youth Team (BAY TEAM) is the town of Barrington’s substance abuse prevention task force. The BAY Team is led by Kathleen Sullivan, Prevention Director and Dr. Kristen Westmoreland, DFC Program Manager. The coalition is composed of numerous sectors of the community including local businesses, youth organizations, schools, citizens, faith community, parents, human service organizations, local government, and law enforcement. Its mission is to support and provide advocacy, consultation, and education to the Barrington community in the area of substance abuse prevention and health promotion.

The most recent prevention efforts of the BAY Team include the formation of a Prescription Drug Use Subcommittee. This subcommittee was established to address the emerging trend of prescription drug misuse. The group held its first annual “Take Back” initiative on September 25, 2010 in collaboration with the Barrington Police Department and the Drug Enforcement Administration. The “Take Back” initiation involved the collection of expired, unused and unwanted prescription drugs that were voluntarily surrendered at the Public Safety Building. This program provides a safe alternative for Barrington residents to dispose of unwanted prescription drugs.

The BAY Youth Team has successfully launched a Social Norms preventative media campaign. This campaign will attempt to realign youth misperceptions with regards to the number of their peers who drink. This campaign includes the creation of a Facebook page, public service announcements and a poster campaign.

FINANCIAL INFORMATION

A detail understanding of the financial position and operating results of the Town is provided in the Comprehensive Annual Financial Report (CAFR). The Management's Discussion and Analysis starting on page 3 of the CAFR provides additional information to assess the Town's financial condition.

INTERNAL CONTROLS

In developing and evaluating the Town's accounting control system, consideration is given to the adequacy of internal accounting controls. Accounting control comprises the plan of organization, procedures, and records that are concerned with the safeguarding of assets and the reliability of financial records and consequently is designed to provide reasonable assurance that:

- Transactions are executed in accordance with management's general or specific authorization.
- Transactions are recorded as necessary (1) to permit preparation of financial statements in conformity with generally accepted accounting principles or any other criteria, such as finance - related legal and contractual compliance requirements applicable to such statements, and (2) to maintain accountability of assets. Access to assets is permitted only in accordance with management's authorization.
- The recorded accountability of assets is compared with the existing assets at reasonable intervals and appropriate action is taken with respect to any differences.

The definition of accounting control presumes reasonable, but not absolute, assurance that the objectives expressed in it will be accomplished by the system. The concept of reasonable assurance recognizes that the cost of internal controls should not exceed the benefits to be derived. The benefits consist of reductions in the risk of failing to achieve the objectives implicit in the definition of accounting control.

All internal control evaluations occur within the above framework. We believe that the Town's internal accounting control adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

DEBT ADMINISTRATION

The Town's management actively manages the Town's long-term debt. As the Town analyzes its Capital Improvement Program, any projects that are too large to be funded out of the current year capital funding are listed as possible bond items. The projects needs are then compared to the Town's debt service schedule. The Town strives to maintain somewhat level debt service payments year-to-year to minimize large fluctuations in the tax rate. As a general rule, new bonds are approved and debt service payments are calculated and issued to correspond to debt maturities and retirements.

The Debt Capacity section in the statistical section of this report presents more detailed information about the debt position of the Town.

INDEPENDENT AUDIT

In accordance with the Town's Charter an audit of the accounts and financial statements has been completed by the Town's independent Certified Public Accountants, Bacon & Company, CPA's, LLC and their opinion is included herein.

REPORTING ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Barrington for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009. This was the fourteenth consecutive year that the government has achieved this prestigious award.

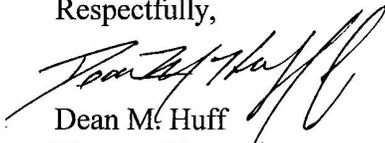
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and effectively organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENT

The preparation of the Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the efforts and dedication of the competent staff of the Finance Department. I would also express my appreciation to other personnel from various departments who assisted in its preparation. Finally, I would like to thank the Town Manager, the Town Council and the Assistant Finance Director for their support in planning and conducting the financial operation of the Town in a dedicated, professional and responsible manner.

Respectfully,



Dean M. Huff
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Barrington
Rhode Island

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

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



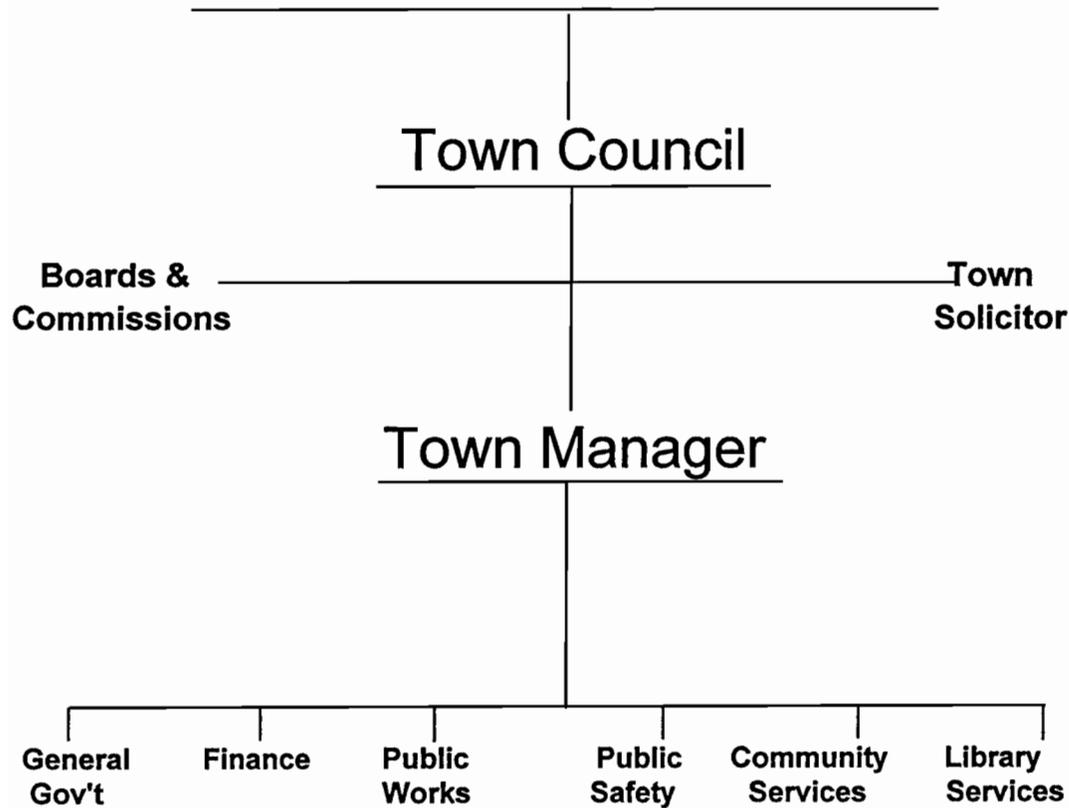
President

Executive Director

THE TOWN OF BARRINGTON

GOVERNMENTAL ORGANIZATION

The Citizens of Barrington



TOWN OF BARRINGTON, RHODE ISLAND

TOWN COUNCIL

June Sager Speakman – President
Jeffrey S. Brenner – Vice President
John T. Lazzaro
James Schwartz
Kate G. Weymouth

SCHOOL COMMITTEE

Jim Hasenfus – Chairperson
Robert E. Shea, Jr. – Vice Chairperson
Thomas R. Flanagan
Patrick A. Guida
Amy Page Oberg

TOWN MANAGER
FINANCE DIRECTOR
TOWN SOLICITOR
TOWN CLERK
TAX ASSESSOR
DIRECTOR OF DPW
POLICE CHIEF
FIRE CHIEF
BUILDING OFFICIAL
DIRECTOR OF SENIOR SERVICES, INTERIM
DIRECTOR OF RECREATION, INTERIM
LIBRARY DIRECTOR
SCHOOL SUPERINTENDENT
INDEPENDENT AUDITORS

Peter A. DeAngelis, Jr.
Dean M. Huff, Jr.
Ursillo, Teitz and Ritch, Ltd.
Lorraine A. DeRois
Michael Minardi
Alan M. Corvi
John M. LaCross
Gerald A. Bessette
Robert B. Speaker
Louise House
John Taylor
Deborah R. Barchi
Robert O. McIntyre
Bacon & Company, CPA's, LLC

FINANCIAL SECTION

THIS SECTION CONTAINS THE FOLLOWING:

Independent Auditor's Report

Management Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

INDEPENDENT AUDITOR'S REPORT

To the Honorable President
and Members of the Town Council
Barrington, Rhode Island

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Barrington, Rhode Island, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2010 on our consideration of the Town of Barrington, Rhode Island'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 considered in assessing the results of our audit.

The Management's Discussion and Analysis, budgetary comparison information and supplementary pension and other postemployment benefit information on pages 3 through 15 and 60 through 68 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Barrington Rhode Island's basic financial statements. The introductory section, the combining nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information, the statistical tables and the schedule of expenditures of federal awards are presented for purposes of additional analysis and as required by the U.S. Office of Management and Budget Circular A-133, *"Audits of States, Local Governments, and Non-profit Organizations"* and are not a required part of the basic financial statements. The combining nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in black ink that reads "Bacon & Company, LLC". The signature is written in a cursive, flowing style.

Warwick, Rhode Island
December 16, 2010

TOWN OF BARRINGTON MANAGEMENT'S DISCUSSION AND ANALYSIS

Management of the Town of Barrington provides this Management's Discussion and Analysis of the Town of Barrington's Comprehensive Annual Financial Report for the readers of the Town's financial statements. This narrative overview and analysis of the financial statements of the Town of Barrington is for the fiscal year ended June 30, 2010. We encourage readers to consider this information in conjunction with the additional information that is furnished in the letter of transmittal, which can be found preceding this narrative, and with the Town's financial statements that follow.

FINANCIAL HIGHLIGHTS

At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$10,337,692 or 18.03% of total 2011 budgeted expenditures. This is an increase of \$272,519 from the prior year unreserved, undesignated fund balance.

The Town ended fiscal year 2010 with a budgetary operating surplus of \$1,077,519. This surplus was mainly a result of a transfer of \$295,750 from a closed special revenue account (Wind Turbine), the intentional delay in the issuance of new debt budgeted at \$363,058 due to mid-year reductions in State reimbursements and salary and benefits savings due to vacancies in the police department.

The School ended with a budgetary operating surplus of \$1,356,120. This surplus was in partly due to 3.69 full-time equivalent staff reductions and largely the result from teacher pension reform.

The Town's medical fund posted a claims surplus of \$602,356. Surpluses from this account are transferred into the Town's post retirement benefit trust fund as a funding source in anticipation of GASB45.

Moody's Investor's Services recalibrated the Town's bond rating was from Aa2 to Aa1.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's annual audit report. The financial section of this report consists of **four** parts – management's discussion and analysis (this section), the basic financial statements, required supplementary information, and other supplementary information that includes combining statements for non-major governmental funds and other fiduciary funds.

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Town's overall status.
- The remaining statements are fund financial statements that focus on individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements.
 - ✓ The *governmental funds* statements tell how general government services like public safety were financed in the short term as well as what remains for future spending.

- ✓ *Proprietary fund* statements offer short and long term financial information about the activities the government operates like businesses, such as the sewer system.
- ✓ *Fiduciary Fund* statements provide information about assets that are held by the Town as a trustee or agent for the benefit of someone or something other than the Town itself. The Town cannot use these assets to support its own programs.

The financial statements also include notes that provide more detailed data about some of the information in the financial statements. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, also included is a section of combining statements that provide details about our non-major governmental funds and fiduciary funds, which are added together and presented in a single column in the basic financial statements.

**Figure A-1
Required Components of
Town of Barrington’s Basic Financial Report**

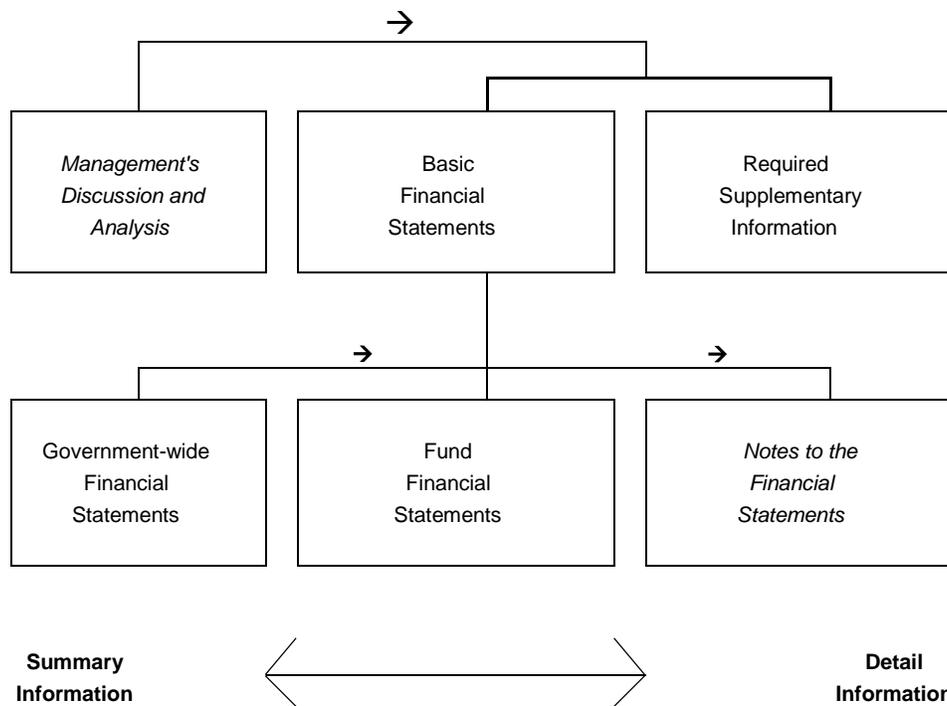


Figure A- 2

Major Features of the Town of Barrington’s Government-Wide and Fund Financial Statements

	Government- Wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Town government (except fiduciary funds)	The activities of the Town that are not proprietary or fiduciary, such as police, fire and DPW.	Activities the Town operates similar to private businesses such as the sewer system.	Instances in which the Town is the trustee or agent for someone else’s resources.
Required Financial Statements	Statement of Net Assets Statement of Activities	Balance Sheet Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Assets Statement of Revenues, Expenses, and Changes in Net Assets. Statement of Cash Flows	Statement of Fiduciary Net Assets Statement of Changes in Fiduciary Net Assets
Accounting Basis And Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Assets/ Liability Information	All assets and liabilities both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the Town’s funds do not currently contain capital assets, although they can
Type of Inflow/ Outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during year, regardless of when cash is received or paid

Figure A-2 summarizes the major features of the Town’s financial statements, including the portion of the Town government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

Government-wide Statements

The government-wide statements report information about the Town as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government’s assets and liabilities. All of the current year’s revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the Town’s *net assets* and how they have changed. Net assets – the difference between the Town’s assets and liabilities – is one way to measure the Town’s financial health or position.

- Over time, increases or decreases in the Town's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the Town you need to consider additional non-financial factors such as changes in the Town's property tax base, the condition of the Town's roads and facilities, etc.

The government-wide financial statements of the Town are divided into three categories.

- *Governmental activities* – Most of the Town's basic services are included here, such as the police, fire, library, public works and general administration. Property taxes, charges for services and state funding finance most of these activities.
- *Business-Type activities* - The Town charges fees to customers to cover the costs of certain services it provides. The Town's sewer system is included here.
- *Component units* – The Town does not have any entities that are deemed to be component units.

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. It is important to note that these fund categories use different accounting approaches and should be interpreted differently.

Governmental funds – Most 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 as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the government fund statements focus on near-term inflows and outflows of spendable resources. They also focus on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirement.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may gain a better understand of 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 the governmental activities.

The Town maintains 55 governmental funds. Three of these are considered major funds for presentation purposes. That is, each major fund is presented in a separate column in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The Town's three major governmental funds are: 1. General Fund, 2. School Unrestricted Fund, 3. Cemetery Fund.

The basic governmental fund financial statements can be found on pages 18-23 of this report.

Proprietary Funds – The Town maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses an enterprise fund to account for its sanitary sewer operations. *Internal Service Funds* are used to report activities that provide supplies and services for the Town's other programs and activities – such as the Town's Employee Medical Insurance Fund.

The basic proprietary fund financial statements can be found on pages 24-27 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 statements because the resources of those funds are not available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary funds financial statements can be found on pages 28-29 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 follow the basic financial statements.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. **This section includes budgetary comparison schedules, which includes reconciliation between the statutory fund balance for budgetary purposes and the fund balances for the General Fund and School Unrestricted Funds as presented in the governmental fund financial statements.** Required supplementary information follow the notes to the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The Town's combined net assets (government and business-type activities) totaled \$78,113,451 at the close of the most recent fiscal year.

The largest portion of the Town's net assets (69%) reflects its investment in capital such as land, building, equipment, and infrastructure, less any related debt used to acquire those assets that are 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.

Town of Barrington's Net Assets

June 30, 2010

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current assets	\$26,114,592	\$24,002,587	\$5,736,736	\$5,772,616	\$31,851,328	\$29,775,203
Capital assets	51,806,722	52,342,613	28,486,537	29,791,238	80,293,259	82,133,851
Other non-current assets	312,994	433,808	134,271	142,865	447,265	576,673
Total assets	<u>78,234,308</u>	<u>76,779,008</u>	<u>34,357,544</u>	<u>35,706,719</u>	<u>112,591,852</u>	<u>112,485,727</u>
Current liabilities	6,034,231	7,510,773	887,874	880,647	6,922,105	8,391,420
Long-term liabilities	13,971,126	15,481,983	13,585,170	14,272,582	27,556,296	29,754,565
Total liabilities	<u>20,005,357</u>	<u>22,992,756</u>	<u>14,473,044</u>	<u>15,153,229</u>	<u>34,478,401</u>	<u>38,145,985</u>
Net Assets:						
Invested in capital assets, net of related debt	37,883,842	35,496,104	15,956,063	16,593,234	53,839,905	52,089,338
Restricted	7,133,650	5,531,457	0	0	7,133,650	5,531,457
Unrestricted	<u>13,211,459</u>	<u>12,758,691</u>	<u>3,928,437</u>	<u>3,960,256</u>	<u>17,139,896</u>	<u>16,718,947</u>
Total net assets	<u>\$58,228,951</u>	<u>\$53,786,252</u>	<u>\$19,884,500</u>	<u>\$20,553,490</u>	<u>\$78,113,451</u>	<u>\$74,339,742</u>

An additional portion of the Town's net assets (9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets may be used to meet the Town's ongoing obligations to citizens and creditors. Internally imposed designations of resources are not presented as restricted net assets.

At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

Changes in Net Assets

The government's net assets increased by \$3,773,709 during the current fiscal year.

Town of Barrington's Changes in Net Assets

Total	Governmental Activities		Business-type Activities			
	2010	2009	2010	2009	2010	2009
Revenue:						
Program Revenue:						
Charges for services	\$3,237,067	\$3,228,114	\$2,862,036	\$2,890,726	\$6,099,103	\$6,118,840
Grants and Contributions	7,455,255	6,108,682	0	0	7,455,255	6,108,682
General Revenue:						
Property Taxes	51,606,856	49,739,166	0	0	51,606,856	49,739,166
State Aid and in lieu of tax	3,106,968	3,574,912	0	0	3,106,968	3,574,912
Other Revenue	590,136	(143,719)	9,205	26,784	599,341	(116,935)
Total Revenue	65,996,282	62,507,155	2,871,241	2,917,510	68,867,523	65,424,665
Expenses:						
General government	2,195,653	2,292,203	0	0	2,195,653	2,292,203
Public safety	6,582,461	6,724,665	0	0	6,582,461	6,724,665
Public works	3,892,353	4,014,723	0	0	3,892,353	4,014,723
Public Library	1,405,635	1,379,549	0	0	1,405,635	1,379,549
Senior services	123,993	130,052	0	0	123,993	130,052
Cemetery	165,042	124,133	0	0	165,042	124,133
Recreation	453,893	478,607	0	0	453,893	478,607
Inspections	103,390	100,900	0	0	103,390	100,900
Conservation of health	45,000	46,500	0	0	45,000	46,500
Community services	290,165	271,691	0	0	290,165	271,691
Interest on long-term debt	513,233	836,727	0	0	513,233	836,727
School	45,782,765	44,462,190	0	0	45,782,765	44,462,190
Sewer	0	0	3,540,231	3,379,443	3,540,231	3,379,443
Total Expense	61,553,583	60,861,940	3,540,231	3,379,443	65,093,814	64,241,383
Increase (decrease) in net assets	4,442,699	1,645,215	(668,990)	(461,933)	3,773,709	1,183,282
Net assets-beginning of year	53,786,252	52,141,037	20,553,490	21,015,423	74,339,742	73,156,460
Net assets-end of year	\$58,228,951	\$53,786,252	\$19,884,500	\$20,553,490	\$78,113,451	\$74,339,742

Governmental activities: Governmental activities increased the Town's net assets by \$4,442,699. Key elements of this increase are as follows:

1. A net increase in capital assets and the reduction of debt as a result of scheduled debt service payments.
2. An increase in restricted net assets due to the transfer of school surplus to the school improvements capital reserve.

Business-type activities: The net assets for business-type activities decreased by \$668,990. The key element for this decrease is as follows:

1. Depreciation expense of infrastructure assets.

Financial Analysis of the Government's Funds

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

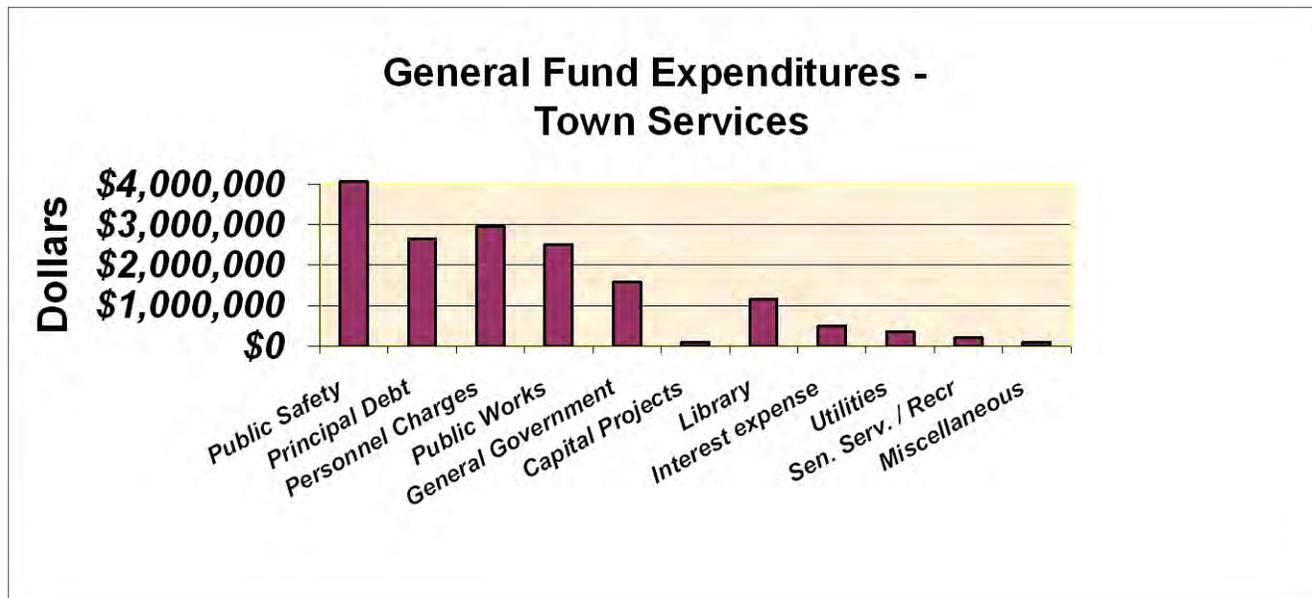
Governmental funds: The focus of the Town's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$19,052,623, an increase of \$2,578,285 in comparison with the prior year. The majority of this increase was due to operating surpluses in both the Town and School department. Other notable changes is a \$886,993 increase in the in capital project funds as a result of a transfer from the general fund to fund capital projects and a large transfer from the school unrestricted fund to fund school improvements. \$17,947,552 or 94% of this total amount represents unreserved fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed.

The school unrestricted fund is the chief operating fund for the Town's school department. At the end of the fiscal year, unreserved fund balance was \$1,793,255, of which \$424,021 is undesignated, \$200,000 was designated for their FY11 operating budget, \$150,000 is designated to be transferred to the Town's FY11 operating budget and the remainder of \$1,019,234 is designated for capital projects. This is an increase of \$568,768 over the prior year's unreserved fund balance. The majority of the increase was a result of an operating surplus of \$1,356,120 in FY10 less a transfer to a capital reserve of \$787,352.

The cemetery fund is overseen by a cemetery commission. The commission has full control and management of all cemetery and burial grounds belonging to the Town and controls the funds investment portfolio. During the current year, the fund spent \$245,469 on the maintenance of grounds and the construction of a columbarium and collected \$83,330 from lot sales and other revenue. The unreserved, undesignated fund balance now stands at \$1,458,398, an increase of \$183,045 over the prior year. This increase was a result investment earnings and gains.

The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unreserved/undesignated fund balance of the general fund was \$10,337,692. Total fund balance was \$11,283,446. As a measure of the general fund liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 18.03% of total FY11 general fund budgeted expenditures. The unreserved undesignated fund balance of the Town's general fund increased by \$272,519 during the current fiscal year. This is a 2.71% increase from the prior year.

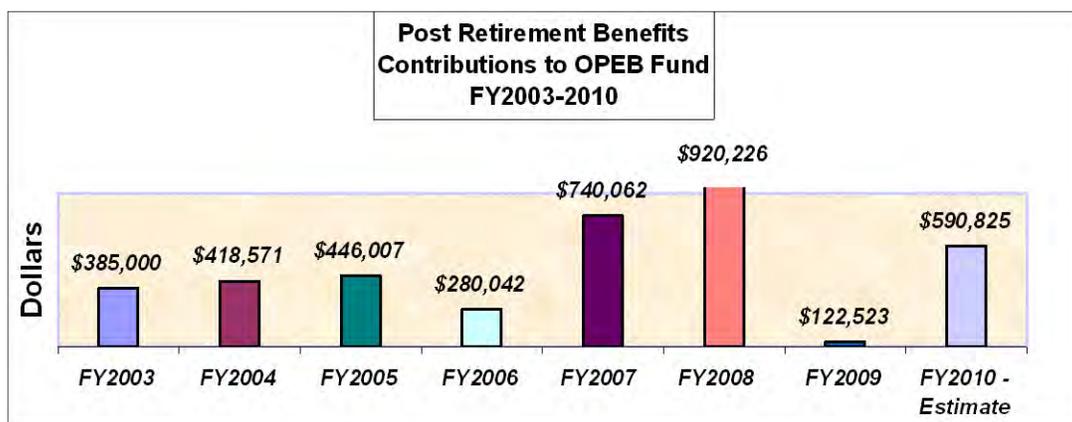


Proprietary Funds: The Town has two proprietary funds, the sewer enterprise fund and the medical internal service fund. These proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

For the fiscal year ended June 30, 2010 the sewer fund had a decrease in net assets of \$668,990. This net decrease is a result of depreciation on long-term assets.

Unrestricted net assets in the medical internal service fund at the end of the year amounted to \$2,640,825. The increase in net assets is \$468,302. During the current year, there was a favorable claims rate of \$602,356. Additionally, there was a transfer of excess reserves totaling \$122,523 to the post-employment benefit trust fund.

Fiduciary Funds: The Town has five fiduciary funds, the post employment benefits trust fund, the Amey Tucker Spencer trust fund and three small funds. The post employment benefits trust fund had a net increase in net assets of \$228,754. The increase was due to a transfer of \$122,523 from the medical fund of its excess reserves accumulated from a positive claims rate in fiscal year 2009 and an additional \$106,231 transfer from the town.

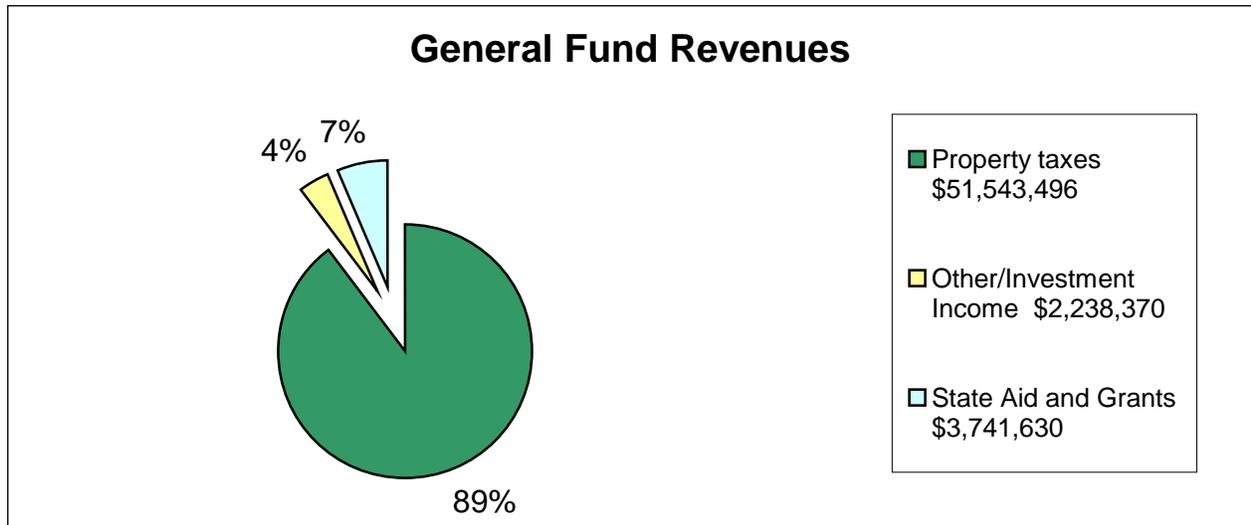


The Amey Tucker Spencer trust fund is a trust fund specific to the need of the poor and less fortunate residents in Town. This fund had a net decrease in net assets of \$29,240 a result of program expenditures.

General Fund Budgetary Highlights

The Town finished FY2010 with a budgetary surplus of \$1,077,519. While this surplus looks healthy, much of the surplus was a result of intervention. Fiscal year 2010 revenues still continues to struggle with large real estate abatements being granted from the 2008 revaluation. As a result \$295,000 was transferred to the general fund from a special revenue account to help alleviate the revenue losses. General fund revenues continue to struggle and were \$46,681 below budgeted estimates as tax revenue and state aid reductions continue to take their toll on local budgets.

Early 2010, recognizing an operating deficit was possible due to threatened State aid cuts, the Town delayed the issuance of new bonds in the amount of \$363,058, that were approved during the May 2009 Financial Town meeting; specifically, landfill closure, road/drainage and school roof replacement. Favorable variances between the original general fund budget appropriations and the final departmental expenditures (less Debt Service) of \$465,392 were mainly due to vacancies in public safety - \$111,323, corresponding savings in the employee benefits - \$88,965 and public works - \$76,288. However, all of the Town’s departments realized a favorable departmental variance.



Capital Assets and Debt Administration

Capital assets. The Town’s investment in capital assets for its governmental and business-type activities as of June 30, 2010 amounted to \$80,293,259 (net of accumulated depreciation). This investment in capital assets includes land, buildings, infrastructure, improvements, machinery & equipment, roads and construction in progress. The total decrease in the Town’s investment in capital assets for the current year was \$1,840,592.

Major capital asset events during the current fiscal year included the following:

1. Bay Spring Community Center Improvements -	\$118,000.00
2. 2010 Fire/Pumper Truck -	\$202,261.00
3. Resurface High School Track -	\$ 44,128.00
4. Fire Doors – Hampton Meadows School -	\$ 90,829.66

Town of Barrington’s Capital Assets

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land, Land Improvements & Infrastructure	\$25,781,750	\$25,286,616	\$42,447,375	\$42,447,375	\$68,229,125	\$67,733,991
Buildings & Improvements	43,599,805	43,266,912	11,643,212	11,643,212	55,243,017	54,910,124
Vehicles	5,993,555	5,864,413	249,564	249,564	6,243,119	6,113,977
Machinery & Equipment	2,866,871	2,995,787	852,162	852,780	3,719,033	3,848,567
Construction in Progress	<u>499,115</u>	<u>12,715</u>	<u>0</u>	<u>0</u>	<u>499,115</u>	<u>12,715</u>
Less: Accumulated Depreciation	<u>(26,934,374)</u>	<u>(25,083,830)</u>	<u>(26,705,776)</u>	<u>(25,401,693)</u>	<u>(53,640,150)</u>	<u>(50,485,523)</u>
Total	\$51,806,722	\$52,342,613	\$28,486,537	\$29,791,238	\$80,293,259	\$82,133,851

Additional information on the Town’s capital assets can be found in NOTE 2 – CAPITAL ASSETS, starting on page 36

Long-term debt. At the end of the fiscal year, the Town had total governmental bonded debt outstanding of \$14,050,000. There were no new bond issuances for the year ended June 30, 2010 and principal retirements totaled \$2,570,000. General obligation bonds are backed by the full faith and credit of the Town, including the Town’s power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt currently outstanding was approved by a vote of the citizens. Additions to the Town’s long-term debt included a slight amount for compensated absences and the amortization of \$1,063,852 for OPEB liabilities.

The Town has an Aa1 rating from Moody’s Investors Service.

State statute limits the amount of bonds a governmental entity can issue to 3% of its total assessed valuation. As of June 30, 2010, the current debt limitation for the Town is \$93,206,109.

Additional information on the Town’s long-term debt can be found in NOTE 6 – LONG TERM LIABILITIES, starting on page 41.

Economic Factors and Next Year's Budgets and Rates

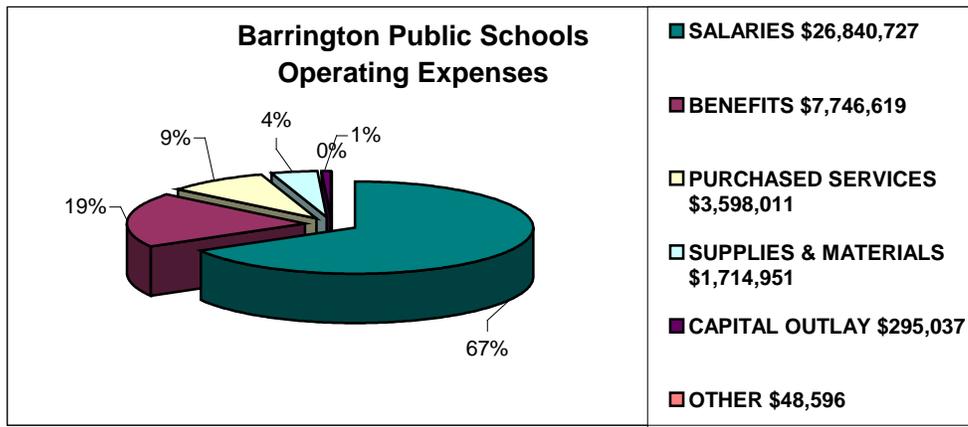
As of October 2010, the unemployment rate for the Town of Barrington is 8.6 percent. This compares favorably to the State's seasonally adjusted unemployment rate of 11.4 percent and the national average of 9.6 percent. Per capita and median family income remains some of the highest in the State and favorable nationally.

	Per Capita	Median Family
Barrington *	\$35,881	\$84,657
Rhode Island *	\$21,688	\$52,781
United States *	\$21,587	\$50,046

* Obtained from 2000 Census Data

The following factors were considered in preparing the Town's budget for the 2010-11 fiscal year.

- The School operating costs decreased from \$42,402,083 to \$42,131,399 or .64%. The dollar amount of the decrease is \$270,684. The School local appropriation represents 70% of the total budget.



- Municipal and Capital expenditures were reduced by a combined \$766,300.
- All major unions and all non-union employees received no salary increase.
- Medical insurance continues to increase much higher than inflation with a trend at approximately 10%.
- The Town continues to fund its capital items appropriating \$575,000 for fiscal year 2011.
- State law limits the amount a municipality can raise taxes to 104.50% of the prior year tax levy.
- The State lowered the motor vehicle phase-out reimbursement from \$6,000 to \$500.

The Town's tax rate will remain the same at \$16.10 for fiscal year ended June 2011. The Sewer fees are a three-part charge. The usage fee of \$2.95 per HFC and the fixed-cost charge of \$88.50 per connection and the sewer improvement assessment of \$175.00 remained the same. The sewer improvement assessment is solely to fund the debt service costs incurred for the reconstruction of the Town's sewer infrastructure. The Town of Barrington is not aware of any facts, decisions, or conditions that would have a significant impact on fiscal year 2010 or beyond.

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. Questions concerning any information provided in this report or requests for additional financial information should be addressed to the Finance Director, 283 County Road, Barrington, Rhode Island 02806.

BASIC FINANCIAL STATEMENTS

THE BASIC FINANCIAL STATEMENTS INCLUDE:

Government-Wide Financial Statements

Fund Financial Statements:

- Governmental Funds**
- Proprietary Funds**
- Fiduciary Funds**

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

TOWN OF BARRINGTON, RHODE ISLAND

Statement of Net Assets

June 30, 2010

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ 17,559,881	\$ 1,925,990	\$ 19,485,871
Investments	4,457,102	-	4,457,102
Accrued interest receivable	221,636	-	221,636
Real estate and personal property tax receivable (net)	2,121,751	-	2,121,751
Betterment assessment receivable	4,080	-	4,080
Sewer use receivable	-	2,971,617	2,971,617
Due from federal and state government	1,375,362	456,981	1,832,343
Other receivables	730,446	-	730,446
Internal balances	(382,148)	382,148	-
Inventories	26,482	-	26,482
Total current assets	<u>26,114,592</u>	<u>5,736,736</u>	<u>31,851,328</u>
Noncurrent assets:			
Capital assets: (Note 2)			
Land	12,416,271	-	12,416,271
Depreciable buildings, property, equipment, infrastructure (net)	38,891,336	28,486,537	67,377,873
Construction in progress	499,115	-	499,115
Other assets (net)	312,994	134,271	447,265
Total noncurrent assets	<u>52,119,716</u>	<u>28,620,808</u>	<u>80,740,524</u>
Total assets	<u>78,234,308</u>	<u>34,357,544</u>	<u>112,591,852</u>
Liabilities:			
Current Liabilities:			
Accounts payable and accrued liabilities	2,985,975	108,093	3,094,068
Claims payable	274,095	-	274,095
Accrued interest payable	85,984	68,484	154,468
Unearned revenue	7,744	-	7,744
Compensated absences payable	35,000	26,297	61,297
Long-term debt - due within one year (Note 6)	2,645,433	685,000	3,330,433
Total current liabilities	<u>6,034,231</u>	<u>887,874</u>	<u>6,922,105</u>
Noncurrent Liabilities:			
Long-term debt - due in more than one year (Note 6)	11,814,076	13,585,170	25,399,246
Compensated absences payable	643,805	-	643,805
Net other post employment benefit obligation	1,513,245	-	1,513,245
Total noncurrent liabilities	<u>13,971,126</u>	<u>13,585,170</u>	<u>27,556,296</u>
Total liabilities	<u>20,005,357</u>	<u>14,473,044</u>	<u>34,478,401</u>
Net Assets:			
Invested in capital assets, net of related debt	37,883,842	15,956,063	53,839,905
Restricted for:			
Capital projects	3,204,000	-	3,204,000
Education programs	2,090,582	-	2,090,582
Cemetery	1,458,398	-	1,458,398
Public safety programs	95,553	-	95,553
Town clerk records projects	81,539	-	81,539
Other projects and programs	61,685	-	61,685
Permanent:			
Expendable	9,058	-	9,058
Nonexpendable	132,835	-	132,835
Unrestricted	13,211,459	3,928,437	17,139,896
Total net assets	<u>\$ 58,228,951</u>	<u>\$ 19,884,500</u>	<u>\$ 78,113,451</u>

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

TOWN OF BARRINGTON, RHODE ISLAND

Statement of Activities

For the Fiscal Year Ended June 30, 2010

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Governmental Activities:							
Legislative, judicial and general administrative	\$ 2,195,653	\$ 711,303	\$ -	\$ 368,208	\$ (1,116,142)	\$ -	\$ (1,116,142)
Public safety	6,582,461	534,999	94,750	23,000	(5,929,712)	-	(5,929,712)
Public works	3,892,353	107,172	9,000	248,845	(3,527,336)	-	(3,527,336)
Conservation of health	45,000	-	-	-	(45,000)	-	(45,000)
Recreation	453,893	280,364	45,175	42,101	(86,253)	-	(86,253)
Public libraries	1,405,635	53,392	315,374	-	(1,036,869)	-	(1,036,869)
Community services	290,165	-	795,562	-	505,397	-	505,397
Senior services	123,993	10,685	-	-	(113,308)	-	(113,308)
Inspections	103,390	161,271	-	-	57,881	-	57,881
Education	45,782,765	1,286,101	4,722,484	76,972	(39,697,208)	-	(39,697,208)
Cemetery	165,042	91,780	-	-	(73,262)	-	(73,262)
Interest on long-term debt	513,233	-	713,784	-	200,551	-	200,551
Total governmental activities	61,553,583	3,237,067	6,696,129	759,126	(50,861,261)	-	(50,861,261)
Business-Type Activities:							
Wastewater	3,540,231	2,862,036	-	-	-	(678,195)	(678,195)
Total business-type activities	3,540,231	2,862,036	-	-	-	(678,195)	(678,195)
Total	\$ 65,093,814	\$ 6,099,103	\$ 6,696,129	\$ 759,126	(50,861,261)	(678,195)	(51,539,456)
General Revenues:							
Taxes:							
Property taxes					51,606,856	-	51,606,856
State aid and in lieu of taxes, not restricted for a specific purpose					3,106,968	-	3,106,968
Investment earnings					406,624	9,205	415,829
Miscellaneous					183,512	-	183,512
Total general revenues					55,303,960	9,205	55,313,165
Change in net assets					4,442,699	(668,990)	3,773,709
Net assets - beginning of year					53,786,252	20,553,490	74,339,742
Net assets - end of year					\$ 58,228,951	\$ 19,884,500	\$ 78,113,451

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

TOWN OF BARRINGTON, RHODE ISLAND

*Balance Sheet
Governmental Funds
June 30, 2010*

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Cemetery Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Cash	\$ 12,435,074	\$ 278	\$ -	\$ 1,344,491	\$ 13,779,843
Investments	147,324	-	2,417,403	1,892,375	4,457,102
Accrued interest receivable	-	-	1,290	7,485	8,775
Real estate and personal property tax receivable (net)	2,121,751	-	-	-	2,121,751
Betterment assessment receivable	4,080	-	-	-	4,080
Due from federal and state governments	118,533	26,495	-	1,230,334	1,375,362
Due from other funds	2,453,801	2,350,912	-	2,257,832	7,062,545
Advance to Cemetery Fund	805,000	-	-	-	805,000
Other receivables	35,060	22,351	-	176,259	233,670
Inventory	-	-	-	26,482	26,482
Other assets	30,450	275	-	-	30,725
	<u>30,450</u>	<u>275</u>	<u>-</u>	<u>-</u>	<u>30,725</u>
Total assets	<u>\$ 18,151,073</u>	<u>\$ 2,400,311</u>	<u>\$ 2,418,693</u>	<u>\$ 6,935,258</u>	<u>\$ 29,905,335</u>
 Liabilities and Fund Balances					
Liabilities:					
Accounts payable and accrued expenditures	\$ 507,609	\$ 607,056	\$ 31,113	\$ 452,257	\$ 1,598,035
Due to other funds	5,231,180	-	124,182	1,834,627	7,189,989
Advance from General Fund	-	-	805,000	-	805,000
Deferred revenues	973,388	-	-	130,850	1,104,238
Other liabilities	155,450	-	-	-	155,450
	<u>155,450</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>155,450</u>
Total liabilities	<u>6,867,627</u>	<u>607,056</u>	<u>960,295</u>	<u>2,417,734</u>	<u>10,852,712</u>

(Continued)

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

TOWN OF BARRINGTON, RHODE ISLAND
Balance Sheet (Continued)
Governmental Funds
June 30, 2010

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Cemetery Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund Balances:					
Reserved for:					
LR Peck School House building maintenance	-	-	-	10,000	10,000
Cemetery perpetual care	-	-	-	122,835	122,835
Tax title property	30,450	-	-	-	30,450
Encumbrances	110,304	-	-	-	110,304
Inventory	-	-	-	26,482	26,482
Long-term advance to Cemetery Fund	805,000	-	-	-	805,000
Unreserved:					
Designated for use in subsequent year budget	-	200,000	-	-	200,000
Designated for future use - loss of motor vehicle phase-out aid	-	150,000	-	-	150,000
Designated for capital reserve technology	-	100,000	-	-	100,000
Designated for capital projects	-	919,234	-	-	919,234
Undesignated	10,337,692	424,021	1,458,398	-	12,220,111
Unreserved, reported in:					
Special revenue funds	-	-	-	765,489	765,489
Capital project funds	-	-	-	3,583,660	3,583,660
Permanent funds	-	-	-	9,058	9,058
Total fund balances	<u>11,283,446</u>	<u>1,793,255</u>	<u>1,458,398</u>	<u>4,517,524</u>	<u>19,052,623</u>
Total liabilities and fund balances	<u>\$ 18,151,073</u>	<u>\$ 2,400,311</u>	<u>\$ 2,418,693</u>	<u>\$ 6,935,258</u>	<u>\$ 29,905,335</u>

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

TOWN OF BARRINGTON, RHODE ISLAND
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Assets
June 30, 2010

Total Fund Balances - Total Governmental Funds	\$ 19,052,623
 Amounts reported for Governmental Activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the Governmental Funds Balance Sheet. See note 2 to the financial statements.	51,806,722
Accrued interest receivable on property taxes is reported as revenue in Government-Wide financial statements in the period earned. In Governmental Funds financial statements, interest on property taxes is reported when received.	212,861
Other long-term receivables are not available to pay for current period expenditures and, therefore, are deferred in Governmental Funds financial statements.	123,106
Delinquent taxes are recognized as revenue in the period for which levied in the Government-Wide financial statements, but are reported as deferred revenue (a liability) in Governmental Funds financial statements.	973,388
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in Governmental Funds Balance Sheet.	(85,984)
The Internal Service Fund is used by management to charge the costs of Health and Dental Insurance to individual funds. The assets and liabilities of the Internal Service Fund are included in Governmental Activities in the Government-Wide Statement of Net Assets.	2,640,825
Long-term liabilities (including bonds, loans, and capital leases payable, compensated absences and net OPEB obligation) are not due and payable in the current period and therefore they are not reported in the Governmental Funds Balance Sheet. See note 6 to the financial statements.	(16,651,559)
Bond issue costs are reported as expenditures in the Governmental Funds financial statements. The cost and related accumulated amortization is reflected as an other asset on the Government-Wide financial statements.	<u>156,969</u>
 Net Assets of Governmental Activities	 <u><u>\$ 58,228,951</u></u>

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Cemetery Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
General property taxes	\$ 51,543,496	\$ -	\$ -	\$ -	\$ 51,543,496
Intergovernmental revenues	254,257	-	-	-	254,257
Investment and interest income	65,458	-	319,234	15,444	400,136
Other local revenues	1,569,408	412,492	-	-	1,981,900
State and federal aid and grants	3,741,630	3,232,572	-	2,797,000	9,771,202
Other revenues	349,247	921	83,330	1,433,899	1,867,397
Total revenues	<u>57,523,496</u>	<u>3,645,985</u>	<u>402,564</u>	<u>4,246,343</u>	<u>65,818,388</u>
Expenditures:					
<i>Current:</i>					
Legislative, judicial and general administrative	1,484,253	-	-	15,845	1,500,098
Public safety	4,060,567	-	-	228,047	4,288,614
Public works	2,521,625	-	-	288,120	2,809,745
Food service	-	-	-	729,861	729,861
Conservation of health	45,000	-	-	-	45,000
Personnel charges	2,950,273	-	-	-	2,950,273
Recreation	97,956	-	-	153,532	251,488
Public libraries	1,152,488	-	-	-	1,152,488
Community services	-	-	-	790,165	790,165
Senior services	112,935	-	-	-	112,935
Inspections	94,331	-	-	-	94,331
Government utilities	369,705	-	-	-	369,705
Education	-	41,888,903	-	1,446,017	43,334,920
Cemetery	-	-	245,469	-	245,469
Miscellaneous	31,571	-	-	-	31,571
Debt Service	3,143,886	-	-	-	3,143,886
Capital outlay	43,058	-	-	1,346,496	1,389,554
Total expenditures	<u>16,107,648</u>	<u>41,888,903</u>	<u>245,469</u>	<u>4,998,083</u>	<u>63,240,103</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>41,415,848</u>	<u>(38,242,918)</u>	<u>157,095</u>	<u>(751,740)</u>	<u>2,578,285</u>

(Continued)

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<u>General Fund</u>	<u>School Unrestricted Fund</u>	<u>Cemetery Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<i>Other financing sources (uses):</i>					
Transfers from other funds	445,750	39,599,038	25,950	1,939,852	42,010,590
Transfers to other funds	(40,751,538)	(787,352)	-	(471,700)	(42,010,590)
<i>Total other financing sources (uses)</i>	<u>(40,305,788)</u>	<u>38,811,686</u>	<u>25,950</u>	<u>1,468,152</u>	<u>-</u>
 <i>Net change in fund balances</i>	 <u>1,110,060</u>	 <u>568,768</u>	 <u>183,045</u>	 <u>716,412</u>	 <u>2,578,285</u>
 <i>Fund balances - beginning of year</i>	 10,173,386	 1,193,887	 1,275,353	 3,831,712	 16,474,338
Adjustments to prior years	-	30,600	-	(30,600)	-
<i>Restated fund balances - beginning of year</i>	<u>10,173,386</u>	<u>1,224,487</u>	<u>1,275,353</u>	<u>3,801,112</u>	<u>16,474,338</u>
 <i>Fund balances - end of year</i>	 <u>\$ 11,283,446</u>	 <u>\$ 1,793,255</u>	 <u>\$ 1,458,398</u>	 <u>\$ 4,517,524</u>	 <u>\$ 19,052,623</u>

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

TOWN OF BARRINGTON, RHODE ISLAND
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and
Changes in the Fund Balances to Government-Wide Statement of Activities
For the Year Ended June 30, 2010

Net Changes in Fund Balances - Total Governmental Funds	\$ 2,578,285
Amounts reported for Governmental Activities in the Statement of Activities are different because:	
Governmental Funds financial statements report capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital asset additions recorded in the current period.	1,441,512
Capital asset contributions are reported in the Government-Wide Statement of Activities, but not in the Governmental Funds financial statements since they do not provide current financial resources.	391,208
Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in Governmental Funds financial statements.	(2,316,986)
Loss on disposal of capital assets is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, the loss on disposal of capital assets is not reported as an expenditure in the Governmental Fund financial statements.	(51,621)
Long-term compensated absences are reported in the Government-Wide Statement of Activities, but do not require the use of current financial resources. Therefore, long-term compensated absences are not reported as expenditures in Governmental Funds financial statements. This is the amount of the change in long-term compensated absences in the current period.	(42,802)
Bond proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Assets. Repayment of bond principal and payment to refunded bond escrow agent are expenditures in Government Funds, but the payments reduce long-term liabilities in the Government-Wide Statement of Net Assets. This amount represents bond principal payments during the current period.	2,570,000
Accrued interest on long-term debt is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, accrued interest expense is not reported as an expenditure in Governmental Funds financial statements. The following amount represents the change in accrued interest from prior year.	41,758
The Internal Service Fund is used by management to charge the costs of Health and Dental Insurance to individual funds. The net revenues (expenses) of the Internal Service Fund is reported with Governmental Activities in the Government-Wide financial statements.	468,302
Debt issued at a premium provide current financial resources to Governmental Funds, but are deferred and amortized in the Government-Wide financial statements. Debt issuance costs and loss on refundings are expenditures in the Governmental Funds, but are deferred and amortized in the Government-Wide financial statements. This amount represents amortization on loss on refundings during the current period. This amount represents amortization of premium on debt during the current period. This amount represents amortization of debt issuance costs during the current period.	(58,802) 30,881 (28,184)
Loan and capital lease proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Assets. Repayment of bond and capital lease principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Assets. This amount represents loan and capital lease principal payments during the current period.	595,562
Long-term net other post employment benefit (OPEB) obligation is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, long-term net OPEB obligation is not reported as expenditures in Governmental Funds financial statements. This is the amount of the change in long-term net OPEB obligation in the current period.	(1,063,852)
Revenues in the Government-Wide Statement of Activities that are not measurable and available in Governmental Funds are not reported as revenue in the Governmental Funds.	(112,562)
Change in Net Assets of Governmental Activities	\$ 4,442,699

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Net Assets
Proprietary Funds
June 30, 2010

	<i>Business-Type Activities Enterprise Fund</i>	<i>Governmental Activities Internal Service Fund</i>
	<u><i>Wastewater</i></u>	<u><i>Service Fund</i></u>
<i>Assets</i>		
<i>Current assets:</i>		
Cash and cash equivalents	\$ 1,925,990	\$ 3,780,038
Accounts receivable:		
Sewer use	1,869,562	-
Sewer improvement assessment	1,102,055	-
Due from federal and state government	456,981	-
Due from other funds	2,381,744	242,072
<i>Total current assets</i>	<u>7,736,332</u>	<u>4,022,110</u>
<i>Noncurrent assets:</i>		
Capital assets:		
Depreciable assets - net	28,486,537	-
Other assets	134,271	125,300
<i>Total noncurrent assets</i>	<u>28,620,808</u>	<u>125,300</u>
<i>Total assets</i>	<u>36,357,140</u>	<u>4,147,410</u>
<i>Liabilities</i>		
<i>Current liabilities:</i>		
Accounts payable and accrued expenses	108,093	1,232,490
Due to other funds	1,999,596	-
Accrued interest payable	68,484	-
Claims payable	-	274,095
Accrued compensated absences	26,297	-
Current portion of bonds and loan payable	685,000	-
<i>Total current liabilities</i>	<u>2,887,470</u>	<u>1,506,585</u>
<i>Noncurrent liabilities:</i>		
Bonds and loan payable	13,585,170	-
<i>Total noncurrent liabilities</i>	<u>13,585,170</u>	<u>-</u>
<i>Total liabilities</i>	<u>16,472,640</u>	<u>1,506,585</u>
<i>Net Assets</i>		
Investment in capital assets, net of related debt	15,956,063	-
Unrestricted	3,928,437	2,640,825
<i>Total net assets</i>	<u>\$ 19,884,500</u>	<u>\$ 2,640,825</u>

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	<u><i>Business-Type Activities Enterprise Fund</i></u>	<u><i>Governmental Activities Internal Service Fund</i></u>
	<u><i>Wastewater</i></u>	
<i>Operating revenues</i>		
Sewer use fees	\$ 2,862,036	\$ -
Charges for insurance and services	-	6,602,432
<i>Total operating revenues</i>	<u>2,862,036</u>	<u>6,602,432</u>
 <i>Operating expenses</i>		
Salaries and benefits	358,947	-
Materials and supplies	8,451	-
Repair and maintenance	89,982	-
Depreciation	1,304,701	-
Utilities	120,732	-
Contractual services	1,227,324	-
Claims	-	4,319,405
Postemployment fund contribution	-	1,448,826
Other expenses	45,015	372,387
<i>Total operating expenses</i>	<u>3,155,152</u>	<u>6,140,618</u>
 <i>Operating income (loss)</i>	<u>(293,116)</u>	<u>461,814</u>
 <i>Nonoperating revenues (expenses)</i>		
Investment income	9,205	6,488
Amortization expense	(8,594)	-
Interest expense	(376,485)	-
<i>Total nonoperating revenues (expenses)</i>	<u>(375,874)</u>	<u>6,488</u>
 <i>Change in net assets</i>	<u>(668,990)</u>	<u>468,302</u>
 <i>Total net assets, beginning of year</i>	<u>20,553,490</u>	<u>2,172,523</u>
 <i>Total net assets, end of year</i>	<u>\$ 19,884,500</u>	<u>\$ 2,640,825</u>

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	<u><i>Business-Type Activities Enterprise Fund</i></u>	<u><i>Governmental Activities Internal Service Fund</i></u>
	<u><i>Wastewater</i></u>	
<i>Cash flows from operating activities</i>		
Cash received from insurance and service charges	\$ -	\$ 6,602,432
Claim payments	-	(4,194,563)
Cash received from customers	2,912,187	-
Cash payments to suppliers for goods and services	(1,497,493)	(372,387)
Cash payments to employees for services	(358,268)	-
Other operating payments	-	(2,252,704)
Decrease in deposits	-	89,500
<i>Net cash provided by (used for) operating activities</i>	<u>1,056,426</u>	<u>(127,722)</u>
<i>Cash flows from non-capital financing activities</i>		
Interfund transactions	(7,818)	(88,054)
<i>Net cash used for non-capital related financing activities</i>	<u>(7,818)</u>	<u>(88,054)</u>
<i>Cash flows from capital and related financing activities</i>		
Payment interest expense	(379,360)	-
Payment of principal on loans	(672,000)	-
<i>Net cash used for capital and related financing activities</i>	<u>(1,051,360)</u>	<u>-</u>
<i>Cash flows from investing activities</i>		
Investment income	9,205	6,488
<i>Net cash provided by investing activities</i>	<u>9,205</u>	<u>6,488</u>
<i>Net increase (decrease) in cash and cash equivalents</i>	6,453	(209,288)
<i>Cash and cash equivalents, beginning of year</i>	<u>1,919,537</u>	<u>3,989,326</u>
<i>Cash and cash equivalents, end of year</i>	<u>\$ 1,925,990</u>	<u>\$ 3,780,038</u>

(Continued)

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Cash Flows (Continued)
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	<u><i>Business-Type Activities Enterprise Fund</i></u>	<u><i>Governmental Activities Internal Service Fund</i></u>
	<u><i>Wastewater</i></u>	<u><i>Service Fund</i></u>
<i>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities</i>		
Operating income (loss)	\$ (293,116)	\$ 461,814
<i>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</i>		
Depreciation	1,304,701	-
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	50,151	-
Increase (decrease) in accounts payable and accrued expenses	(5,310)	(679,036)
(Increase) decrease in deposits	-	89,500
	<u> </u>	<u> </u>
<i>Net cash provided by (used for) operating activities</i>	<u><u>\$ 1,056,426</u></u>	<u><u>\$ (127,722)</u></u>

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

TOWN OF BARRINGTON, RHODE ISLAND

Statement of Fiduciary Net Assets

Fiduciary Funds

June 30, 2010

	<u><i>Post Employment Benefits Trust Fund</i></u>	<u><i>Private- Purpose Trusts</i></u>	<u><i>Agency Funds</i></u>
<i>Assets</i>			
Cash and cash equivalents	\$ 2,593,575	\$ 780,588	\$ 371,283
Investments	-	2,402,487	3,631
Contribution receivable	1,148,981	-	-
Accrued interest receivable	-	106	-
Due from other funds	-	-	7,467
Other receivables	-	123,244	-
<i>Total assets</i>	<u>3,742,556</u>	<u>3,306,425</u>	<u>382,381</u>
<i>Liabilities</i>			
Due to other funds	-	434,556	69,687
Deposits held in custody for others	-	-	312,694
<i>Total liabilities</i>	<u>-</u>	<u>434,556</u>	<u>382,381</u>
<i>Net Assets</i>			
Held in trust for post employment benefits and other purposes	<u>\$ 3,742,556</u>	<u>\$ 2,871,869</u>	<u>\$ -</u>

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

TOWN OF BARRINGTON, RHODE ISLAND
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2010

	<u><i>Post Employment Benefits Trust Fund</i></u>	<u><i>Private- Purpose Trusts</i></u>
<i>Additions</i>		
Contributions:		
Employer	\$ 1,526,488	\$ -
Plan member	28,569	-
Total contributions	<u>1,555,057</u>	<u>-</u>
Investment income:		
Net appreciation (depreciation) in fair value of investments	-	194,432
Interest and dividends	-	78,570
Net investment income	<u>-</u>	<u>273,002</u>
Other revenue	-	4,803
<i>Total additions</i>	<u>1,555,057</u>	<u>277,805</u>
<i>Deductions</i>		
Benefits	1,326,303	-
Miscellaneous	-	307,140
<i>Total deductions</i>	<u>1,326,303</u>	<u>307,140</u>
<i>Change in net assets</i>	228,754	(29,335)
<i>Net assets - beginning of year</i>	<u>3,513,802</u>	<u>2,901,204</u>
<i>Net assets - end of year</i>	<u>\$ 3,742,556</u>	<u>\$ 2,871,869</u>

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

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

The financial statements of the Town of Barrington, Rhode Island, have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following notes to the financial statements are an integral part of the Town's financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The Town of Barrington was founded in 1770. The Town is governed largely under the 1958 Barrington Home Rule Charter. In some matters, including the issuance of short and long-term debt, the Town is governed by the general laws of the State of Rhode Island. The Town operates under a Town Council-Town Manager form of government and provides the following services as authorized by its charter: public safety (police, fire, civil preparedness and harbor control); public works (sanitation, highways and streets, engineering and building maintenance); code enforcement; recreation; education; libraries; social services; and general administrative services.

In evaluating the inclusion of other separate and distinct legal entities as component units within its financial reporting entity, the Town applied the criteria prescribed by GASB Statement No. 14, as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units." A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable or for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Town of Barrington does not have any component units.

B. BASIS OF PRESENTATION AND ACCOUNTING

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds to demonstrate legal compliance and to aid management by segregating transactions related to specific Town functions or activities.

Government-Wide Financial Statements

The Town's Government-Wide Financial Statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the Town accompanied by a total column. Fiduciary activities of the Town are not included in these statements.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

These statements are presented on an “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all the Town’s assets and liabilities, including capital assets, infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred. The types of transactions reported as program revenues for the Town are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

The Town applies to the Business-Type Activities and the Enterprise Fund all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect) as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the Committee on Accounting Procedure.

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net assets and changes in net assets presented in the Government-Wide Financial Statements.

All governmental funds are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the Town, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Major Governmental Funds:

General Fund – The General Fund is used to account for resources devoted to financing the general services that the Town performs for its citizens.

School Unrestricted Fund – The School Unrestricted Fund is used to account for the budgeted resources devoted to financing the general operations of the School Department.

Cemetery Fund – The Cemetery Fund is used to account for monies donated for the Town cemetery and for revenue from the sale of cemetery lots.

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows. A column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the Governmental Activities in the Government-Wide Financial Statements.

Proprietary funds are accounted for using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included in the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The Town has one Enterprise Fund as follows:

Wastewater Fund – The Wastewater Fund is used to account for the sewer use fees and the expenses associated with providing wastewater services to Town residents.

The Town has one Internal Service Fund as follows:

Medical Fund – The Medical Fund is used to account for the Town’s self-insured health and dental care programs.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Net Assets and a Statement of Changes in Net Assets. The Town's Fiduciary Funds include the Post Employment Benefits Trust Fund, Private Purpose Trust Funds and Agency Funds. Fiduciary Funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or other governments. The Fiduciary Funds are accounted for on a spending or "*economic resources*" measurement focus and the accrual basis of accounting. Agency funds are purely custodial and do not involve measurement of results of operations.

Post Employment Benefits Trust Fund – This fund was established by Town ordinance effective December 2006 to account for funds to finance other post employment benefits paid by the Town and the payment of these benefits as they come due. The fund presently is accounting for surplus funds derived and transferred from the Town's Medical Internal Service Fund in conformance with the Town ordinance and the payment of retirees' benefits on a "pay as you go" basis.

Private Purpose Trust Funds – These funds account for funds held by the Town under various trust arrangements for the benefit of certain individuals. The Private Purpose Trust Funds includes the Land Easement Security Fund, the Amey Tucker Spencer Trust Fund, the Nicholas Gizzarelli Trust Fund, and the Patrick Murphy Trust Fund.

Agency Funds – These funds account for assets held by the Town as agent for various student groups and for funds held in probate. The Agency Funds include the Performance Bond Fund, Student Activity Funds and the Probate Fund.

C. CASH EQUIVALENTS

For the purpose of the Statement of Cash Flows, the Town considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

D. INVESTMENTS

The Town has implemented Governmental Accounting Standards Board Statement Number 31. As such, investments are recorded at fair value, except for nonparticipating interest earning investment contracts (i.e. certificates of deposit) which are recorded at amortized cost.

E. ACCOUNTS RECEIVABLE AND TAXES RECEIVABLE

Accounts receivable and taxes receivable are shown net of an allowance for uncollectible accounts. The allowances are calculated based on the age of the individual receivables.

Property taxes which were levied on September 1, of the current year and other delinquent balances are recorded as receivables.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

F. UNBILLED SERVICES RECEIVABLE

Wastewater revenue is recorded when earned. Customers are billed annually. The estimated value of services provided but unbilled at year-end has been included in the accompanying financial statements.

G. INVENTORY

Inventory is maintained on a periodic system and is stated at cost (first in, first out method of inventory valuation). Inventory is generally recorded as expenditures/expenses when consumed.

H. CAPITAL ASSETS AND DEPRECIATION

Capital assets are reported in the Government-Wide Statement of Net Assets but are not reported in the Governmental Fund Financial Statements.

All capital assets are capitalized at historical or estimated historical cost. Donated capital assets are recorded at fair market values as of the date received. The Town follows the policy of not capitalizing assets with a cost of less than \$5,000 and a useful life of less than 1 year. The Town retroactively adjusted for infrastructure assets in fiscal year 2004.

Depreciation is calculated on the straight-line basis over the following useful lives:

<u>Description</u>	<u>Useful Life</u>
Land improvements	20 – 50 years
Buildings, improvements, pump stations and infrastructure	20 – 50 years
Machinery and equipment	5 – 30 years
Vehicles	5 – 15 years

I. BOND PREMIUMS AND ISSUANCE COSTS

In the Governmental Fund Financial Statements, debt premiums and issuance costs are treated as period costs in the year of issue. Debt issuance costs are shown as an “expenditure” and debt premiums are reflected as an “other financing source”.

In the Government-Wide Statements, debt premiums and issuance costs are deferred and amortized over the term of the debt. Debt premiums are presented as an addition to the face amount of the debt payable whereas issuance costs are recorded as other assets.

J. DEFERRED REVENUE

In the Governmental Fund Financial Statements, deferred revenue represents funds received in advance of being owed or receivables which will be collected and included in revenues of future fiscal years. In the General Fund, deferred revenues relate to property tax receivables and betterment assessment which are assessed on December 31, and billed on the 1st of September to be payable on September 30th (with provisions for quarterly payments), plus delinquent balances less property tax amounts due as of the balance sheet date and received sixty days thereafter.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

K. PROPERTY TAXES

The Town is permitted by state law to levy property taxes. Current tax collections for the Town, including the 60-day collections, were approximately 97.29% of the total 2009 levy. The tax rate of the Town is established by the citizens at the Financial Town Meeting.

The Town's fiscal 2009-2010 property taxes were levied on September 1, 2009 on assessed valuation as of December 31, 2008. Upon levy, taxes are billed quarterly and are due on September 30, December 30, March 30, and June 30. Failure to mail payments by due dates will result in lien on taxpayer's property. Taxable assessed values are established by Tax Assessor's Office and are currently calculated at approximately 100% of current market value for real estate and 44% for motor vehicles. A revaluation of all property was completed as of December 31, 2008.

L. COMPENSATED ABSENCES

Under the terms of various contracts and agreements, Town employees are granted vacation and sick leave in varying amounts based on length of service. Vacation benefits are accrued as a liability based on the accumulated benefits earned at June 30. Sick leave benefits are based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The liability is calculated at the rate of pay in effect at June 30, 2010.

The entire compensated absence liability is reported on the Government-Wide Financial Statements. For Governmental Fund Financial Statements, the amount of accumulated vacation and sick leave has been recorded as a current liability to the extent that the amounts are due to employees that have resigned or retired.

M. ACCRUED LIABILITIES AND LONG-TERM DEBT

All accrued liabilities and long-term debt are reported in the Government-Wide Financial Statements.

For Governmental Fund Financial Statements, the accrued liabilities are generally reported as a governmental fund liability if due for payment as of the balance sheet date regardless of whether they will be liquidated with current financial resources. However, claims and judgments and compensated absences paid from governmental funds are reported as a liability in the Fund Financial Statements only for the portion expected to be financed from expendable available financial resources. Long-term debt paid from governmental funds is not recognized as a liability in the Fund Financial Statements until due.

N. 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 expenditures/expenses during the reporting period. Actual results could differ from those estimates.

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Financial Statements
June 30, 2010

NOTE 2 - CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
Nondepreciable assets:				
Land	\$ 12,148,064	\$ 268,207	\$ -	\$ 12,416,271
Construction in progress	12,715	577,230	90,830	499,115
	<u>12,160,779</u>	<u>845,437</u>	<u>90,830</u>	<u>12,915,386</u>
Depreciable assets:				
Land improvements and infrastructure	13,138,552	318,420	91,493	13,365,479
Buildings and improvements	43,266,912	332,893	-	43,599,805
Machinery and equipment	2,995,787	106,104	235,020	2,866,871
Vehicles	5,864,413	320,692	191,550	5,993,555
	<u>65,265,664</u>	<u>1,078,109</u>	<u>518,063</u>	<u>65,825,710</u>
Total capital assets	<u>77,426,443</u>	<u>1,923,546</u>	<u>608,893</u>	<u>78,741,096</u>
Less accumulated depreciation for:				
Land improvements and infrastructure	6,123,714	448,301	86,458	6,485,557
Buildings and improvements	13,476,631	793,699	-	14,270,330
Machinery and equipment	1,651,700	315,760	197,621	1,769,839
Vehicles	3,831,785	759,226	182,363	4,408,648
Total accumulated depreciation	<u>25,083,830</u>	<u>2,316,986</u>	<u>466,442</u>	<u>26,934,374</u>
Governmental activities capital assets, net	<u>\$ 52,342,613</u>	<u>\$ (393,440)</u>	<u>\$ 142,451</u>	<u>\$ 51,806,722</u>
Business-Type Activities:				
Nondepreciable assets:				
Construction in progress	\$ -	\$ -	\$ -	\$ -
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Depreciable assets:				
Building	3,553,578	-	-	3,553,578
Underground piping	42,447,375	-	-	42,447,375
Pump stations and improvements	8,089,634	-	-	8,089,634
Machinery and equipment	852,780	-	618	852,162
Vehicles	249,564	-	-	249,564
	<u>55,192,931</u>	<u>-</u>	<u>618</u>	<u>55,192,313</u>
Total capital assets	<u>55,192,931</u>	<u>-</u>	<u>618</u>	<u>55,192,313</u>
Less accumulated depreciation for:				
Building	2,012,656	76,994	-	2,089,650
Underground piping	22,117,035	848,425	-	22,965,460
Pump stations and improvements	913,207	323,585	-	1,236,792
Machinery and equipment	109,231	55,697	618	164,310
Vehicles	249,564	-	-	249,564
Total accumulated depreciation	<u>25,401,693</u>	<u>1,304,701</u>	<u>618</u>	<u>26,705,776</u>
Business-type activities capital assets, net	<u>\$ 29,791,238</u>	<u>\$ (1,304,701)</u>	<u>\$ -</u>	<u>\$ 28,486,537</u>

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Depreciation expense was charged to governmental functions as follows:

Legislative, judicial and general administrative	\$ 168,607
Public safety	544,420
Public works	744,734
Recreation	73,001
Public libraries	37,354
Senior services	4,966
Education	743,904
Total Depreciation Expense	<u>\$2,316,986</u>

NOTE 3 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. LEGAL DEBT MARGIN

The Town's legal debt margin as set forth by State Statute is limited to three percent of total taxable assessed value which approximates \$93,206,109. As of June 30, 2010, the Town's debt subject to the legal debt margin is \$18,641,471 and the Town is under the debt limit by \$74,564,638. The debt subject to the debt limitation is based on the type of debt that is issued.

NOTE 4 – CASH DEPOSITS

DEPOSITS - are in three financial institutions and are carried at cost. The carrying amount of deposits is separately displayed on the Balance Sheet of the Fund Financial Statement and Statement of Net Assets as "Cash and Cash Equivalents".

	<i>Carrying Amount</i>
Total Deposits	<u>\$21,076,596</u>
Add: Petty Cash	1,255
Add: Investments classified as cash equivalents	<u>2,153,466</u>
Total Cash and Cash Equivalents Reported in the Financial Statements	<u>\$23,231,317</u>

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

CUSTODIAL CREDIT RISK – custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Town will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a formal deposit policy for custodial credit risk, but is governed by State Laws as described below. As of June 30, 2010, \$18,025,261 of the Town’s bank balance of \$20,303,164 was exposed to custodial credit risk as follows:

	<i>Bank Balance</i>
Insured (federal depository insurance funds)	\$ 2,277,903
Collateralized with securities held by pledging financial institution or its agent, in the Town’s name	16,909,608
Uninsured and uncollateralized	1,115,653
<i>Total</i>	<u>\$20,303,164</u>

Under Rhode Island general laws, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits which are time deposits with maturities greater than sixty (60) days. Any of these institutions which do not meet minimum capital standards prescribed by federal regulators shall insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits, regardless of maturity. At June 30, 2010, the Town's uncollateralized deposits with institutions were \$1,115,653. These deposits are held by institutions that meet the minimum capital standards prescribed by the federal regulators.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

NOTE 5 – INVESTMENTS

As of June 30, 2010 the Town had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>
MBIA RI Investment Pool	N/A	\$ 819,144	Not rated
Money Market Fund	N/A	124,718	Not rated
Mutual Funds – Equity	N/A	1,412,541	Not rated
Other	N/A	12,617	Not rated
Mutual Funds – Bonds	Average maturity of portfolio – 5.4 years	34,138	B (Average)
Mutual Funds – Bonds	Average maturity of portfolio – 7 years	57,502	BB (Average)
Mutual Funds – Bonds	Average maturity of portfolio – 10.9 years	146,003	BBB (Average)
Mutual Funds – Bonds	Average maturity of portfolio – 4.2 years	59,052	AAA (Average)
Mutual Funds – Bonds	Average maturity of portfolio – 6.7 years	38,560	BBB (Average)
Mutual Funds – Bonds	Average maturity of portfolio – 5.2 years	34,105	B (Average)
Mutual Funds – Bonds	Average maturity of portfolio – 8.3 years	335,523	AA
Common Stock	N/A	276,645	Not rated
Money Market Reserves	N/A	193,885	Not rated
US Treasury Note	1 year or less	225,813	AAA
US Treasury Note	Over 1 year	251,375	AAA
Federal Home Loan Bank	1 year or less	50,063	AAA
Federal Home Loan Mortgage Corp.	1 year or less	50,507	AAA
Federal National Mortgage Assn.	1 year or less	10,050	AAA
Commercial Paper	1 year or less	45,234	AA2
Commercial Paper	1 year or less	147,968	A
Commercial Paper	1 year or less	10,061	AAA
Commercial Paper	Over 1 year	25,967	AA-
Commercial Paper	Over 1 year	25,910	AAA
Commercial Paper	Over 1 year	25,378	AA-
International Bond	September 2010	25,120	AA-
International Bond	September 2010	25,216	AA-
International Bond	September 2011	25,150	AA
Money Market Fund	N/A	739,860	N/A
Corporate Notes	July 2012	54,154	A-
Federal Home Loan Mortgage Corp.	July 2012	70,870	AAA
Corporate Notes	November 2017	114,360	A+
Mutual Fund – Fixed Income	Average – 7.4 years	111,270	AA (Average)
Mutual Fund – Fixed Income	Average – 4.0 years	102,713	AA (Average)
Mutual Fund – Fixed Income	Average – 5.9 years	50,693	BB (Average)
Mutual Fund – Fixed Income	Average – 8.3 years	175,794	A (Average)
Mutual Fund – Fixed Income	Average – 8.0 years	70,846	BB (Average)
Mutual Fund – Fixed Income	Average – 9.1 years	25,645	BBB (Average)
Mutual Fund – Fixed Income	N/A	26,112	BB
Mutual Fund – Fixed Income	Average – 6.6 years	51,135	A (Average)
Mutual Fund – Fixed Income	Average – 7.7 years	48,397	B (Average)
Mutual Fund – Fixed Income	Average – 5.4 years	126,369	B (Average)
Stock	N/A	1,170,245	Not Rated
Hedge Fund	N/A	138,927	Not Rated
REIT	N/A	41,320	Not Rated
Commodity Fund	N/A	2,223	Not Rated
Other	N/A	5,505	Not Rated
Money Market (Merrill Lynch)	Average – 52 days	1,402,003	AAAm
		<u>9,016,686</u>	
Less: Investments classified as cash equivalents		<u>(2,153,466)</u>	
Total Investments Reported in the Financial Statements		<u>\$ 6,863,220</u>	

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

The Town has investment policies for the following funds:

General Fund investments are governed by Title 35, Chapter 10, Section 11 of the State's General Laws. This law generally allows for short-term investments, such as Certificate of Deposits, Money Market Funds, Obligations guaranteed by the U.S. Government, etc. with the goal of seeking reasonable income while preserving capital.

Capital project funds (Reserve Funds) are governed by Title 45, Chapter 11, Section 1 of the State's General Laws. This law permits, with advice from the Town Council, savings accounts, certificate of deposits, obligations of the U.S. government or its agencies or in any other short-term investment, as would be made by prudent persons of discretion and intelligence.

The Cemetery funds are invested at the discretion of the Cemetery Commission. The policy allows for diversity in equity, fixed income and cash equivalents and to provide a balance in investment return while avoiding speculative issues and avoiding concentration in individual issues or sectors.

The Amey Tucker Spencer private-purpose trust fund's investment policy is a general 'balanced return' strategy. It intends to provide long-term total return opportunities through an allocation of both equities (50% - 70%) and fixed income investments (30% - 50%).

Interest Rate Risk – The Town does not have any restrictions in any of its investment policies that limit investment maturities. The Capital Projects fund is the only fund that is particularly sensitive to interest rate risk due to its high concentration in government bonds. In order to minimize risk of fair value losses arising from interest rate fluctuations, we are using the three-month U.S. Treasury Bill as a performance benchmark.

Credit Risk –The Town is governed by State Laws that limit investment choices to short-term investments for its' public deposits (General Fund) and reserve funds (Capital Projects). The Town has further limited its investment in the Capital Projects fund to obligations of the U.S. Government and its agencies and the top two tiers of commercial paper. The investment choices in the other funds are not limited.

Concentration of Credit Risk –The Town does not have any policies that limit the amount that can be invested with one issuer. Currently, the Town invests 63% of its' total investments with the Bank of America and its' affiliates, either directly or indirectly.

Custodial Credit Risk – Custodial credit risk for investments is the risk that in the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town's investment in common stock is \$1,446,890 is held by the investment's counterparty in the Town's name. The Federal Home Loan Mortgage Corporation investments of \$121,377, the Federal National Mortgage Association investments of \$10,050, US Treasury Notes of \$477,188, Federal Home Loan Bank of \$50,063 along with the Commercial Paper and Corporate Bonds totaling \$524,518 are held in the investment's counterparty in the Town's name. The Town does not have a policy governing custodial credit risk.

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Financial Statements
June 30, 2010

NOTE 6 – LONG TERM LIABILITIES

A. LONG-TERM LIABILITIES

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:					
Bonds, loans and capital leases payable:					
General obligation bonds	\$ 16,620,000	\$ -	\$ 2,570,000	\$ 14,050,000	\$ 2,550,000
Loans payable	1,100,000	-	575,000	525,000	75,000
Capital leases payable	121,863	-	20,562	101,301	20,433
	<u>17,841,863</u>	<u>-</u>	<u>3,165,562</u>	<u>14,676,301</u>	<u>2,645,433</u>
Plus amortized premium on bonds	183,498	-	30,880	152,618	-
Less deferred amount of refundings	(428,212)	-	(58,802)	(369,410)	-
Total bonds, loans and capital leases	<u>17,597,149</u>	<u>-</u>	<u>3,137,640</u>	<u>14,459,509</u>	<u>2,645,433</u>
Other liabilities:					
Compensated absences	636,003	58,202	15,400	678,805	35,000
Net other post employment benefit obligation	449,393	1,063,852	-	1,513,245	-
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 18,682,545</u>	<u>\$ 1,122,054</u>	<u>\$ 3,153,040</u>	<u>\$ 16,651,559</u>	<u>\$ 2,680,433</u>
Business Type Activities:					
General obligation bonds	\$ 4,555,000	\$ -	\$ 170,000	\$ 4,385,000	\$ 175,000
Loan payable	10,387,170	-	502,000	9,885,170	510,000
Compensated absences	26,297	26,297	26,297	26,297	26,297
Business-Type Activities					
Long-Term Liabilities	<u>\$ 14,968,467</u>	<u>\$ 26,297</u>	<u>\$ 698,297</u>	<u>\$ 14,296,467</u>	<u>\$ 711,297</u>

All debt of the Governmental Activities is general obligation debt. The payments on the bonds and loans are made from the General Fund. The capital leases are paid from appropriations in the General Fund and the School Unrestricted Fund. The compensated absences from Governmental Activities are paid from the General Fund. The net other post employment benefit obligation will be paid from the General Fund and the School Unrestricted Fund. All debt and compensated absences of the Business-Type Activities are paid from the Wastewater Fund.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

B. GENERAL OBLIGATION BONDS DEBT SERVICE REQUIREMENTS

The debt service requirements at June 30, 2010, were as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Governmental Activities General Obligation Bonds</u>		<u>Business-Type Activities General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 2,550,000	\$ 416,281	\$ 175,000	\$ 191,501
2012	2,555,000	338,819	185,000	183,845
2013	1,420,000	263,781	195,000	175,983
2014	1,155,000	230,506	200,000	167,695
2015	1,140,000	198,488	210,000	159,195
2016-2020	4,895,000	518,828	1,205,000	639,490
2021-2025	335,000	13,400	1,510,000	357,309
2026-2027	-	-	705,000	46,774
	<u>\$14,050,000</u>	<u>\$1,980,103</u>	<u>\$4,385,000</u>	<u>\$1,921,792</u>

C. CAPITAL LEASE COMMITMENTS

The Town acquired office equipment valued at \$132,598 that was financed with lease purchase agreements.

Obligations of governmental activities under capital leases at June 30, 2010 were as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Lease Payment Requirements</u>
2011	\$ 34,551
2012	34,550
2013	34,550
2014	31,671
Total minimum lease payments	<u>135,322</u>
Less: Amount representing interest cost	<u>(34,021)</u>
Present value of minimum lease payments	<u>\$101,301</u>

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Financial Statements
 June 30, 2010

D. BONDS PAYABLE								
<u>Purpose</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Outstanding June 30, 2009</u>	<u>New Issues</u>	<u>Refundings and Maturities During Year</u>	<u>Outstanding June 30, 2010</u>
<i>Governmental Activities:</i>								
General Obligation Bond	07/15/02	3.00-4.00%	04/15/12	\$ 10,000,000	\$ 2,355,000	\$ -	\$ 755,000	\$ 1,600,000
Refunding Bond	08/07/01	4.00-5.00%	12/01/11	7,870,000	965,000	-	305,000	660,000
General Obligation Bond	01/15/05	2.00-3.50%	01/15/15	1,470,000	900,000	-	150,000	750,000
General Obligation Bond	06/15/06	4.00-4.60%	06/15/21	3,765,000	3,200,000	-	205,000	2,995,000
Refunding Bond	05/06/09	2.00-3.125%	10/01/19	9,200,000	9,200,000	-	1,155,000	8,045,000
Total Governmental Activities					<u>16,620,000</u>	<u>-</u>	<u>2,570,000</u>	<u>14,050,000</u>
<i>Business-Type Activities:</i>								
General Obligation Bond	06/15/07	4.20-5.00%	06/15/27	4,845,000	4,555,000	-	170,000	4,385,000
Total Business-Type Activities					<u>4,555,000</u>	<u>-</u>	<u>170,000</u>	<u>4,385,000</u>
Total Bonds Payable					<u>\$ 21,175,000</u>	<u>\$ -</u>	<u>\$ 2,740,000</u>	<u>\$ 18,435,000</u>

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

E. LOANS PAYABLE

Governmental Activities – On August 1, 2007, the Town entered into a loan agreement in the amount of \$735,000 with RI Health and Educational Building Corporation. The loan bears interest of 4.25 - 4.50% and is due April 1, 2008-2017.

On November 13, 2007, the Town entered into a loan agreement with RI Housing and Mortgage Finance Corporation in the amount of \$500,000. The loan bears interest of 6% and is due June 30, 2010.

Business-Type Activities – The Town of Barrington has entered into three loan agreements with the Rhode Island Clean Water Protection Finance Agency as follows:

<u>Loan Date</u>	<u>Original Loan Amount</u>	<u>Interest Rate</u>	<u>Matures</u>
December 30, 2004	\$4,392,000	1.208%	September 1, 2005-2024
December 21, 2006	3,908,000	1.240%	September 1, 2008-2027
December 12, 2007	3,156,170	1.344%	September 1, 2008-2027

The loan proceeds are to be used by the Town for the upgrade of the sewer treatment system. The Agency pays project invoices certified by the Town directly to the contractors or reimburses the Town for costs incurred on the projects. As of June 30, 2010 loans payable of \$9,885,170 are reflected in the Waste Water Fund. A due from the Rhode Island Clean Water Protection Finance Agency of \$456,981 is shown for that portion of the \$3,156,170 loan which has not been advanced as of June 30, 2010. The Town is responsible to drawdown and to repay the full amount of the loan.

The debt service through maturity for the above loans is as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 75,000	\$ 22,688	\$ 510,000	\$ 174,434
2012	75,000	19,500	519,000	166,069
2013	75,000	16,312	527,000	157,398
2014	75,000	13,125	536,000	148,434
2015	75,000	9,938	545,000	139,184
2016-2020	150,000	10,125	2,872,000	546,551
2021-2025	-	-	3,147,000	268,697
2026-2028	-	-	1,229,170	35,417
	<u>\$525,000</u>	<u>\$91,688</u>	<u>\$9,885,170</u>	<u>\$1,636,184</u>

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

F. PRIOR-YEAR DEFEASANCE OF DEBT

In prior years, the Town defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Town's financial statements. On June 30, 2010, \$7,895,000 of bonds outstanding are considered defeased.

NOTE 7 – INTERFUND BALANCES

The Town reports interfund balances between many of its funds. The totals of all balances agree with the sum of interfund balances presented in the fund statements.

	<i>Due From:</i>						<i>Total</i>
	<i>General Fund</i>	<i>Cemetery Fund</i>	<i>Nonmajor Governmental Funds</i>	<i>Enterprise Fund</i>	<i>Private Purpose Trust Funds</i>	<i>Agency Funds</i>	
<i>Due To:</i>							
General Fund	\$ (1,994,330)	\$ 117,132	\$ 1,834,627	\$ 1,999,596	\$ 434,556	\$ 62,220	\$ 2,453,801
School Unrestricted Fund	2,350,912	-	-	-	-	-	2,350,912
Nonmajor Governmental Funds	2,250,782	7,050	-	-	-	-	2,257,832
Enterprise Fund	2,381,744	-	-	-	-	-	2,381,744
Internal Service Fund	242,072	-	-	-	-	-	242,072
Agency Funds	-	-	-	-	-	7,467	7,467
<i>Total</i>	<u>\$ 5,231,180</u>	<u>\$ 124,182</u>	<u>\$ 1,834,627</u>	<u>\$ 1,999,596</u>	<u>\$ 434,556</u>	<u>\$ 69,687</u>	<u>\$ 9,693,828</u>

The balances primarily result from the time lag between the dates the 1) transactions are recorded in the accounting system and 2) payments between funds are made.

The advance balance from the General Fund to the Cemetery Fund is being repaid annually with interest paid semi-annually through June 2, 2014.

NOTE 8 – INTERFUND TRANSFERS

	<i>Transfer From:</i>			<i>Total</i>
	<i>General Fund</i>	<i>School Unrestricted Fund</i>	<i>Nonmajor Governmental Funds</i>	
<i>Transfer To:</i>				
General Fund	\$ -	\$ -	\$ 445,750	\$ 445,750
School Unrestricted Fund	39,599,038	-	-	39,599,038
Cemetery Fund	-	-	25,950	25,950
Nonmajor Governmental Funds	1,152,500	787,352	-	1,939,852
<i>Total</i>	<u>\$ 40,751,538</u>	<u>\$ 787,352</u>	<u>\$ 471,700</u>	<u>\$ 42,010,590</u>

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Transfers are used to move revenues from the fund that the budget requires to collect them, to the funds that the budget requires to expend them. For example, the \$39,599,038 transfer is the School appropriation that is budgeted in the General Fund as a revenue source to be transferred to the School Unrestricted Fund and expended.

NOTE 9 – NET ASSETS/FUND BALANCES

The Government-Wide Financial Statements utilize a net asset presentation. Net assets are categorized as invested in capital assets, net of related debt; restricted; and unrestricted.

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

Restricted Net Assets – This category represents external restrictions imposed by grantors or laws and regulations.

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

In the Fund Financial Statements, reserves and designations segregate portions of fund balance that are either not available or have been earmarked for specific purposes. At June 30, 2010, reservations and designations of fund balance are described below:

Reserved for LR Peck School House building maintenance – to reserve the principal portion of this permanent fund, which is nonexpendable.

Reserved for cemetery perpetual care – to reserve the principal portion of this permanent fund, which is nonexpendable.

Reserved for tax title property – to reserve for property held by the Town.

Reserved for encumbrances – to reserve for encumbrances outstanding at June 30, 2010.

Reserved for inventory – to reserve for inventory that will be consumed in the subsequent year.

Reserved for long-term advance to Cemetery Fund – to reserve for the long-term advance to the Cemetery Fund which is not a current financial resource.

Unreserved – designated for use in subsequent year budget – to designate the portion of the School Unrestricted Fund fund balance budgeted to be used in fiscal year 2011.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Unreserved – designated for future use – loss of motor vehicle phase-out aid – to designate the portion of the School Unrestricted Fund fund balance to be used in future years if State motor vehicle phase-out aid is reduced.

Unreserved – designated for capital reserve technology – to designate the portion of the School Unrestricted Fund fund balance to be transferred to the School Capital Reserve Technology Fund in fiscal 2011.

Unreserved – designated for capital projects – to designate the portion of the School Unrestricted Fund fund balance to be transferred to the School Capital Reserve Fund in fiscal year 2011.

NOTE 10 – DISAGGREGATION OF RECEIVABLE AND PAYABLE BALANCES

A. ACCOUNTS RECEIVABLE

Assumptions: The Town disaggregates significant components of receivables in the financial statements. Receivable balances determined immaterial are included as other receivables. The Town expects to receive all receivables within the subsequent year. The real estate and personal property tax receivable includes an allowance for doubtful accounts of \$472,696.

B. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The accounts payable and accrued liabilities at June 30, 2010, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Other</u>	<u>Total</u>
Governmental activities:				
General Fund	\$ 261,694	\$ 245,915	\$ 155,450	\$ 663,059
School Unrestricted Fund	535,851	71,205	-	607,056
Cemetery Fund	31,113	-	-	31,113
Other Governmental Funds	452,257	-	-	452,257
Internal Service Fund	-	1,232,490	-	1,232,490
Total	<u>\$ 1,280,915</u>	<u>\$ 1,549,610</u>	<u>\$ 155,450</u>	<u>\$ 2,985,975</u>
Business-type activities:				
Wastewater Fund	<u>\$ 105,347</u>	<u>\$ 2,746</u>	<u>\$ -</u>	<u>\$ 108,093</u>

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

NOTE 11 – POST EMPLOYMENT BENEFITS

Plan Description

The Town of Barrington administers a single-employer, defined benefit post-employment health insurance plan. This plan does not include the pension benefits discussed in Note 17. The plan provides medical insurance for eligible retirees and their dependents through the Town's group health insurance plan, which cover both active and retired members. Benefit provisions are established and amended by the union contracts through negotiations between the Town and the respective unions or as established by the Town Ordinance for non-union employees. The plan is reported as a Trust Fund in the Town's financial statements. The plan does not issue a publicly available financial report.

Funding Policy

Contribution requirements are negotiated between the Town and the respective unions or are established by Town Ordinance for non-union employees. The Town is required to contribute the cost of medical benefits, less the amount of any applicable employee share of medical premiums. For the year ended June 30, 2010, the plan operated on a pay as you go basis and no provision has been made to fund future benefits to be provided to plan members. However, the Post Employment Benefit Trust Fund also receives surplus funds derived from the Medical Fund in conformance with the Town Ordinance. For the fiscal year ended June 30, 2010, the Town contributed \$1,526,488 to the plan.

Summary of Significant Accounting Policies

Basis of Accounting – The Post Employment Benefits Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments – Investments are reported at fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates.

Annual OPEB Cost and Net OPEB Obligation

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

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the Town's net OPEB obligation:

Annual required contribution (ARC)	\$2,597,104
Interest on net OPEB obligation	22,470
Adjustment to annual required contribution	(29,234)
Annual OPEB cost	<u>\$2,590,340</u>
Contributions made	1,526,488
Increase in net OPEB obligation	<u>1,063,852</u>
Net OPEB obligation, beginning of year	449,393
Net OPEB obligation, end of year	<u><u>\$1,513,245</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the past two fiscal years are as follows:

<u><i>Fiscal Year Ended</i></u>	<u><i>Annual OPEB Cost</i></u>	<u><i>Percentage of Annual OPEB Cost Contributed</i></u>	<u><i>Net OPEB Obligation</i></u>
6/30/09	\$2,597,104	82.7%	\$ 449,393
6/30/10	\$2,590,340	58.9%	\$1,513,245

Funded Status and Funding Progress

The funded status of the Town's plan as of June 30, 2009, the most recent actuarial valuation, is as follows:

Actuarial Accrued Liability (AAL)	\$21,471,689
Actuarial Value of Plan Assets	3,513,802
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$17,957,887</u>
Funded ratio (Actuarial Value of Plan Assets/AAL)	16.4%
Annual Covered Payroll (Active Plan Members)	\$26,775,106
UAAL as a Percentage of Covered Payroll	67.1%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Financial Statements
June 30, 2010

Actuarial Methods and Assumptions

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

The June 30, 2009 actuarial valuation used the projected unit credit funding actuarial cost method (with service proration). Under this funding method, projected benefits are assumed to accrue on a straight line basis from the date of hire to the date of retirement for each participant. Normal cost for a participant is the present value of the projected benefit which accrues in the current plan year. Normal cost for the plan is the sum of the normal costs for all participants. The actuarial assumptions included: a) 5% interest discount rate; b) 7.5% long term rate of return on assets; and c) medical cost trend rate – 8% per year graded off 0.5% per year to an ultimate rate of 4.5% per year. The unfunded actuarial accrued liability as of June 30, 2009 is being amortized using the level dollar 30-year open amortization basis. The actuarial value of assets is equal to fair market value.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Examples include assumptions about employment, mortality and healthcare cost trends. Actuarial valuations are subject to continual revision as actual results are compared to past expectations and new estimates are formulated about the future.

NOTE 12 – SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. LITIGATION

During the ordinary course of its operations, the Town is a party to various claims, legal actions and complaints. In the opinion of the Town's management and legal counsel, these matters are not anticipated to have a material financial impact on the Town.

B. FEDERALLY ASSISTED PROGRAMS - COMPLIANCE AUDITS

The Town and School Department participate in a number of federally assisted programs. The audits of these programs through the year ended June 30, 2010 were audited in connection with the accompanying financial statements under the Single Audit concept and the auditor's reports thereon are presented in the Single Audit Section of this report. The amount, if any, of expenditures which may be disallowed will not be material to the financial position of the Town.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

NOTE 13 – MEDICAL FUND

The Town established a Medical Fund to account for its health and dental care coverage programs which are accounted for in an Internal Service Fund.

The Town utilizes a "cost plus basis" plan under which the Town pays for the actual cost of covered health care services plus a fee to the provider for the administration of the program.

In order to avoid catastrophic losses, the Town purchases specific stop loss re-insurance. Under the stop loss re-insurance, the Town is covered for \$200,000 in medical claims per person per contract period.

The Town oversees the self-insured program and claims payment services are provided by Blue Cross and Blue Shield of Rhode Island and Delta Dental of Rhode Island, the plan administrators. All funds of the Town participate in the program and make payments to the Medical Fund based on recommendations made by the plan administrators. In fiscal year 2008, the Town established a Post Employment Benefit Trust Fund. The cost of retirees' participation in the Medical Fund was accounted for in the Post Employment Benefit Trust Fund.

The claims liability of \$274,095 reported in the Medical Fund at June 30, 2010 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Medical Fund's claims liability for the past three fiscal years were:

	<i>Beginning Fiscal Year Liability</i>	<i>Current Year Claims and Changes In Estimate</i>	<i>Claims Payments</i>	<i>Balance Fiscal Year End</i>
2007-2008	\$210,732	\$4,054,311	\$4,014,204	\$250,839
2008-2009	\$250,839	\$4,772,858	\$4,820,533	\$203,164
2009-2010	\$203,164	\$4,265,494	\$4,194,563	\$274,095

NOTE 14 – RISK MANAGEMENT

The Town of Barrington is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters. As a result, the Town participates in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) which provides coverage for property/liability claims and workers' compensation claims. Upon joining the Trust, the Town signed a participation agreement which outlines the rights and responsibilities of both the Trust and the Town.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

The agreement states that for premiums paid by the Town, the Trust will assume financial responsibility for the Town's losses up to the maximum amount of insurance purchased, minus the Town's deductible amounts. The Trust provides this insurance coverage through a pooled, self-insurance mechanism which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its members. Settled claims resulting from these risks have not exceeded the Trust coverage in any of the past three fiscal years.

NOTE 15 – PRIOR PERIOD ADJUSTMENTS AND RESTATEMENTS

A prior period adjustment of \$30,600 was reported in the School Unrestricted Fund and \$(30,600) in the Other Governmental Funds to reflect prior year expenditures in the proper fund.

NOTE 16 – SUBSEQUENT EVENT

On December 6, 2010, the Town entered into an agreement with RI Clean Water Finance Agency to issue bonds totaling \$3,270,400 on the Town's behalf. The proceeds will be used as follows: \$3,000,000 landfill closure and \$270,400 beach drainage improvements.

NOTE 17 – PENSION PLANS

A. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND

All Barrington Public School certified school personnel participate in the Employees' Retirement System of the State of Rhode Island ("ERS"), a cost-sharing multiple-employer defined benefit plan administered by the State of Rhode Island. The payroll for employees covered by the ERS for the year ended June 30, 2010 was \$21,631,154 which consisted of \$433,194 for employees charged to federal programs and \$21,197,960 for all other employees.

The State of Rhode Island's Employees' Retirement System issues a publicly available annual financial report that includes financial statements and required supplementary information. That report may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island.

Plan Description

The following eligibility and benefit provisions are established by Rhode Island General Laws, Title 16, Chapter 16-16, and were amended by the General Assembly in 2005, 2009 and 2010. All Barrington School Department certified school personnel are eligible to participate in the System if they are certified by the Board of Regents, engaged in teaching as principal occupation and are regularly employed on at least a half time basis. Superintendents, principals, business agents and other administrators participate as teachers. Employees are vested in their retirement benefits upon completion of 10 years of service.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Schedule A Provisions – Members Vested as of June 30, 2005

Employees who retire at or after age 60 with 10 years of credited service, or after 28 years of credited service regardless of age are entitled to a retirement benefit. The retirement benefit is equal to 1.7% of final average salary for each year of credited service up to 10 years, plus 1.9% of final average salary in excess of 10 years through 20 years, plus 3.0% of final average salary in excess of 20 years up to the 34th year of service, plus 2.0% of final average salary for the 35th year, up to a maximum benefit of 80% of final average salary. Final average salary is the average of the three highest consecutive years of earned salary exclusive of overtime, bonuses, or severance pay. Members receive a 3% compounded increase in their retirement benefit each year, beginning in January of the year in which the member reaches the third anniversary of retirement.

Schedule B Provisions – Members Vested After June 30, 2005

Employees who retire at or after age 65 with 10 years of credited service, or at or after age 59 with 29 years of credited service are entitled to a retirement benefit. In addition, a member may retire with a reduced benefit after attaining age 55 with at least 20 years of service credit. The benefit is calculated in the same manner as the unreduced benefit, but is reduced on an actuarial basis for each year the member's age at retirement is less than 65. The retirement benefit is equal to 1.6% of final average salary for each year of credited service up to 10 years, plus 1.8% of final average salary in excess of 10 years through 20 years, plus 2.0% of final average salary in excess of 20 years through 25 years, plus 2.25% of final average salary in excess of 25 years through 30 years, plus 2.5% of final average salary in excess of 30 years through 37 years of service, plus 2.25% of final average salary for the 38th year, up to a maximum benefit of 75% of final average salary. Final average salary is the average of the three highest consecutive years of earned salary exclusive of overtime, bonuses, or severance pay. Beginning the month after the 3rd anniversary of a member's date of retirement, members receive a cost of living adjustment that depends on the change in the CPI for all Urban Consumers, as published by the Bureau of Labor Statistics. The increase is equal to the year-to-year change in the CPI – U as of the prior September. The increase is limited to 3.0% in any year.

Plan Changes Enacted into Law by General Assembly in 2009

The following plan changes become effective October 1, 2009. Plan members who are eligible to retire as of September 30, 2009, are not affected by the changes, even if the plan members do not retire. The plan changes are as follows:

Retirement Eligibility and Benefit

The law establishes a minimum retirement age of 62 for all members, except those Schedule B members who retire with less than 29 years of service; their retirement eligibility still remains 65 years old with a minimum of 10 years of service credit. The law provides a proportional downward adjustment of the minimum retirement age based on the years of service credited to the plan member's account for Schedule A members not eligible to retire as of September 30, 2009. For Schedule A members who were not eligible to retire as of September 30, 2009, the retirement benefit is calculated as described under Schedule A Provisions for service through September 30, 2009 and as described under Schedule B Provisions for service after September 30, 2009, up to a maximum of 80% of final average salary.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Service Credit Accrual Rates

The law freezes service credit earned for members under Schedule A as of September 30, 2009. Future accrual of service credits will be earned under Schedule B.

Final Average Salary

For members not eligible to retire as of September 30, 2009, the final average salary will be based on the 5 consecutive highest years of salary.

Cost of Living Adjustments (COLA)

The law changes the COLA to that provided under Schedule B which is the lower of the Consumer Price Index for all Urban Consumers (CPI-U) or 3%, and requires a full 3 year anniversary for receipt.

Service Credit Purchases

Effective for all service credit purchase requests received after June 16, 2009, the cost will be determined at full actuarial value, except purchases of military service and contribution refund paybacks.

Disability Provisions

Effective for applications filed after September 30, 2009, accidental disability will be available at 66 2/3% for members who are permanently and totally disabled as determined by the Retirement Board. If the disability is determined to be partial and the member is able to work in other jobs, the benefit will be limited to 50%.

Plan Changes Enacted into Law by General Assembly in 2010

The following plan changes became effective June 13, 2010. Plan members who are eligible to retire on or before June 12, 2010 are not affected by the changes, even if the plan member remains active beyond June 12, 2010. The plan changes are as follows:

Cost of Living Adjustments (COLA)

The law changes the COLA for Schedule B members not eligible to retire on or before June 12, 2010. For these members, the COLA will apply only to the first \$35,000 of retirement allowance, indexed annually, and will commence upon the retiree's 3rd anniversary of the date of retirement or age 65, whichever is later. The \$35,000 limit will increase annually by the percentage increase in the Consumer Price Index for all Urban Consumers (CPI-U) as published by the US Department of Labor Statistics, determined as of September 30 of the prior calendar year or 3%, whichever is less.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Funding Policy

Covered employees were required by State Statute to contribute 9.5% of their salary to the plan. The State and the School Department are required to contribute an amount determined annually by the actuary and as provided by State Statute. The split between the State and the School Department is specified by State Statute. The contribution requirement for the year ended June 30, 2010 was 19.01%. The Teachers' Plan cost is paid 60% by the School Department and 40% by the State. However, the State will pay the total cost of the contribution deferrals which were .26% for the year ended June 30, 2010. This results in a contribution requirement for Schools of 11.25% and a contribution requirement for the State of 7.76%.

The State contribution for the cut off year ended June 30, 2010 was \$1,644,962, which represented 7.6% of covered payroll. The payments made by the State to the Employees' Retirement System are considered on behalf of payments and are reported as a revenue and as an expenditure in the financial statements. The contribution requirement for the cut off year ended June 30, 2010 was \$4,522,379, which consisted of \$2,467,321 from the School Department (\$82,350 for federal employees and \$2,384,971 for other employees), and \$2,055,058 from employees. These contributions represented 11.41% and 9.5% of covered payroll respectively. The annual required contribution was determined as part of the June 30, 2007 actuarial valuation.

The School Department does not have any investments or related party investments with the State Plan. The School Department's contribution represented 2.44% of total contributions required of all participating entities.

Three-Year Trend Information

<i>Fiscal Year</i>	<i>Annual Required Contribution</i>	<i>Percentage Contributed</i>
2008	\$2,664,595	100%
2009	\$2,508,369	100%
2010	\$2,467,321	100%

B. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND

The Town of Barrington participates in the Municipal Employees' Retirement System ("MERS"), an agent multiple employer defined benefit plan administered by the State of Rhode Island. All Town employees except certified school personnel participate in the MERS. The payroll for employees including School Department noncertified personnel covered by the System for the year ended June 30, 2010 was \$9,870,242 (General employees - \$7,298,136, Police officers - \$1,236,044, Firefighters 20-year plan - \$488,500, and Firefighters 25-year plan \$847,562).

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

The State of Rhode Island's Municipal Employees' Retirement System issues a publicly available annual financial report that includes financial statements and required supplementary information. That report may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island.

Plan Description

The following eligibility and benefit provisions are established by Rhode Island General Laws, Title 45, Chapter 19, 19.1, 21, 21.1, 21.2 and 21.3 and may be amended by State Statute. The MERS generally provides retirement benefits equal to 2% of a member's final average salary multiplied by the number years of total service up to 37.5 years, to a maximum benefit of 75% of final average salary. Final average salary is the average of the three highest consecutive years of earned salary exclusive of overtime, bonuses or severance pay. Such benefits are available to general employees at least age 58 with 10 years of service or after 30 years regardless of age. Such benefits are also available to police and firefighters at or after age 55 with 10 years of service or after 25 years regardless of age. Under the 20-year service optional plan, police and firefighters may retire after 20 years of service with no restriction on age. This optional plan provides a benefit equal to 2.5% of final average salary per year of service up to 30 years, to a maximum benefit of 75% of final average salary. Early retirement is only available to police and firefighters under the normal plan. The plan also provides non-service connected disability benefits after 5 years of service, service connected disability benefits with no minimum service requirement, survivors' benefits, and certain lump sum death benefits. Employees are vested in their retirement benefits upon the completion of 10 years of service. Members employed by municipalities who elect one of the optional COLA provisions receive an increase equal to 3% of the original retirement benefit each year beginning January 1 following the member's retirement.

Funding Policy

General employees are required by State Statute to contribute 6% of their annual earnings. The contribution rate is increased to 7% with the optional cost-of-living provision. Police and firefighters are required by State Statute to contribute 7%. The contribution rate is increased to 8% with the optional cost-of-living provision. The contribution rate is increased by an additional 1% for the 20-year service plan. The Town is required to contribute based on an actuarially determined amount and as provided by State Statute for each participating municipality. The Town contribution rate for fiscal year 2010 was 2.9% of covered payroll for general employees; 26.74% for police; 7.07% for firefighters with the 20-year service optional plan; and 15.49% for the firefighters with the 25-year service plan.

Annual Pension Cost

For fiscal 2010, the Town's annual pension cost of \$708,023 for the MERS was equal to the Town's required and actual contributions.

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

Three-Year Trend Information

GENERAL MUNICIPAL EMPLOYEES

<u><i>Fiscal Year</i></u>	<u><i>Annual Pension Cost (APC)</i></u>	<u><i>Percentage of APC Contributed</i></u>	<u><i>Net Pension Obligation</i></u>
2008	\$280,758	100%	\$ -
2009	\$304,943	100%	\$ -
2010	\$211,682	100%	\$ -

POLICE OFFICERS

<u><i>Fiscal Year</i></u>	<u><i>Annual Pension Cost (APC)</i></u>	<u><i>Percentage of APC Contributed</i></u>	<u><i>Net Pension Obligation</i></u>
2008	\$417,489	100%	\$ -
2009	\$367,796	100%	\$ -
2010	\$330,516	100%	\$ -

FIREFIGHTERS 20-YEAR SERVICE PLAN

<u><i>Fiscal Year</i></u>	<u><i>Annual Pension Cost (APC)</i></u>	<u><i>Percentage of APC Contributed</i></u>	<u><i>Net Pension Obligation</i></u>
2008	\$99,980	100%	\$ -
2009	\$65,075	100%	\$ -
2010	\$34,537	100%	\$ -

FIREFIGHTERS 25-YEAR SERVICE PLAN

<u><i>Fiscal Year</i></u>	<u><i>Annual Pension Cost (APC)</i></u>	<u><i>Percentage of APC Contributed</i></u>	<u><i>Net Pension Obligation</i></u>
2008	\$111,889	100%	\$ -
2009	\$153,193	100%	\$ -
2010	\$131,288	100%	\$ -

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

The required contribution was determined as part of the June 30, 2007 actuarial valuation. The actuarial method used is the entry age actuarial cost method. Under this method, the employer contribution rate is the sum of (i) the employer normal cost rate, and (ii) a rate that will amortize the unfunded actuarial accrued liability. Significant actuarial assumptions used in the June 30, 2007 valuation include the following:

- 1) Investment return – 8.25%, compounded annually, composed of an assumed 3.0% inflation rate and a 5.25% net real rate of return
- 2) Projected salary increases – general employees – a 4.5% wage inflation assumption (composed of a 3% price inflation assumption and a 1.5% additional general increase) plus a service related component; police/fire employees – a 4.75% wage inflation assumption (composed of a 3% price inflation assumption and a 1.75% additional general increase) plus a service related component
- 3) Cost of living adjustment – 3%, not compounded

The actuarial value of assets is based on the market value of assets with a five-year phase-in of actual investment return in excess of (less than) expected investment income. The MERS' unfunded actuarial accrued liability is being amortized over 30 years as a level percentage of payroll on a closed basis. The remaining amortization period at June 30, 2007 was 22 years.

Funded Status and Funding Progress

Information on the funded status and funding progress of each plan as of June 30, 2009, the most recent actuarial valuation date, is as follows:

- **General Employees** – The plan was 105.2% funded. The actuarial accrued liability for benefits was \$27,991,776, and the actuarial value of assets was \$29,456,427, resulting in an unfunded actuarial accrued liability [UAAL] (funding excess) of \$(1,464,651). The covered payroll (annual payroll of active employees covered by the plan) was \$7,220,306, and the ratio of the UAAL (funding excess) to covered payroll was (20.3%).
- **Police Officers** – The plan was 67.8% funded. The actuarial accrued liability for benefits was \$10,602,888, and the actuarial value of assets was \$7,193,130, resulting in an unfunded actuarial accrued liability [UAAL] of \$3,409,758. The covered payroll (annual payroll of active employees covered by the plan) was \$1,291,422, and the ratio of the UAAL to covered payroll was 264.0%.
- **Firefighters – 20-Year Optional Plan** – The plan was 100.8% funded. The actuarial accrued liability for benefits was \$8,662,986, and the actuarial value of assets was \$8,731,954, resulting in an unfunded actuarial accrued liability [UAAL] (funding excess) of \$(68,968). The covered payroll (annual payroll of active employees covered by the plan) was \$474,279, and the ratio of the UAAL (funding excess) to covered payroll was (14.5%).

TOWN OF BARRINGTON, RHODE ISLAND

Notes to Financial Statements

June 30, 2010

- **Firefighter – 25-Year Plan** – The plan was 66.5% funded. The actuarial accrued liability for benefits was \$1,314,721, and the actuarial value of assets was \$874,160, resulting in an unfunded actuarial accrued liability [UAAL] of \$440,561. The covered payroll (annual payroll of active employees covered by the plan) was \$804,843, and the ratio of the UAAL to covered payroll was 54.7%.

The June 30, 2009 actuarial valuation used the same methods and assumptions described above under annual pension cost.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability.

REQUIRED SUPPLEMENTARY INFORMATION

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

Schedule of Funding Progress - Pension Plans and Other Postemployment Benefit Plan

Budgetary Comparison Schedules - General Fund and School Unrestricted Fund

In addition, the notes to the required supplementary information are included to provide information that is essential to a user's understanding of the required supplementary information.

TOWN OF BARRINGTON, RHODE ISLAND
Required Supplementary Information - Pension Plans and Other Post Employment Benefit Plan
Schedule of Funding Progress (1)
"Unaudited"

	<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) (2)</u>	<u>Unfunded Liability/ (Funding) (Excess)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>Unfunded Liability/ (Funding Excess) as a Percentage of Covered Payroll</u>
General Municipal Employees							
Pension Plan							
	6/30/2007	\$26,750,298	\$23,207,091	(\$3,543,207)	115.3%	\$6,706,205	(52.8%)
	6/30/2008	\$29,214,839	\$25,443,008	(\$3,771,831)	114.8%	\$6,921,016	(54.5%)
	6/30/2009	\$29,456,427	\$27,991,776	(\$1,464,651)	105.2%	\$7,220,306	(20.3%)
Municipal Police							
Pension Plan							
	6/30/2007	\$6,473,584	\$9,399,054	\$2,925,470	68.9%	\$1,261,594	231.9%
	6/30/2008	\$7,143,227	\$10,162,172	\$3,018,945	70.3%	\$1,236,139	244.2%
	6/30/2009	\$7,193,130	\$10,602,888	\$3,409,758	67.8%	\$1,291,422	264.0%
Firefighter Pension Plan							
(20-Year Plan)							
	6/30/2007	\$8,554,860	\$8,217,978	(\$336,882)	104.1%	\$611,788	(55.1%)
	6/30/2008	\$9,056,983	\$8,596,055	(\$460,928)	105.4%	\$521,040	(88.5%)
	6/30/2009	\$8,731,954	\$8,662,986	(\$68,968)	100.8%	\$474,279	(14.5%)
Firefighter Pension Plan							
(25-Year Plan)							
	6/30/2007	\$533,812	\$976,825	\$443,013	54.6%	\$580,053	76.4%
	6/30/2008	\$696,767	\$1,099,864	\$403,097	63.4%	\$658,140	61.2%
	6/30/2009	\$874,160	\$1,314,721	\$440,561	66.5%	\$804,843	54.7%
Other Post Employment							
Benefit Plan							
	6/30/2009	\$3,513,802	\$21,471,689	\$17,957,887	16.4%	\$26,775,106	67.1%

(1) The information included in the schedule of funding progress was obtained from the annual actuarial valuation at the date indicated.

(2) Pension Plans - Entry Age Normal and OPEB Plan - Projected Unit Credit.

TOWN OF BARRINGTON, RHODE ISLAND
Required Supplementary Information
Other Post Employment Benefit Plan
Schedule of Annual Required Contributions
"Unaudited"

<u><i>Year Ended June 30</i></u>	<u><i>Annual Required Contribution</i></u>	<u><i>Percentage Contributed</i></u>
2009	\$ 2,597,104	82.7%
2010	\$ 2,597,104	58.8%

TOWN OF BARRINGTON, RHODE ISLAND
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
General property taxes	\$ 51,771,206	\$ 51,771,206	\$ 51,543,496	\$ (227,710)
Intergovernmental revenues	226,885	226,885	254,257	27,372
Investment and interest income	220,000	220,000	65,458	(154,542)
Other local revenue	985,432	985,432	1,569,408	583,976
State aid and grants	3,960,403	3,960,403	3,741,630	(218,773)
Other revenue	406,251	406,251	349,247	(57,004)
Total revenues	<u>57,570,177</u>	<u>57,570,177</u>	<u>57,523,496</u>	<u>(46,681)</u>
Expenditures				
Current:				
Legislative, judicial and general administrative:				
Town council	22,046	22,046	17,121	4,925
Town manager	194,358	194,358	194,245	113
Town clerk	233,474	233,474	225,422	8,052
Town treasurer	328,332	328,332	318,212	10,120
Computer operations	73,007	73,007	72,838	169
Tax assessor	123,445	123,445	120,597	2,848
Town solicitor	150,000	150,000	112,197	37,803
Judge of probate	2,360	2,360	2,195	165
Planning board	94,610	94,610	93,846	764
Zoning board	9,049	9,049	7,132	1,917
Animal control	12,000	12,000	11,891	109
Agency support	6,400	6,400	6,400	-
Board of canvassers	13,300	13,300	10,338	2,962
Insurance	309,843	309,843	298,417	11,426
	<u>1,572,224</u>	<u>1,572,224</u>	<u>1,490,851</u>	<u>81,373</u>
Public safety:				
Fire department	1,735,257	1,735,257	1,733,696	1,561
Hydrant rental	140,800	140,800	138,400	2,400
Police department	2,258,921	2,258,921	2,149,159	109,762
Sealer of weights and measure	1,528	1,528	1,128	400
Harbor control	38,815	38,815	37,812	1,003
Civil defense	3,750	3,750	1,850	1,900
	<u>4,179,071</u>	<u>4,179,071</u>	<u>4,062,045</u>	<u>117,026</u>
Public works				
	<u>2,597,617</u>	<u>2,597,617</u>	<u>2,521,329</u>	<u>76,288</u>
Conservation of health				
	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
Personnel charges:				
Social security	583,320	583,320	561,584	21,736
Pensions	753,210	753,210	685,981	67,229
Compensated absences	35,000	35,000	15,400	19,600
Medical coverage	1,686,970	1,686,970	1,686,970	-
Unemployment insurance	7,500	7,500	338	7,162
	<u>3,066,000</u>	<u>3,066,000</u>	<u>2,950,273</u>	<u>115,727</u>

The notes to the required supplementary information are an integral part of this schedule.

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Continued)
General Fund
For the Fiscal Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public library	1,152,489	1,152,489	1,152,488	1
Recreation department	99,890	99,890	97,956	1,934
Senior services	119,839	119,839	112,935	6,904
Inspections	94,461	94,461	94,331	130
Government utilities:				
Town hall	69,700	69,700	59,011	10,689
Peck center	112,750	112,750	101,567	11,183
Public safety	184,800	184,800	183,062	1,738
	<u>367,250</u>	<u>367,250</u>	<u>343,640</u>	<u>23,610</u>
Miscellaneous	71,400	71,400	40,414	30,986
Debt service:				
Principal on bonded debt	2,923,000	2,923,000	2,647,550	275,450
Interest on bonded debt	584,398	584,398	496,336	88,062
	<u>3,507,398</u>	<u>3,507,398</u>	<u>3,143,886</u>	<u>363,512</u>
Capital outlay	96,000	96,000	85,041	10,959
Total expenditures	<u>16,968,639</u>	<u>16,968,639</u>	<u>16,140,189</u>	<u>828,450</u>
Excess of revenues over expenditures before other financing sources and uses	<u>40,601,538</u>	<u>40,601,538</u>	<u>41,383,307</u>	<u>781,769</u>
Other financing sources and uses				
Transfers from other funds:				
Special revenue funds	150,000	150,000	445,750	295,750
Transfers to other funds:				
School unrestricted fund	(39,599,038)	(39,599,038)	(39,599,038)	-
Capital project funds	(1,152,500)	(1,152,500)	(1,152,500)	-
Total other financing sources and uses	<u>(40,601,538)</u>	<u>(40,601,538)</u>	<u>(40,305,788)</u>	<u>295,750</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	1,077,519	<u>\$ 1,077,519</u>
Fund balance, beginning of year (budgetary basis)			<u>10,065,173</u>	
Fund balance, end of year (budgetary basis)			<u>\$ 11,142,692</u>	

The notes to the required supplementary information are an integral part of this schedule.

TOWN OF BARRINGTON, RHODE ISLAND
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
School Unrestricted Fund
For the Fiscal Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>(Budgetary</u> <u>Basis)</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Revenues				
State aid	\$ 2,553,045	\$ 2,553,045	\$ 1,587,610	\$ (965,435)
Other revenues	250,000	250,000	413,413	163,413
Total revenues	<u>2,803,045</u>	<u>2,803,045</u>	<u>2,001,023</u>	<u>(802,022)</u>
Expenditures				
Salaries	27,459,245	27,459,245	26,840,727	618,518
Employee benefits	8,948,463	8,948,463	7,746,619	1,201,844
Purchased services	3,795,629	3,795,629	3,598,011	197,618
Supplies and materials	1,980,276	1,980,276	1,714,951	265,325
Capital outlay	154,607	154,607	295,037	(140,430)
Other costs	63,863	63,863	48,596	15,267
Total expenditures	<u>42,402,083</u>	<u>42,402,083</u>	<u>40,243,941</u>	<u>2,158,142</u>
Deficiency of revenues under expenditures before other financing sources	<u>(39,599,038)</u>	<u>(39,599,038)</u>	<u>(38,242,918)</u>	<u>1,356,120</u>
Other financing sources				
Town appropriation	39,599,038	39,599,038	39,599,038	-
Total other financing sources	<u>39,599,038</u>	<u>39,599,038</u>	<u>39,599,038</u>	<u>-</u>
Excess of revenues and other sources over expenditures	<u>\$ -</u>	<u>\$ -</u>	1,356,120	<u>\$ 1,356,120</u>
Transfer of prior year designated fund balance to School Renovation Fund			(787,352)	
Net change in fund balance			<u>568,768</u>	
Fund balance - beginning of year			1,193,887	
Adjustments to prior years			30,600	
Restated fund balance - beginning of year			<u>1,224,487</u>	
Fund balance - end of year			<u>\$ 1,793,255</u>	

The notes to the required supplementary information are an integral part of this schedule.

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Required Supplementary Information
June 30, 2010

NOTE 2 - BUDGETARY DATA AND BUDGETARY COMPLIANCE

In accordance with the Barrington Home Rule Charter, the Town has formally established budgetary accounting control for its General Fund and the School Unrestricted Fund, which is a Special Revenue Fund. The General Fund is subject to an annual operating budget approved by the taxpayers at the Annual Financial Town Meeting. The School Unrestricted Fund is subject to an annual operating budget approved by the School Committee and approved by the taxpayers at the Annual Financial Town Meeting. The annual operating budgets' appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the reappropriation of accumulated surpluses to the extent necessary. The General Fund and the School Unrestricted Fund operating budgets are in conformance with the legally enacted budgetary basis, which is not in conformance with generally accepted accounting principles. The accompanying budgetary comparison schedules are reflected on the budgetary basis. The difference between the budgetary basis and generally accepted accounting principles is explained below.

Appropriations in addition to those contained in the annual operating budget require approval by taxpayers at a Financial Town Meeting. Amendments to the operating budgets that do not result in additional appropriations may be made within departments by means of a transfer. The Town Manager has authority to make such transfers within departments. Transfers made outside the departmental level require approval by taxpayers at a Financial Town Meeting. The level on which General Fund expenditures may not legally exceed appropriations is at the department level. The School Unrestricted Fund is not legally responsible for excesses of expenditures over budgeted amounts as long as additional revenues over the estimated revenue amounts become available.

Explanation of Differences Between Budgetary Revenues and Other Financing Sources and Expenditures and Other Financing Uses and GAAP Revenues and Other Financing Sources and Expenditures and Other Financing Uses

	<u>General Fund</u>	<u>School Unrestricted Fund</u>
<u>Revenues and Other Financing Sources</u>		
Actual amounts (budgetary basis)	\$57,969,246	\$41,600,061
Differences – budget to GAAP:		
The pension contributions made to the Employees Retirement System by the State on behalf of the Town of Barrington are not reported as a budgetary revenue, but are a current year revenue for financial reporting purposes.	-	1,644,962
<i>Total revenues and other financing sources as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds</i>	\$57,969,246	\$43,245,023

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Required Supplementary Information
June 30, 2010

<u>Expenditures and Other Financing Uses</u>	<u>General Fund</u>	<u>School Unrestricted Fund</u>
Actual amounts (budgetary basis)	\$56,891,727	\$40,243,941
Differences – budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies or equipment are received for financial reporting purposes.	(32,541)	-
An unbudgeted transfer of prior year designated fund balance was not included for budgetary purposes, but is an other financing use for financial reporting purposes.	-	787,352
The pension contributions made to the Employees Retirement System by the State on behalf of the Town of Barrington are not reported as a budgetary expenditure, but are a current year expenditure for financial reporting purposes.	-	1,644,962
<i>Total expenditures and other financing uses as reported in the statement of revenues, expenditures and changes in fund balances – governmental funds</i>	<u>\$56,859,186</u>	<u>\$42,676,255</u>

OTHER SUPPLEMENTARY INFORMATION

**The information
provided herein contains
schedules which the Town deems
necessary to provide additional disclosures.**

THIS SECTION CONTAINS THE FOLLOWING:

Combining Fund Financial Statements for Nonmajor Governmental Funds

Combining Fund Financial Statements for Private Purpose Trust Fund

Combining Statement of Net Assets for Agency Funds

Other Supplementary Information

**COMBINING FUND FINANCIAL STATEMENTS -
NONMAJOR GOVERNMENTAL FUNDS**

**THE FOLLOWING FUNDS OF THE TOWN
ARE REPORTED IN THIS SECTION:**

**Special Revenue Funds
are used to account for
resources allocated to specific
purposes. A Special Revenue fund
continues in existence as long as governmental
resources are allocated to its specific purposes.**

School Restricted Fund - was established to account for the receipt and disbursement of State and Federal Grants for education.

Food Service Fund - was established to account for the fees and federal reimbursements and related expenditures for the School's food service program.

Public Safety Donations - was established to account for donations from citizens to be used for the benefit of public safety employees.

10% Computer-Tech Fund - was established to account for fees collected to fund expenditures for technology in the Town Clerk's Office.

Rescue Billing - was established to account for the rescue service fees and any related expenditures.

Substance Abuse Grant - was established to account for State's Bramley Grant for substance abuse.

Police Computer Block Grant - was established to account for the receipts and disbursements of grants relating to computer operations for the Police Department.

Theatre - was established to account for the receipts and disbursements of funds relating the summer theatre program.

DPW Refuse Bags - was established to account for the receipts and disbursements for the recyclable bag program.

Recreation Field Grant - was established for improvements at St. Andrews Field.

Bicentennial - was established to account for money remaining from 1988 and for future use in connection with the tricentennial celebration.

Historical Records Trust Fund - was established to account for monies set aside for the maintenance of historical records.

Community Development Block Grant - was established to account for the Community Development Block Grant receipts and disbursements.

Wind Turbine Fund - was established to account as seed money for start-up cost for the possibility of erecting a wind turbine in the Town.

Drug Free Schools - was established by a federal grant to establish and strengthen collaboration among communities and reduce substance abuse among youth.

Underage Drinking Program - is supported by a State grant to enforce underage drinking laws.

Safe Streets - was established by a grant to improve the pedestrian infrastructure leading to Hampton Meadows School.

Passive Parks Grant - is to establish pedestrian connections and park amenities within the Barrington Civic Center Historical District.

MEDS Fund - was established to account for MEDS funds received from the State.

Grants Fund - was established to account for Town, Federal and State grants.

Miscellaneous Funds - was established to account for various state and private grants earmarked for a specific project or program.

The Capital Projects Funds
account for all resources used for the acquisition
and/or construction of capital items by the Town and School
except those financed by the Proprietary Fund Types or Trust Funds.

The Permanent Funds
account for all resources that are legally
restricted to the extent that only earnings, and not
principal, may be used for purposes that support Town programs.

L.R. Peck Schoolhouse - was established to account for monies donated by the Peck family to support the maintenance of the library building.

Cemetery Perpetual Fund - was established to set aside 20% of the revenue from the sale of cemetery lots mandated by State statute.

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Special Revenue Funds						
	<i>School Restricted</i>	<i>Food Service</i>	<i>Public Safety Donations</i>	<i>10% Computer- Tech</i>	<i>Rescue Billing</i>	<i>Substance Abuse Grant</i>	<i>Police Computer Block Grant</i>
ASSETS							
Cash	\$ 98,883	\$ 221,110	\$ -	\$ -	\$ 641,324	\$ -	\$ 3,514
Investments	-	-	55,139	-	-	-	-
Interest receivable	-	-	-	-	-	-	-
Due from federal and state governments	516,270	5,890	-	-	-	6,288	-
Due from other funds	110,241	-	-	39,604	-	25,741	-
Inventory	-	-	-	-	-	-	-
Other receivables	32,566	20,587	-	-	123,106	-	-
Total assets	\$ 757,960	\$ 247,587	\$ 55,139	\$ 39,604	\$ 764,430	\$ 32,029	\$ 3,514
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenditures	\$ 19,190	\$ -	\$ -	\$ -	\$ -	\$ 181	\$ -
Due to other funds	551,684	137,346	-	-	460,718	202	-
Deferred revenue	-	-	-	-	123,106	-	-
Total liabilities	570,874	137,346	-	-	583,824	383	-
Fund balances							
Reserved for Peck House building maintenance	-	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-	-
Reserved for inventory	-	-	-	-	-	-	-
Unreserved - undesignated	187,086	110,241	55,139	39,604	180,606	31,646	3,514
Total fund balances	187,086	110,241	55,139	39,604	180,606	31,646	3,514
Total liabilities and fund balances	\$ 757,960	\$ 247,587	\$ 55,139	\$ 39,604	\$ 764,430	\$ 32,029	\$ 3,514

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

Special Revenue Funds

	<i>Theatre</i>	<i>DPW Refuse Bags</i>	<i>Recreation Field Grant</i>	<i>Bicentennial</i>	<i>Historical Records</i>	<i>Community Development Block Grant</i>	<i>Wind Turbine</i>
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	1,137	-	-	-
Interest receivable	-	-	-	8	-	-	-
Due from federal and state governments	-	-	-	-	-	375,300	-
Due from other funds	9,167	60,348	3,373	-	41,935	-	-
Inventory	-	26,482	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
Total assets	\$ 9,167	\$ 86,830	\$ 3,373	\$ 1,145	\$ 41,935	\$ 375,300	\$ -
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenditures	\$ -	\$ 20,736	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	374,999	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	-	20,736	-	-	-	374,999	-
Fund balances							
Reserved for Peck House building maintenance	-	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-	-
Reserved for inventory	-	26,482	-	-	-	-	-
Unreserved - undesignated	9,167	39,612	3,373	1,145	41,935	301	-
Total fund balances	9,167	66,094	3,373	1,145	41,935	301	-
Total liabilities and fund balances	\$ 9,167	\$ 86,830	\$ 3,373	\$ 1,145	\$ 41,935	\$ 375,300	\$ -

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

	Special Revenue Funds							Total Special Revenue Funds
	Drug Free Grant	Underage Drinking Prevention	Safe Streets Grant	Passive Park Grant	MEDS Fund	Grants Fund	Miscellaneous Funds	
ASSETS								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 964,831
Investments	-	-	-	-	-	-	-	56,276
Interest receivable	-	-	-	-	-	-	-	8
Due from federal and state governments	2,174	-	5,746	57,463	-	259,914	1,289	1,230,334
Due from other funds	5,494	-	-	-	36,900	-	25,220	358,023
Inventory	-	-	-	-	-	-	-	26,482
Other receivables	-	-	-	-	-	-	-	176,259
Total assets	\$ 7,668	\$ -	\$ 5,746	\$ 57,463	\$ 36,900	\$ 259,914	\$ 26,509	\$ 2,812,213
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts payable and accrued expenditures	\$ 2,071	\$ -	\$ -	\$ 40,662	\$ -	\$ -	\$ -	\$ 82,840
Due to other funds	5,597	-	5,746	16,801	-	259,914	1,289	1,814,296
Deferred revenue	-	-	-	-	-	-	-	123,106
Total liabilities	7,668	-	5,746	57,463	-	259,914	1,289	2,020,242
Fund balances								
Reserved for Peck House building maintenance	-	-	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-	-	-
Reserved for inventory	-	-	-	-	-	-	-	26,482
Unreserved - undesignated	-	-	-	-	36,900	-	25,220	765,489
Total fund balances	-	-	-	-	36,900	-	25,220	791,971
Total liabilities and fund balances	\$ 7,668	\$ -	\$ 5,746	\$ 57,463	\$ 36,900	\$ 259,914	\$ 26,509	\$ 2,812,213

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

	Capital Project Funds						
	<u>Town Computer</u>	<u>Recreation Maintenance & Improvements</u>	<u>Town Hall Improvement</u>	<u>School Athletic Facility</u>	<u>School Computer Technology</u>	<u>School Renovation</u>	<u>DPW Pavement Management</u>
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	51,309	-	1,421	23,106	-	224,148	2,835
Interest receivable	343	-	15	155	-	1,500	21
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	3,976	103,076	-	-	83,075	930,269	-
Inventory	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
Total assets	<u>\$ 55,628</u>	<u>\$ 103,076</u>	<u>\$ 1,436</u>	<u>\$ 23,261</u>	<u>\$ 83,075</u>	<u>\$ 1,155,917</u>	<u>\$ 2,856</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenditures	\$ -	\$ 6,867	\$ -	\$ -	\$ -	\$ 362,550	\$ -
Due to other funds	-	-	356	-	-	-	-
Deferred revenue	-	7,744	-	-	-	-	-
Total liabilities	<u>-</u>	<u>14,611</u>	<u>356</u>	<u>-</u>	<u>-</u>	<u>362,550</u>	<u>-</u>
Fund balances							
Reserved for Peck House building maintenance	-	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-	-
Reserved for inventory	-	-	-	-	-	-	-
Unreserved - undesignated	55,628	88,465	1,080	23,261	83,075	793,367	2,856
Total fund balances	<u>55,628</u>	<u>88,465</u>	<u>1,080</u>	<u>23,261</u>	<u>83,075</u>	<u>793,367</u>	<u>2,856</u>
Total liabilities and fund balances	<u>\$ 55,628</u>	<u>\$ 103,076</u>	<u>\$ 1,436</u>	<u>\$ 23,261</u>	<u>\$ 83,075</u>	<u>\$ 1,155,917</u>	<u>\$ 2,856</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

Capital Project Funds

	<i>Refuse Vehicle Replacement</i>	<i>Auto Replacement</i>	<i>Fire Apparatus Replacement</i>	<i>Land Conservation</i>	<i>School Vehicle Replacement</i>	<i>Police Cove Park</i>	<i>DPW Equipment Replacement</i>
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	120,168	48,961	160,459	5,374	88,808	189,938	127,280
Interest receivable	799	329	1,060	34	593	-	848
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	40,000	-	-	-	-	42,102	250,294
Inventory	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
Total assets	<u>\$ 160,967</u>	<u>\$ 49,290</u>	<u>\$ 161,519</u>	<u>\$ 5,408</u>	<u>\$ 89,401</u>	<u>\$ 232,040</u>	<u>\$ 378,422</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	5,110	5,814	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>5,110</u>	<u>5,814</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Reserved for Peck House building maintenance	-	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-	-
Reserved for inventory	-	-	-	-	-	-	-
Unreserved - undesignated	160,967	44,180	155,705	5,408	89,401	232,040	378,422
Total fund balances	<u>160,967</u>	<u>44,180</u>	<u>155,705</u>	<u>5,408</u>	<u>89,401</u>	<u>232,040</u>	<u>378,422</u>
Total liabilities and fund balances	<u>\$ 160,967</u>	<u>\$ 49,290</u>	<u>\$ 161,519</u>	<u>\$ 5,408</u>	<u>\$ 89,401</u>	<u>\$ 232,040</u>	<u>\$ 378,422</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

	Capital Project Funds					
	<i>R.I. Fire Safety Upgrades</i>	<i>Town Recycling Vehicle Replacement</i>	<i>Software Assessor & Treasurer</i>	<i>Environmental Issues</i>	<i>Public Safety Building Construction</i>	<i>Police Equipment</i>
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	221,715	139,233	120,695	63,060	35,793
Interest receivable	-	1,478	-	-	-	-
Due from federal and state governments	-	-	-	-	-	-
Due from other funds	35,755	-	-	186,860	15,441	-
Inventory	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Total assets	\$ 35,755	\$ 223,193	\$ 139,233	\$ 307,555	\$ 78,501	\$ 35,793
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	7,155	-	-	1,896
Deferred revenue	-	-	-	-	-	-
Total liabilities	-	-	7,155	-	-	1,896
Fund balances						
Reserved for Peck House building maintenance	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-
Reserved for inventory	-	-	-	-	-	-
Unreserved - undesignated	35,755	223,193	132,078	307,555	78,501	33,897
Total fund balances	35,755	223,193	132,078	307,555	78,501	33,897
Total liabilities and fund balances	\$ 35,755	\$ 223,193	\$ 139,233	\$ 307,555	\$ 78,501	\$ 35,793

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

	Capital Project Funds					
	<i>Peck Center Improvements</i>	<i>Town Revaluation</i>	<i>Harbormaster Equipment</i>	<i>Federal Road Reconstruction</i>	<i>Transient Dock</i>	<i>Maple Ave. Reconstruction Design</i>
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	26,172	32,830	-	-	-	-
Interest receivable	176	-	-	-	-	-
Due from federal and state governments	-	-	-	-	-	-
Due from other funds	10,075	20,173	22,504	5,314	7,320	49,576
Inventory	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Total assets	\$ 36,423	\$ 53,003	\$ 22,504	\$ 5,314	\$ 7,320	\$ 49,576
 LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-
Fund balances						
Reserved for Peck House building maintenance	-	-	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-	-	-
Reserved for inventory	-	-	-	-	-	-
Unreserved - undesignated	36,423	53,003	22,504	5,314	7,320	49,576
Total fund balances	36,423	53,003	22,504	5,314	7,320	49,576
Total liabilities and fund balances	\$ 36,423	\$ 53,003	\$ 22,504	\$ 5,314	\$ 7,320	\$ 49,576

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

	Capital Project Funds			<i>Total Capital Project Funds</i>
	<i>Fire Equipment</i>	<i>School Long Range Planning</i>	<i>Bonded Construction Projects</i>	
ASSETS				
Cash	\$ -	\$ -	\$ 379,660	\$ 379,660
Investments	19,897	-	-	1,703,202
Interest receivable	-	-	-	7,351
Due from federal and state governments	-	-	-	-
Due from other funds	55,530	29,599	-	1,890,939
Inventory	-	-	-	-
Other receivables	-	-	-	-
Total assets	<u>\$ 75,427</u>	<u>\$ 29,599</u>	<u>\$ 379,660</u>	<u>\$ 3,981,152</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ 369,417
Due to other funds	-	-	-	20,331
Deferred revenue	-	-	-	7,744
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>397,492</u>
Fund balances				
Reserved for Peck House building maintenance	-	-	-	-
Reserved for cemetery perpetual care	-	-	-	-
Reserved for inventory	-	-	-	-
Unreserved - undesignated	75,427	29,599	379,660	3,583,660
Total fund balances	<u>75,427</u>	<u>29,599</u>	<u>379,660</u>	<u>3,583,660</u>
Total liabilities and fund balances	<u>\$ 75,427</u>	<u>\$ 29,599</u>	<u>\$ 379,660</u>	<u>\$ 3,981,152</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2010

	<u>Permanent Funds</u>			<i>Total All Nonmajor Governmental Funds</i>
	<i>LR Peck School House</i>	<i>Cemetery Perpetual Care</i>	<i>Total Permanent Funds</i>	
ASSETS				
Cash	\$ -	\$ -	\$ -	\$ 1,344,491
Investments	18,896	114,001	132,897	1,892,375
Interest receivable	126	-	126	7,485
Due from federal and state governments	-	-	-	1,230,334
Due from other funds	-	8,870	8,870	2,257,832
Inventory	-	-	-	26,482
Other receivables	-	-	-	176,259
Total assets	<u>\$ 19,022</u>	<u>\$ 122,871</u>	<u>\$ 141,893</u>	<u>\$ 6,935,258</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accrued expenditures	\$ -	\$ -	\$ -	\$ 452,257
Due to other funds	-	-	-	1,834,627
Deferred revenue	-	-	-	130,850
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,417,734</u>
Fund balances				
Reserved for Peck House building maintenance	10,000	-	10,000	10,000
Reserved for cemetery perpetual care	-	122,835	122,835	122,835
Reserved for inventory	-	-	-	26,482
Unreserved - undesignated	9,022	36	9,058	4,358,207
Total fund balances	<u>19,022</u>	<u>122,871</u>	<u>141,893</u>	<u>4,517,524</u>
Total liabilities and fund balances	<u>\$ 19,022</u>	<u>\$ 122,871</u>	<u>\$ 141,893</u>	<u>\$ 6,935,258</u>

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<i>Special Revenue Funds</i>						
	<i>School Restricted</i>	<i>Food Service</i>	<i>Public Safety Donations</i>	<i>10% Computer- Tech</i>	<i>Rescue Billing</i>	<i>Substance Abuse Grant</i>	<i>Police Computer Block Grant</i>
Revenues							
State and federal aid and grants	\$ 1,397,927	\$ 88,219	\$ -	\$ -	\$ -	\$ 36,151	\$ -
Investment and interest income	-	241	124	-	1,463	-	-
Other revenue	77,351	635,237	-	19,169	386,298	1,350	-
Total revenues	<u>1,475,278</u>	<u>723,697</u>	<u>124</u>	<u>19,169</u>	<u>387,761</u>	<u>37,501</u>	<u>-</u>
Expenditures							
Current:							
Legislative, judicial and general administrative	-	-	-	2,680	-	-	-
Public safety	-	-	-	-	179,294	-	-
Public works	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-
Food service	-	729,861	-	-	-	-	-
Community services	-	-	-	-	-	32,426	-
Education	1,438,918	-	-	-	-	-	-
Capital items	-	-	-	-	-	-	-
Total expenditures	<u>1,438,918</u>	<u>729,861</u>	<u>-</u>	<u>2,680</u>	<u>179,294</u>	<u>32,426</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>36,360</u>	<u>(6,164)</u>	<u>124</u>	<u>16,489</u>	<u>208,467</u>	<u>5,075</u>	<u>-</u>
Other financing sources (uses)							
Transfers from other funds	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	(150,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>36,360</u>	<u>(6,164)</u>	<u>124</u>	<u>16,489</u>	<u>58,467</u>	<u>5,075</u>	<u>-</u>
Fund balances (deficits), beginning of year	181,326	116,405	55,015	23,115	122,139	26,571	3,514
Adjustments to prior years	(30,600)	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>150,726</u>	<u>116,405</u>	<u>55,015</u>	<u>23,115</u>	<u>122,139</u>	<u>26,571</u>	<u>3,514</u>
Fund balances, end of year	<u>\$ 187,086</u>	<u>\$ 110,241</u>	<u>\$ 55,139</u>	<u>\$ 39,604</u>	<u>\$ 180,606</u>	<u>\$ 31,646</u>	<u>\$ 3,514</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<i>Special Revenue Funds</i>						
	<i>Theatre</i>	<i>DPW Refuse Bags</i>	<i>Recreation Field Grant</i>	<i>Bicentennial</i>	<i>Historical Records</i>	<i>Community Development Block Grant</i>	<i>Wind Turbine</i>
Revenues							
State and federal aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 630,589	\$ -
Investment and interest income	-	-	-	12	-	-	-
Other revenue	65,531	36,332	-	-	3,359	-	-
Total revenues	<u>65,531</u>	<u>36,332</u>	<u>-</u>	<u>12</u>	<u>3,359</u>	<u>630,589</u>	<u>-</u>
Expenditures							
Current:							
Legislative, judicial and general administrative	-	-	-	-	2,000	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	30,135	-	-	-	-	-
Recreation	79,827	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-
Community services	-	-	-	-	-	630,268	-
Education	-	-	-	-	-	-	-
Capital items	-	-	-	-	-	-	-
Total expenditures	<u>79,827</u>	<u>30,135</u>	<u>-</u>	<u>-</u>	<u>2,000</u>	<u>630,268</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(14,296)</u>	<u>6,197</u>	<u>-</u>	<u>12</u>	<u>1,359</u>	<u>321</u>	<u>-</u>
Other financing sources (uses)							
Transfers from other funds	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	(295,750)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(295,750)</u>
Net change in fund balance	<u>(14,296)</u>	<u>6,197</u>	<u>-</u>	<u>12</u>	<u>1,359</u>	<u>321</u>	<u>(295,750)</u>
Fund balances (deficits), beginning of year	23,463	59,897	3,373	1,133	40,576	(20)	295,750
Adjustments to prior years	-	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>23,463</u>	<u>59,897</u>	<u>3,373</u>	<u>1,133</u>	<u>40,576</u>	<u>(20)</u>	<u>295,750</u>
Fund balances, end of year	<u>\$ 9,167</u>	<u>\$ 66,094</u>	<u>\$ 3,373</u>	<u>\$ 1,145</u>	<u>\$ 41,935</u>	<u>\$ 301</u>	<u>\$ -</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<i>Special Revenue Funds</i>						<i>Total Special Revenue Funds</i>	
	<i>Drug Free Grant</i>	<i>Underage Drinking Prevention</i>	<i>Safe Streets Grant</i>	<i>Passive Park Grant</i>	<i>MEDS Fund</i>	<i>Grants Fund</i>		<i>Miscellaneous Funds</i>
Revenues								
State and federal aid and grants	\$ 121,480	\$ -	\$ 25,960	\$ 44,230	\$ 36,900	\$ 272,329	\$ 945	\$ 2,654,730
Investment and interest income	-	-	-	-	-	-	-	1,840
Other revenue	-	1	-	-	-	-	1,425	1,226,053
Total revenues	<u>121,480</u>	<u>1</u>	<u>25,960</u>	<u>44,230</u>	<u>36,900</u>	<u>272,329</u>	<u>2,370</u>	<u>3,882,623</u>
Expenditures								
Current:								
Legislative, judicial and general administrative	-	-	-	-	-	-	-	4,680
Public safety	-	-	25,960	-	-	21,493	1,300	228,047
Public works	-	-	-	-	-	244,845	-	274,980
Recreation	-	-	-	42,760	-	-	945	123,532
Food service	-	-	-	-	-	-	-	729,861
Community services	121,480	-	-	-	-	5,991	-	790,165
Education	-	-	-	-	-	-	-	1,438,918
Capital items	-	-	-	-	-	-	-	-
Total expenditures	<u>121,480</u>	<u>-</u>	<u>25,960</u>	<u>42,760</u>	<u>-</u>	<u>272,329</u>	<u>2,245</u>	<u>3,590,183</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>-</u>	<u>1</u>	<u>-</u>	<u>1,470</u>	<u>36,900</u>	<u>-</u>	<u>125</u>	<u>292,440</u>
Other financing sources (uses)								
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	(445,750)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(445,750)</u>
Net change in fund balance	<u>-</u>	<u>1</u>	<u>-</u>	<u>1,470</u>	<u>36,900</u>	<u>-</u>	<u>125</u>	<u>(153,310)</u>
Fund balances (deficits), beginning of year	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>(1,470)</u>	<u>-</u>	<u>-</u>	<u>25,095</u>	<u>975,881</u>
Adjustments to prior years	-	-	-	-	-	-	-	(30,600)
Restated fund balances (deficits), beginning of year	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>(1,470)</u>	<u>-</u>	<u>-</u>	<u>25,095</u>	<u>945,281</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,900</u>	<u>\$ -</u>	<u>\$ 25,220</u>	<u>\$ 791,971</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	Capital Project Funds						
	<i>Town Computer</i>	<i>Recreation Maintenance & Improvements</i>	<i>Town Hall Improvement</i>	<i>School Athletic Facility</i>	<i>School Computer Technology</i>	<i>School Renovation</i>	<i>DPW Pavement Management</i>
Revenues							
State and federal aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 76,972	\$ -
Investment and interest income	547	-	10	246	-	2,391	29
Other revenue	-	150,702	-	-	-	-	-
Total revenues	<u>547</u>	<u>150,702</u>	<u>10</u>	<u>246</u>	<u>-</u>	<u>79,363</u>	<u>29</u>
Expenditures							
Current:							
Legislative, judicial and general administrative	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital items	5,024	141,403	356	-	132,861	386,605	-
Total expenditures	<u>5,024</u>	<u>141,403</u>	<u>356</u>	<u>-</u>	<u>132,861</u>	<u>386,605</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(4,477)</u>	<u>9,299</u>	<u>(346)</u>	<u>246</u>	<u>(132,861)</u>	<u>(307,242)</u>	<u>29</u>
Other financing sources (uses)							
Transfers from other funds	9,000	-	-	-	175,000	877,352	-
Transfers to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>9,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>175,000</u>	<u>877,352</u>	<u>-</u>
Net change in fund balance	<u>4,523</u>	<u>9,299</u>	<u>(346)</u>	<u>246</u>	<u>42,139</u>	<u>570,110</u>	<u>29</u>
Fund balances (deficits), beginning of year	51,105	79,166	1,426	23,015	40,936	223,257	2,827
Adjustments to prior years	-	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>51,105</u>	<u>79,166</u>	<u>1,426</u>	<u>23,015</u>	<u>40,936</u>	<u>223,257</u>	<u>2,827</u>
Fund balances, end of year	<u>\$ 55,628</u>	<u>\$ 88,465</u>	<u>\$ 1,080</u>	<u>\$ 23,261</u>	<u>\$ 83,075</u>	<u>\$ 793,367</u>	<u>\$ 2,856</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<i>Capital Project Funds</i>						
	<i>Refuse Vehicle Replacement</i>	<i>Auto Replacement</i>	<i>Fire Apparatus Replacement</i>	<i>Land Conservation</i>	<i>School Vehicle Replacement</i>	<i>Police Cove Park</i>	<i>DPW Equipment Replacement</i>
Revenues							
State and federal aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,101	\$ 13,000
Investment and interest income	1,284	521	1,717	58	948	428	1,360
Other revenue	-	-	17,185	-	-	-	-
Total revenues	<u>1,284</u>	<u>521</u>	<u>18,902</u>	<u>58</u>	<u>948</u>	<u>42,529</u>	<u>14,360</u>
Expenditures							
Current:							
Legislative, judicial and general administrative	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation	-	-	-	30,000	-	-	-
Food service	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital items	-	60,110	242,225	-	-	-	12,706
Total expenditures	<u>-</u>	<u>60,110</u>	<u>242,225</u>	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>12,706</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>1,284</u>	<u>(59,589)</u>	<u>(223,323)</u>	<u>(29,942)</u>	<u>948</u>	<u>42,529</u>	<u>1,654</u>
Other financing sources (uses)							
Transfers from other funds	40,000	55,000	140,000	30,000	-	-	250,000
Transfers to other funds	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>40,000</u>	<u>55,000</u>	<u>140,000</u>	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>250,000</u>
Net change in fund balance	<u>41,284</u>	<u>(4,589)</u>	<u>(83,323)</u>	<u>58</u>	<u>948</u>	<u>42,529</u>	<u>251,654</u>
Fund balances (deficits), beginning of year	119,683	48,769	239,028	5,350	88,453	189,511	126,768
Adjustments to prior years	-	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>119,683</u>	<u>48,769</u>	<u>239,028</u>	<u>5,350</u>	<u>88,453</u>	<u>189,511</u>	<u>126,768</u>
Fund balances, end of year	<u>\$ 160,967</u>	<u>\$ 44,180</u>	<u>\$ 155,705</u>	<u>\$ 5,408</u>	<u>\$ 89,401</u>	<u>\$ 232,040</u>	<u>\$ 378,422</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	Capital Project Funds					
	<i>R.I. Fire Safety Upgrades</i>	<i>Town Recycling Vehicle Replacement</i>	<i>Software Assessor & Treasurer</i>	<i>Environmental Issues</i>	<i>Public Safety Building Construction</i>	<i>Police Equipment</i>
Revenues						
State and federal aid and grants	\$ -	\$ -	\$ -	\$ -	\$ 1,997	\$ 8,200
Investment and interest income	-	2,367	379	185	148	38
Other revenue	-	-	-	-	26,009	-
Total revenues	<u>-</u>	<u>2,367</u>	<u>379</u>	<u>185</u>	<u>28,154</u>	<u>8,238</u>
Expenditures						
Current:						
Legislative, judicial and general administrative	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	13,140	-	-
Recreation	-	-	-	-	-	-
Food service	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Education	-	-	-	-	-	-
Capital items	81,315	-	7,155	-	12,566	33,596
Total expenditures	<u>81,315</u>	<u>-</u>	<u>7,155</u>	<u>13,140</u>	<u>12,566</u>	<u>33,596</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(81,315)</u>	<u>2,367</u>	<u>(6,776)</u>	<u>(12,955)</u>	<u>15,588</u>	<u>(25,358)</u>
Other financing sources (uses)						
Transfers from other funds	-	-	-	200,000	-	23,500
Transfers to other funds	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>-</u>	<u>23,500</u>
Net change in fund balance	<u>(81,315)</u>	<u>2,367</u>	<u>(6,776)</u>	<u>187,045</u>	<u>15,588</u>	<u>(1,858)</u>
Fund balances (deficits), beginning of year	117,070	220,826	138,854	120,510	62,913	35,755
Adjustments to prior years	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>117,070</u>	<u>220,826</u>	<u>138,854</u>	<u>120,510</u>	<u>62,913</u>	<u>35,755</u>
Fund balances, end of year	<u>\$ 35,755</u>	<u>\$ 223,193</u>	<u>\$ 132,078</u>	<u>\$ 307,555</u>	<u>\$ 78,501</u>	<u>\$ 33,897</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<i>Capital Project Funds</i>					
	<i>Peck Center Improvements</i>	<i>Town Revaluation</i>	<i>Harbormaster Equipment</i>	<i>Federal Road Reconstruction</i>	<i>Transient Dock</i>	<i>Maple Ave. Reconstruction Design</i>
Revenues						
State and federal aid and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment and interest income	279	74	-	-	-	-
Other revenue	-	-	-	-	-	-
Total revenues	<u>279</u>	<u>74</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures						
Current:						
Legislative, judicial and general administrative	-	11,165	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Food service	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Education	-	-	-	-	-	-
Capital items	4,425	-	-	-	-	-
Total expenditures	<u>4,425</u>	<u>11,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(4,146)</u>	<u>(11,091)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)						
Transfers from other funds	14,500	20,000	15,500	-	-	-
Transfers to other funds	-	-	-	-	-	-
Total other financing sources (uses)	<u>14,500</u>	<u>20,000</u>	<u>15,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>10,354</u>	<u>8,909</u>	<u>15,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits), beginning of year	26,069	44,094	7,004	5,314	7,320	49,576
Adjustments to prior years	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>26,069</u>	<u>44,094</u>	<u>7,004</u>	<u>5,314</u>	<u>7,320</u>	<u>49,576</u>
Fund balances, end of year	<u>\$ 36,423</u>	<u>\$ 53,003</u>	<u>\$ 22,504</u>	<u>\$ 5,314</u>	<u>\$ 7,320</u>	<u>\$ 49,576</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	Capital Project Funds			Total Capital Project Funds
	Fire Equipment	School Long Range Planning	Bonded Construction Projects	
Revenues				
State and federal aid and grants	\$ -	\$ -	\$ -	\$ 142,270
Investment and interest income	14	-	352	13,375
Other revenue	5,500	-	-	199,396
Total revenues	<u>5,514</u>	<u>-</u>	<u>352</u>	<u>355,041</u>
Expenditures				
Current:				
Legislative, judicial and general administrative	-	-	-	11,165
Public safety	-	-	-	-
Public works	-	-	-	13,140
Recreation	-	-	-	30,000
Food service	-	-	-	-
Community services	-	-	-	-
Education	-	7,099	-	7,099
Capital items	39,970	-	186,179	1,346,496
Total expenditures	<u>39,970</u>	<u>7,099</u>	<u>186,179</u>	<u>1,407,900</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(34,456)</u>	<u>(7,099)</u>	<u>(185,827)</u>	<u>(1,052,859)</u>
Other financing sources (uses)				
Transfers from other funds	90,000	-	-	1,939,852
Transfers to other funds	-	-	-	-
Total other financing sources (uses)	<u>90,000</u>	<u>-</u>	<u>-</u>	<u>1,939,852</u>
Net change in fund balance	<u>55,544</u>	<u>(7,099)</u>	<u>(185,827)</u>	<u>886,993</u>
Fund balances (deficits), beginning of year	19,883	36,698	565,487	2,696,667
Adjustments to prior years	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>19,883</u>	<u>36,698</u>	<u>565,487</u>	<u>2,696,667</u>
Fund balances, end of year	<u>\$ 75,427</u>	<u>\$ 29,599</u>	<u>\$ 379,660</u>	<u>\$ 3,583,660</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	<u>Permanent Funds</u>			<i>Total All Nonmajor Governmental Funds</i>
	<i>LR Peck School House</i>	<i>Cemetery Perpetual Care</i>	<i>Total Permanent Funds</i>	
Revenues				
State and federal aid and grants	\$ -	\$ -	\$ -	\$ 2,797,000
Investment and interest income	201	28	229	15,444
Other revenue	-	8,450	8,450	1,433,899
Total revenues	<u>201</u>	<u>8,478</u>	<u>8,679</u>	<u>4,246,343</u>
Expenditures				
Current:				
Legislative, judicial and general administrative	-	-	-	15,845
Public safety	-	-	-	228,047
Public works	-	-	-	288,120
Recreation	-	-	-	153,532
Food service	-	-	-	729,861
Community services	-	-	-	790,165
Education	-	-	-	1,446,017
Capital items	-	-	-	1,346,496
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,998,083</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>201</u>	<u>8,478</u>	<u>8,679</u>	<u>(751,740)</u>
Other financing sources (uses)				
Transfers from other funds	-	-	-	1,939,852
Transfers to other funds	-	(25,950)	(25,950)	(471,700)
Total other financing sources (uses)	<u>-</u>	<u>(25,950)</u>	<u>(25,950)</u>	<u>1,468,152</u>
Net change in fund balance	<u>201</u>	<u>(17,472)</u>	<u>(17,271)</u>	<u>716,412</u>
Fund balances (deficits), beginning of year	18,821	140,343	159,164	3,831,712
Adjustments to prior years	-	-	-	(30,600)
Restated fund balances (deficits), beginning of year	<u>18,821</u>	<u>140,343</u>	<u>159,164</u>	<u>3,801,112</u>
Fund balances, end of year	<u>\$ 19,022</u>	<u>\$ 122,871</u>	<u>\$ 141,893</u>	<u>\$ 4,517,524</u>

TOWN OF BARRINGTON, RHODE ISLAND
Special Revenue Funds - School Restricted Fund
Combining Balance Sheet
June 30, 2010

	<i>Federal Stabilization</i>	<i>Yellow School Bus Program</i>	<i>RI Jumpstart Coalition</i>	<i>Enrichment Program</i>	<i>Literacy</i>	<i>Perkins</i>	<i>Preschool Incentive Section 619</i>
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ 98,883	\$ -	\$ -	\$ -
Due from the state	130,745	-	-	-	-	-	8,093
Due from other funds	-	202	-	-	102,507	-	-
Other receivables	-	-	-	-	-	27,066	-
Total assets	\$ 130,745	\$ 202	\$ -	\$ 98,883	\$ 102,507	\$ 27,066	\$ 8,093
 LIABILITIES AND FUND BALANCES							
Liabilities							
Account payable and accrued expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	130,745	-	13	22,025	-	27,066	8,093
Total liabilities	130,745	-	13	22,025	-	27,066	8,093
Fund balances (deficits) - unreserved	-	202	(13)	76,858	102,507	-	-
Total liabilities and fund balances	\$ 130,745	\$ 202	\$ -	\$ 98,883	\$ 102,507	\$ 27,066	\$ 8,093

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Special Revenue Funds - School Restricted Fund
Combining Balance Sheet (Continued)
June 30, 2010

	<i>Preschool Incentive Sec. 619 ARRA</i>	<i>Special General Assembly Volunteer Program</i>	<i>Title II</i>	<i>Title III LEP</i>	<i>Title III Immigrant Assistance</i>	<i>Title IV</i>	<i>Title I</i>
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from the state	20,054	1,338	21,086	-	10,000	1,049	25,139
Due from other funds	-	-	-	-	-	-	-
Other receivables	-	-	-	5,500	-	-	-
Total assets	<u>\$ 20,054</u>	<u>\$ 1,338</u>	<u>\$ 21,086</u>	<u>\$ 5,500</u>	<u>\$ 10,000</u>	<u>\$ 1,049</u>	<u>\$ 25,139</u>
 LIABILITIES AND FUND BALANCES							
Liabilities							
Account payable and accrued expenditures	\$ -	\$ -	\$ 2,400	\$ -	\$ -	\$ -	\$ -
Due to other funds	20,054	1,338	18,686	5,500	10,000	1,049	25,139
Total liabilities	<u>20,054</u>	<u>1,338</u>	<u>21,086</u>	<u>5,500</u>	<u>10,000</u>	<u>1,049</u>	<u>25,139</u>
Fund balances (deficits) - unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 20,054</u>	<u>\$ 1,338</u>	<u>\$ 21,086</u>	<u>\$ 5,500</u>	<u>\$ 10,000</u>	<u>\$ 1,049</u>	<u>\$ 25,139</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Special Revenue Funds - School Restricted Fund
Combining Balance Sheet (Continued)
June 30, 2010

	<i>Project IDEA Part B</i>	<i>Project IDEA Part B ARRA</i>	<i>Summer School</i>	<i>Target</i>	<i>Feinstein</i>	<i>High School Donation</i>	<i>Total</i>
ASSETS							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 98,883
Due from the state	133,810	164,956	-	-	-	-	516,270
Due from other funds	-	-	-	740	6,792	-	110,241
Other receivables	-	-	-	-	-	-	32,566
Total assets	\$ 133,810	\$ 164,956	\$ -	\$ 740	\$ 6,792	\$ -	\$ 757,960
LIABILITIES AND FUND BALANCES							
Liabilities							
Account payable and accrued expenditures	\$ 290	\$ 16,500	\$ -	\$ -	\$ -	\$ -	\$ 19,190
Due to other funds	133,520	148,456	-	-	-	-	551,684
Total liabilities	133,810	164,956	-	-	-	-	570,874
Fund balances (deficits) - unreserved	-	-	-	740	6,792	-	187,086
Total liabilities and fund balances	\$ 133,810	\$ 164,956	\$ -	\$ 740	\$ 6,792	\$ -	\$ 757,960

TOWN OF BARRINGTON, RHODE ISLAND
Special Revenue Funds - School Restricted Fund
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2010

	<i>Federal Stabilization</i>	<i>Yellow School Bus Program</i>	<i>RI Jumpstart Coalition</i>	<i>Enrichment Program</i>	<i>Literacy</i>	<i>Perkins</i>	<i>Preschool Incentive Section 619</i>
Revenues							
Intergovernmental revenues	\$ 228,835	\$ -	\$ -	\$ -	\$ 42,068	\$ 32,335	\$ 25,125
Other revenue	-	400	3,000	60,604	-	-	-
Total revenues	<u>228,835</u>	<u>400</u>	<u>3,000</u>	<u>60,604</u>	<u>42,068</u>	<u>32,335</u>	<u>25,125</u>
Expenditures							
Salaries	39,161	-	-	12,917	-	19,464	19,612
Employee benefits	14,151	-	-	206	-	5,736	5,513
Purchased services	-	-	-	29,710	14,311	1,397	-
Supplies and materials	31,838	198	3,013	13,138	8,379	-	-
Capital outlay	143,685	-	-	-	-	5,395	-
Total expenditures	<u>228,835</u>	<u>198</u>	<u>3,013</u>	<u>55,971</u>	<u>22,690</u>	<u>31,992</u>	<u>25,125</u>
Net change in fund balance	<u>-</u>	<u>202</u>	<u>(13)</u>	<u>4,633</u>	<u>19,378</u>	<u>343</u>	<u>-</u>
Fund balances (deficits), beginning of year	-	-	-	72,225	83,129	30,257	-
Adjustments to prior years	-	-	-	-	-	(30,600)	-
Restated fund balances (deficits), beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>72,225</u>	<u>83,129</u>	<u>(343)</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ 202</u>	<u>\$ (13)</u>	<u>\$ 76,858</u>	<u>\$ 102,507</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Special Revenue Funds - School Restricted Fund
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
For the Fiscal Year Ended June 30, 2010

	<i>Preschool Incentive Sec. 619 ARRA</i>	<i>Special General Assembly Volunteer Program</i>	<i>Title II</i>	<i>Title III LEP</i>	<i>Title III Immigrant Assistance</i>	<i>Title IV</i>	<i>Title I</i>
Revenues							
Intergovernmental revenues	\$ 29,049	\$ 1,338	\$ 84,388	\$ 6,676	\$ 10,000	\$ 11,319	\$ 79,118
Other revenue	-	-	-	-	-	-	-
Total revenues	<u>29,049</u>	<u>1,338</u>	<u>84,388</u>	<u>6,676</u>	<u>10,000</u>	<u>11,319</u>	<u>79,118</u>
Expenditures							
Salaries	13,500	-	-	-	-	-	57,820
Employee benefits	549	-	-	-	-	-	18,931
Purchased services	-	-	82,113	1,637	8,179	10,793	-
Supplies and materials	10,000	1,338	2,275	5,039	1,821	526	2,367
Capital outlay	5,000	-	-	-	-	-	-
Total expenditures	<u>29,049</u>	<u>1,338</u>	<u>84,388</u>	<u>6,676</u>	<u>10,000</u>	<u>11,319</u>	<u>79,118</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits), beginning of year	-	-	-	-	-	-	-
Adjustments to prior years	-	-	-	-	-	-	-
Restated fund balances (deficits), beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Special Revenue Funds - School Restricted Fund
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
For the Fiscal Year Ended June 30, 2010

	<i>Project IDEA Part B</i>	<i>Project IDEA Part B ARRA</i>	<i>Summer School</i>	<i>Target</i>	<i>Feinstein</i>	<i>High School Donations</i>	<i>Total</i>
Revenues							
Intergovernmental revenues	\$ 564,699	\$ 282,977	\$ -	\$ -	\$ -	\$ -	\$ 1,397,927
Other revenue	-	-	12,981	366	-	-	77,351
Total revenues	<u>564,699</u>	<u>282,977</u>	<u>12,981</u>	<u>366</u>	<u>-</u>	<u>-</u>	<u>1,475,278</u>
Expenditures							
Salaries	336,942	79,730	-	-	-	-	579,146
Employee benefits	87,845	18,222	-	-	-	-	151,153
Purchased services	101,423	103,854	-	-	363	-	353,780
Supplies and materials	35,918	22,063	-	51	-	1,116	139,080
Capital outlay	2,571	59,108	-	-	-	-	215,759
Total expenditures	<u>564,699</u>	<u>282,977</u>	<u>-</u>	<u>51</u>	<u>363</u>	<u>1,116</u>	<u>1,438,918</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>12,981</u>	<u>315</u>	<u>(363)</u>	<u>(1,116)</u>	<u>36,360</u>
Fund balances (deficits), beginning of year	-	-	(12,981)	425	7,155	1,116	181,326
Adjustments to prior years	-	-	-	-	-	-	(30,600)
Restated fund balances (deficits), beginning of year	<u>-</u>	<u>-</u>	<u>(12,981)</u>	<u>425</u>	<u>7,155</u>	<u>1,116</u>	<u>150,726</u>
Fund balances (deficits), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 740</u>	<u>\$ 6,792</u>	<u>\$ -</u>	<u>\$ 187,086</u>

**COMBINING FINANCIAL STATEMENTS
FOR PRIVATE PURPOSE TRUST FUNDS**

**Private Purpose Trust Funds
were established to account for assets held
by the Town in a fiduciary capacity for individuals,
governmental entities and others. Trust funds are operated
by carrying out specific requirements, or other governing regulations.**

Land Easement Security - was established to protect the conservation easements.

Amy Tucker Spencer Trust - was established to account for money held on behalf of the Amy Tucker Spencer Trust.

Nicholas Gizzarelli and Patrick Murphy Scholarship Funds - were established to account for scholarships.

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Net Assets
Private-Purpose Trusts
June 30, 2010

	<u>Land Easement Security</u>	<u>Amy Tucker Spencer Trust</u>	<u>Nicholas Gizzarelli Trust</u>	<u>Patrick Murphy Trust</u>	<u>Total Private- Purpose Trusts</u>
Assets					
Cash and cash equivalents	\$ 11,602	\$ 739,861	\$ 18,112	\$ 11,013	\$ 780,588
Investments	15,906	2,386,581	-	-	2,402,487
Accrued interest receivable	106	-	-	-	106
Other receivables	-	123,244	-	-	123,244
	<u>27,614</u>	<u>3,249,686</u>	<u>18,112</u>	<u>11,013</u>	<u>3,306,425</u>
Total assets					
	<u>27,614</u>	<u>3,249,686</u>	<u>18,112</u>	<u>11,013</u>	<u>3,306,425</u>
Liabilities					
Due to other funds	-	434,556	-	-	434,556
Total liabilities	<u>-</u>	<u>434,556</u>	<u>-</u>	<u>-</u>	<u>434,556</u>
Net Assets					
Held in trust for other purposes	<u>\$ 27,614</u>	<u>\$ 2,815,130</u>	<u>\$ 18,112</u>	<u>\$ 11,013</u>	<u>\$ 2,871,869</u>

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Changes in Net Assets
Private-Purpose Trusts
For the Fiscal Year Ended June 30, 2010

	<u>Land Easement Security</u>	<u>Amy Tucker Spencer Trust</u>	<u>Nicholas Gizzarelli Trust</u>	<u>Patrick Murphy Trust</u>	<u>Total Private- Purpose Trusts</u>
Additions					
Investment earnings:					
Net increase (decrease) in fair value of investments	\$ 170	\$ 194,262	\$ -	\$ -	\$ 194,432
Interest and dividends	26	78,335	174	35	78,570
Net investment earnings	<u>196</u>	<u>272,597</u>	<u>174</u>	<u>35</u>	<u>273,002</u>
Other income	-	4,803	-	-	4,803
Total additions	<u>196</u>	<u>277,400</u>	<u>174</u>	<u>35</u>	<u>277,805</u>
Deductions					
Miscellaneous	-	306,640	-	500	307,140
Total deductions	<u>-</u>	<u>306,640</u>	<u>-</u>	<u>500</u>	<u>307,140</u>
Change in net assets	196	(29,240)	174	(465)	(29,335)
Net assets - beginning of year	<u>27,418</u>	<u>2,844,370</u>	<u>17,938</u>	<u>11,478</u>	<u>2,901,204</u>
Net assets - end of year	<u>\$ 27,614</u>	<u>\$ 2,815,130</u>	<u>\$ 18,112</u>	<u>\$ 11,013</u>	<u>\$ 2,871,869</u>

A G E N C Y F U N D S

**Agency Funds account
for assets held by the Town
as an agent for individuals,
organizations or other governmental units.**

Performance Bond Fund - is to account for monies held in connection with development projects.

Student Activity Funds - has been established to account for school activities such as field trips, yearbooks and proms.

Probate Fund - is to account for funds held in probate.

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Net Assets
Agency Funds
June 30, 2010

	<i>Performance Bond Fund</i>	<i>Student Activity Funds</i>	<i>Total Agency Funds</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Assets</i>			
Cash	\$ -	\$ 371,283	\$ 371,283
Investments	3,631	-	3,631
Due from other funds	<u>-</u>	<u>7,467</u>	<u>7,467</u>
<i>Total assets</i>	<u><u>\$ 3,631</u></u>	<u><u>\$ 378,750</u></u>	<u><u>\$ 382,381</u></u>
 <i>Liabilities</i>			
Due to other funds	\$ -	\$ 69,687	\$ 69,687
Deposits held in custody for others	<u>3,631</u>	<u>309,063</u>	<u>312,694</u>
<i>Total liabilities</i>	<u><u>\$ 3,631</u></u>	<u><u>\$ 378,750</u></u>	<u><u>\$ 382,381</u></u>

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2010

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
PERFORMANCE BOND FUND				
<i>Assets</i>				
Investments	\$ 3,623	\$ 8	\$ -	\$ 3,631
Due from other funds	25,895	-	25,895	-
Total assets	<u>\$ 29,518</u>	<u>\$ 8</u>	<u>\$ 25,895</u>	<u>\$ 3,631</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 29,518	\$ 8	\$ 25,895	\$ 3,631
Total liabilities	<u>\$ 29,518</u>	<u>\$ 8</u>	<u>\$ 25,895</u>	<u>\$ 3,631</u>
STUDENT ACTIVITY FUND				
<i>Assets</i>				
Cash	\$ 253,065	\$ 536,794	\$ 418,576	\$ 371,283
Due from other funds	-	7,467	-	7,467
Total assets	<u>\$ 253,065</u>	<u>\$ 544,261</u>	<u>\$ 418,576</u>	<u>\$ 378,750</u>
<i>Liabilities</i>				
Due to other funds	\$ -	\$ 506,595	\$ 436,908	\$ 69,687
Deposits held in custody for others	253,065	613,312	557,314	309,063
Total liabilities	<u>\$ 253,065</u>	<u>\$ 1,119,907</u>	<u>\$ 994,222</u>	<u>\$ 378,750</u>
PROBATE FUND				
<i>Assets</i>				
Investments	\$ 73,225	\$ 34	\$ 73,259	\$ -
Total assets	<u>\$ 73,225</u>	<u>\$ 34</u>	<u>\$ 73,259</u>	<u>\$ -</u>
<i>Liabilities</i>				
Deposits held in custody for others	\$ 73,225	\$ 34	\$ 73,259	\$ -
Total liabilities	<u>\$ 73,225</u>	<u>\$ 34</u>	<u>\$ 73,259</u>	<u>\$ -</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Combining Statement of Changes in Assets and Liabilities (Continued)
Agency Funds
For the Fiscal Year Ended June 30, 2010

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
TOTAL AGENCY FUNDS				
<i>Assets</i>				
Cash	\$ 253,065	\$ 536,794	\$ 418,576	\$ 371,283
Investments	76,848	42	73,259	3,631
Due from other funds	<u>25,895</u>	<u>7,467</u>	<u>25,895</u>	<u>7,467</u>
Total assets	<u>\$ 355,808</u>	<u>\$ 544,303</u>	<u>\$ 517,730</u>	<u>\$ 382,381</u>
<i>Liabilities</i>				
Due to other funds	\$ -	\$ 506,595	\$ 436,908	\$ 69,687
Deposits held in custody for others	<u>355,808</u>	<u>613,354</u>	<u>656,468</u>	<u>312,694</u>
Total liabilities	<u>\$ 355,808</u>	<u>\$ 1,119,949</u>	<u>\$ 1,093,376</u>	<u>\$ 382,381</u>

TOWN OF BARRINGTON, RHODE ISLAND

Tax Collector's Annual Report

For the Fiscal Year Ended June 30, 2010

Real Estate and Personal Property Taxes

<u>Year</u>	<u>Balance June 30, 2009</u>	<u>Assessments December 31, 2008</u>	<u>Additions</u>	<u>Abatements and Adjustments</u>	<u>Amount to be Collected</u>	<u>Current Year Collections</u>	<u>Balance June 30, 2010</u>
2009	\$ -	\$ 51,856,526	\$ 266,518	\$ (826,779)	\$ 51,296,265	\$ 49,321,217	\$ 1,975,048
2008	2,176,974	-	142,996	(2,717)	2,317,253	2,160,137	157,116
2007	174,447	-	-	(849)	173,598	119,162	54,436
2006	55,013	-	-	(886)	54,127	20,710	33,417
2005	33,213	-	-	-	33,213	845	32,368
2004	32,526	-	-	-	32,526	892	31,634
2003	27,958	-	-	-	27,958	470	27,488
2002	26,845	-	-	-	26,845	-	26,845
2001	28,860	-	-	-	28,860	-	28,860
2000 and prior	228,084	-	-	-	228,084	849	227,235
	<u>\$ 2,783,920</u>	<u>\$ 51,856,526</u>	<u>\$ 409,514</u>	<u>\$ (831,231)</u>	<u>\$ 54,218,729</u>	<u>\$ 51,624,282</u>	2,594,447
						<i>Allowance for Uncollectible Accounts</i>	<u>(472,696)</u>
						<i>Net Property Tax Receivable</i>	<u>\$ 2,121,751</u>

Schedule of Most Recent Net Assessed Property Value by Category

<u>Description of Property</u>	<u>Valuation</u>	<u>Levy</u>
<i>Real property</i>	\$ 3,046,580,400	\$ 49,049,944
<i>Motor vehicles</i>	142,609,486	5,989,598
<i>Tangible personal property</i>	33,601,790	540,989
<i>Total</i>	<u>3,222,791,676</u>	<u>55,580,532</u>
<i>Exemptions</i>	<u>115,921,390</u>	<u>3,724,006</u>
<i>Net assessed value</i>	<u>\$ 3,106,870,286</u>	<u>\$ 51,856,526</u>

STATISTICAL SECTION

The Statistical Schedules differ from other financial statement presentations because they generally disclose more than one fiscal year and may present non-accounting data such as social and economic data and financial trends of the Town.

Statistical Section

This part of the Town of Barrington's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
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Financial Trends	99-104
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These schedules contain trend information to help the reader understand how the Town's financial position has changed over time.

Revenue Capacity	105-109
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These schedules contain information to help the reader understand and assess the factors affecting the Town's ability to generate its most significant local revenue sources, the real and personal property tax .

Debt Capacity	110-112
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These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Economic and Demographic Information	113-115
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These schedules offer economic and demographic indicators to help the reader understand the environment within which the Town's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operating Information	116-117
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These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Town implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

TOWN OF BARRINGTON, RHODE ISLAND

*Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)
(Unaudited)*

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental Activities:								
Invested in Capital Assets, Net of Related Debt	\$ 15,191,202	\$ 18,153,902	\$ 20,590,446	\$ 24,214,301	\$ 28,835,298	\$ 31,776,134	\$ 35,496,104	\$ 37,883,842
Restricted for:								
Capital Projects	3,091,567	2,587,864	2,345,164	2,385,738	1,784,161	2,475,171	2,131,180	3,204,000
Other Purposes	3,291,680	3,848,472	4,405,509	4,895,296	5,261,383	4,029,348	3,400,277	3,929,650
Unrestricted	<u>11,020,356</u>	<u>12,064,123</u>	<u>12,089,365</u>	<u>13,142,959</u>	<u>13,090,061</u>	<u>13,860,384</u>	<u>12,758,691</u>	<u>13,211,459</u>
Total Governmental Activities Net Assets	<u>32,594,805</u>	<u>36,654,361</u>	<u>39,430,484</u>	<u>44,638,294</u>	<u>48,970,903</u>	<u>52,141,037</u>	<u>53,786,252</u>	<u>58,228,951</u>
Business-type Activities:								
Invested in Capital Assets, Net of Related Debt	22,200,348	21,519,879	20,687,287	20,631,978	20,856,307	17,750,893	16,593,234	15,956,063
Unrestricted	<u>2,493,701</u>	<u>2,438,649</u>	<u>2,728,861</u>	<u>2,358,076</u>	<u>1,081,823</u>	<u>3,264,530</u>	<u>3,960,256</u>	<u>3,928,437</u>
Total Business-type Activities Net Assets	<u>24,694,049</u>	<u>23,958,528</u>	<u>23,416,148</u>	<u>22,990,054</u>	<u>21,938,130</u>	<u>21,015,423</u>	<u>20,553,490</u>	<u>19,884,500</u>
Primary Government:								
Invested in Capital Assets, Net of Related Debt	37,391,550	39,673,781	41,277,733	44,846,279	49,691,605	49,527,027	52,089,338	53,839,905
Restricted	6,383,247	6,436,336	6,750,673	7,281,034	7,045,544	6,504,519	5,531,457	7,133,650
Unrestricted	<u>13,514,057</u>	<u>14,502,772</u>	<u>14,818,226</u>	<u>15,501,035</u>	<u>14,171,884</u>	<u>17,124,914</u>	<u>16,718,947</u>	<u>17,139,896</u>
Total Primary Government Net Assets	<u>\$ 57,288,854</u>	<u>\$ 60,612,889</u>	<u>\$ 62,846,632</u>	<u>\$ 67,628,348</u>	<u>\$ 70,909,033</u>	<u>\$ 73,156,460</u>	<u>\$ 74,339,742</u>	<u>\$ 78,113,451</u>

Note: Prior to implementation of GASB 34 in 2003, this information was not compiled and is unavailable.

Source: Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND

*Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
(Unaudited)*

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Expenses								
Governmental Activities:								
Legislative, judicial & general administrative	\$ 1,475,542	\$ 1,655,308	\$ 1,946,104	\$ 2,112,096	\$ 2,038,419	\$ 2,486,851	\$ 2,292,203	\$ 2,195,653
Public Safety	4,333,257	4,760,467	4,989,128	5,517,743	6,050,622	6,410,401	6,724,665	6,582,461
Public Works	2,691,463	2,824,941	3,276,748	3,374,563	3,603,991	3,936,958	4,014,723	3,892,353
Conservation of health	46,400	46,400	46,400	46,400	46,500	46,500	46,500	45,000
Recreation	75,477	152,514	123,139	127,645	251,104	112,949	478,607	453,893
Public Libraries	1,081,812	1,130,023	1,229,106	1,212,214	1,288,108	1,309,051	1,379,549	1,405,635
Community Services	20,951	29,295	36,506	34,811	77,166	193,616	271,691	290,165
Senior Services	106,938	108,183	109,577	113,765	123,532	126,457	130,052	123,993
Inspections	71,440	74,578	78,694	85,903	91,171	97,754	100,900	103,390
Education	32,372,761	34,188,158	36,017,633	38,127,935	40,618,689	42,810,401	44,462,190	45,782,765
Cemetery	101,459	107,197	156,546	88,483	127,437	136,477	124,133	165,042
Interest and Fiscal Charges	1,421,317	1,278,465	1,155,768	1,052,401	1,076,533	970,101	836,727	513,233
Total Governmental Activities Expenses	<u>43,798,817</u>	<u>46,355,529</u>	<u>49,165,349</u>	<u>51,893,959</u>	<u>55,393,272</u>	<u>58,637,516</u>	<u>60,861,940</u>	<u>61,553,583</u>
Business-type Activities:								
Wastewater	1,298,056	2,249,010	2,283,302	2,310,224	3,566,331	3,885,063	3,379,443	3,540,231
Total Business-type Activities Expenses	<u>1,298,056</u>	<u>2,249,010</u>	<u>2,283,302</u>	<u>2,310,224</u>	<u>3,566,331</u>	<u>3,885,063</u>	<u>3,379,443</u>	<u>3,540,231</u>
Total Primary Government Expenses	<u>\$ 45,096,873</u>	<u>\$ 48,604,539</u>	<u>\$ 51,448,651</u>	<u>\$ 54,204,183</u>	<u>\$ 58,959,603</u>	<u>\$ 62,522,579</u>	<u>\$ 64,241,383</u>	<u>\$ 65,093,814</u>
Program Revenues								
Governmental Activities:								
Charges for services:								
Legislative, judicial & General administrative	\$ 699,708	\$ 838,951	\$ 960,418	\$ 901,169	\$ 934,501	\$ 795,156	\$ 705,255	\$ 711,303
Public Safety	279,554	287,825	387,668	376,378	390,622	464,573	566,228	534,999
Public Works	70,099	103,543	91,411	87,218	88,913	108,219	109,463	107,172
Recreation	37,390	82,688	64,101	73,101	239,124	242,391	330,187	280,364
Public Libraries	48,701	47,392	41,485	44,930	48,180	47,637	56,578	53,392
Senior Services	23,119	21,480	16,835	16,724	15,121	13,688	12,017	10,685
Inspections	154,801	151,476	180,475	190,895	156,484	188,867	179,847	161,271
Education	707,009	761,984	839,834	805,502	918,563	973,461	1,224,632	1,286,101
Cemetery	72,819	89,845	113,455	85,550	93,480	82,899	43,907	91,780
Interest and Fiscal Charges	30,600	33,660	30,600	23,220	-	-	-	-
Operating Grants and Contributions	4,345,620	5,238,655	5,571,952	6,012,426	6,345,934	6,583,353	5,967,768	6,696,129
Capital Grants and Contributions	503,722	-	310,000	978,456	226,993	755,354	140,914	759,126
Total Governmental Activities Program Revenues	<u>6,973,142</u>	<u>7,657,499</u>	<u>8,608,234</u>	<u>9,595,569</u>	<u>9,457,915</u>	<u>10,255,598</u>	<u>9,336,796</u>	<u>10,692,322</u>

(continued)

Note: Prior to implementation of GASB 34 in 2003 this information was not compiled and is unavailable.

Source: Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND

Changes in Net Assets (continued)

Last Eight Fiscal Years

(accrual basis of accounting)

(Unaudited)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Business-type Activities:								
Charges for Services:								
Wastewater	\$ 1,538,615	\$ 1,510,865	\$ 1,724,229	\$ 1,849,463	\$ 2,467,099	\$ 2,853,030	\$ 2,890,726	\$ 2,862,036
Total Business-type Activities Program Revenues	<u>1,538,615</u>	<u>1,510,865</u>	<u>1,724,229</u>	<u>1,849,463</u>	<u>2,467,099</u>	<u>2,853,030</u>	<u>2,890,726</u>	<u>2,862,036</u>
Total Primary Government Program Revenues	<u>\$ 8,511,757</u>	<u>\$ 9,168,364</u>	<u>\$ 10,332,463</u>	<u>\$ 11,445,032</u>	<u>\$ 11,925,014</u>	<u>\$ 13,108,628</u>	<u>\$ 12,227,522</u>	<u>\$ 13,554,358</u>
Net (Expense)/Revenue								
Governmental Activities	\$ (36,825,675)	\$ (38,698,030)	\$ (40,557,115)	\$ (42,298,390)	\$ (45,935,357)	\$ (48,381,918)	\$ (51,525,144)	\$ (50,861,261)
Business-type Activities	240,559	(738,145)	(559,073)	(460,761)	(1,099,232)	(1,032,033)	(488,717)	(678,195)
Total Primary Government Net (Expense)/Revenue	<u>\$ (36,585,116)</u>	<u>\$ (39,436,175)</u>	<u>\$ (41,116,188)</u>	<u>\$ (42,759,151)</u>	<u>\$ (47,034,589)</u>	<u>\$ (49,413,951)</u>	<u>\$ (52,013,861)</u>	<u>\$ (51,539,456)</u>
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Property Taxes	\$ 36,945,117	\$ 38,923,706	\$ 41,017,475	\$ 43,318,933	\$ 45,209,931	\$ 47,615,942	\$ 49,739,166	\$ 51,606,856
State Aid and in lieu of taxes	3,699,738	3,030,035	3,027,643	3,333,339	3,712,909	3,721,897	3,574,912	3,106,968
Investment Earnings	348,117	791,407	594,189	826,433	1,305,282	178,022	(407,282)	406,624
Miscellaneous	66,172	41,004	76,307	27,495	39,844	36,191	263,563	183,512
Total Governmental Activities	<u>41,059,144</u>	<u>42,786,152</u>	<u>44,715,614</u>	<u>47,506,200</u>	<u>50,267,966</u>	<u>51,552,052</u>	<u>53,170,359</u>	<u>55,303,960</u>
Business-type Activities:								
Investment Earnings	5,919	2,624	16,693	34,667	47,308	109,326	26,784	9,205
Total Business-type Activities	<u>5,919</u>	<u>2,624</u>	<u>16,693</u>	<u>34,667</u>	<u>47,308</u>	<u>109,326</u>	<u>26,784</u>	<u>9,205</u>
Total Primary Government	<u>41,065,063</u>	<u>42,788,776</u>	<u>44,732,307</u>	<u>47,540,867</u>	<u>50,315,274</u>	<u>51,661,378</u>	<u>53,197,143</u>	<u>55,313,165</u>
Governmental Activities	4,233,469	4,088,122	4,158,499	5,207,810	4,332,609	3,170,134	1,645,215	4,442,699
Business-type Activities	246,478	(735,521)	(542,380)	(426,094)	(1,051,924)	(922,707)	(461,933)	(668,990)
Total Primary Government Changes in Net Assets	<u>\$ 4,479,947</u>	<u>\$ 3,352,601</u>	<u>\$ 3,616,119</u>	<u>\$ 4,781,716</u>	<u>\$ 3,280,685</u>	<u>\$ 2,247,427</u>	<u>\$ 1,183,282</u>	<u>\$ 3,773,709</u>

Note: Prior to implementation of GASB 34 in 2003 this information was not compiled and is unavailable.

Source: Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND

Fund Balances, Governmental Funds

Last Eight Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund								
Reserved	\$ 101,650	\$ 69,111	\$ 40,462	\$ 107,160	\$ 147,947	\$ 96,377	\$ 108,213	\$ 945,754
Unreserved	9,146,526	9,223,171	9,390,297	9,669,196	9,463,064	10,198,993	10,065,173	10,337,692
Total General Fund	<u>\$ 9,248,176</u>	<u>\$ 9,292,282</u>	<u>\$ 9,430,759</u>	<u>\$ 9,776,356</u>	<u>\$ 9,611,011</u>	<u>\$ 10,295,370</u>	<u>\$ 10,173,386</u>	<u>\$ 11,283,446</u>
All Other Governmental Funds								
Reserved	\$ 69,510	\$ 78,710	\$ 194,337	\$ 119,276	\$ 128,976	\$ 127,011	\$ 139,530	\$ 159,317
Unreserved, Undesignated, Reported in:								
Special Revenue Funds	3,363,802	3,921,931	4,261,985	4,827,642	5,255,475	4,032,064	3,429,976	4,017,142
Capital Projects Funds	9,833,224	5,524,717	3,917,739	5,792,482	3,526,862	3,309,146	2,696,667	3,583,660
Permanent Fund	15,532	15,868	17,354	21,462	27,552	33,255	34,779	9,058
Total All Other Governmental Funds	<u>13,282,068</u>	<u>9,541,226</u>	<u>8,391,415</u>	<u>10,760,862</u>	<u>8,938,865</u>	<u>7,501,476</u>	<u>6,300,952</u>	<u>7,769,177</u>
Total Governmental Funds	<u>\$ 22,530,244</u>	<u>\$ 18,833,508</u>	<u>\$ 17,822,174</u>	<u>\$ 20,537,218</u>	<u>\$ 18,549,876</u>	<u>\$ 17,796,846</u>	<u>\$ 16,474,338</u>	<u>\$ 19,052,623</u>

**Note: Prior to implementation of GASB 34 in 2003
this information was not compiled and is unavailable.**

Source: Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Revenues					
Property Taxes	\$ 34,445,053	\$ 35,710,622	\$ 36,909,552	\$ 38,761,540	\$ 40,854,688
Intergovernmental	422,503	1,015,457	1,204,317	1,331,953	328,799
Interest and investment income	230,040	45,726	313,819	767,066	529,526
Other Local Revenues	1,822,800	1,418,422	1,326,371	1,510,240	1,584,891
State Aid and grants	6,048,885	6,594,351	7,070,031	6,712,251	8,303,751
Other Revenues	1,430,446	1,209,749	1,402,616	1,414,504	1,681,191
Total Revenues	<u>44,399,727</u>	<u>45,994,327</u>	<u>48,226,706</u>	<u>50,497,554</u>	<u>53,282,846</u>
Expenditures					
Current:					
Legislative, Judicial & General Administrative	888,151	934,511	990,840	1,145,447	1,314,401
Public Safety	3,091,602	3,070,883	3,225,916	3,412,504	3,615,565
Public Works	1,947,134	2,023,315	2,181,141	2,271,869	2,299,449
Food Service	547,301	581,925	657,004	735,275	684,186
Conservation of health	46,400	46,400	46,400	46,400	46,400
Personnel Charges	1,325,134	1,598,826	1,671,813	1,852,952	2,155,121
Recreation	67,594	65,372	67,699	102,615	102,215
Public Libraries	982,009	926,963	968,937	957,731	1,059,794
Community Services	69,514	39,559	19,915	28,259	35,470
Senior Services	84,719	90,598	92,062	95,337	102,212
Inspections	59,904	61,621	64,210	66,551	70,409
Government Utilities	221,003	211,158	254,811	272,883	284,158
Education	26,867,701	28,664,336	30,771,327	32,866,414	34,905,223
Cemetery	-	90,168	101,459	107,197	156,546
Miscellaneous	43,167	151,540	87,010	58,778	101,388
Capital Outlay	2,410,795	2,502,068	3,586,531	5,479,601	3,945,292
Debt Service:					
Principal Retirement	3,615,000	3,895,000	3,437,300	3,681,500	3,891,500
Interest and Fiscal Charges	1,617,835	1,240,438	1,338,607	1,274,186	1,159,393
Total Expenditures	<u>43,884,963</u>	<u>46,194,681</u>	<u>49,562,982</u>	<u>54,455,499</u>	<u>55,928,722</u>
Excess of Revenues Over (Under) Expenditures					
<i>Before other financing sources (uses)</i>	<u>514,764</u>	<u>(200,354)</u>	<u>(1,336,276)</u>	<u>(3,957,945)</u>	<u>(2,645,876)</u>
Other Financing Sources (Uses)					
Proceeds from issuance of bonds	-	8,056,009	10,000,000	-	1,470,000
Proceeds from Capital lease	-	-	-	-	164,542
Payment - Bond Refunding Agent	-	(7,945,585)	-	-	-
Transfers In	32,374,642	29,847,937	31,402,264	33,231,725	35,130,142
Transfers Out	<u>(32,264,642)</u>	<u>(29,594,536)</u>	<u>(31,208,039)</u>	<u>(33,075,602)</u>	<u>(35,130,142)</u>
Total Other Financing Sources (Uses)	<u>110,000</u>	<u>363,825</u>	<u>10,194,225</u>	<u>156,123</u>	<u>1,634,542</u>
Net Change in Fund Balances	<u>\$ 624,764</u>	<u>\$ 163,471</u>	<u>\$ 8,857,949</u>	<u>\$ (3,801,822)</u>	<u>\$ (1,011,334)</u>
Debt Service as a percentage of noncapital expenditures	12.62%	11.75%	10.39%	10.12%	9.72%

(Continued)

Source: Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND
Changes in Fund Balances, Governmental Funds (Continued)
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues					
Property Taxes	\$ 43,100,006	\$ 45,024,580	\$ 47,202,592	\$ 49,369,428	\$ 51,543,496
Intergovernmental	1,506,171	1,766,866	3,750,169	238,109	254,257
Interest and investment income	707,781	1,180,667	55,745	(435,252)	400,136
Other Local Revenues	1,574,356	1,485,342	1,655,265	1,882,807	1,981,900
State Aid and grants	7,998,142	8,257,286	6,928,887	9,285,897	9,771,202
Other Revenues	1,613,026	1,918,719	1,941,576	2,005,271	1,867,397
Total Revenues	<u>56,499,482</u>	<u>59,633,460</u>	<u>61,534,234</u>	<u>62,346,260</u>	<u>65,818,388</u>
Expenditures					
Current:					
Legislative, Judicial & General Administrative	1,450,832	1,449,082	1,501,203	1,645,002	1,500,098
Public Safety	3,687,832	3,860,232	4,080,027	4,274,151	4,288,614
Public Works	2,409,238	2,404,442	2,486,456	2,666,645	2,809,745
Food Service	716,965	735,133	739,898	744,097	729,861
Conservation of health	46,400	46,500	46,500	46,500	45,000
Personnel Charges	2,439,737	2,786,617	2,991,916	2,891,835	2,950,273
Recreation	100,027	122,199	167,237	258,732	251,488
Public Libraries	1,013,369	1,075,410	1,091,647	1,125,663	1,152,488
Community Services	34,811	77,166	193,616	271,691	790,165
Senior Services	105,974	108,840	112,587	115,857	112,935
Inspections	79,535	81,538	85,192	90,518	94,331
Government Utilities	316,375	293,543	288,708	326,265	369,705
Education	36,762,006	39,255,122	41,101,300	41,807,413	43,334,920
Cemetery	88,483	127,437	136,477	1,100,167	245,469
Miscellaneous	30,469	34,396	34,104	36,038	31,571
Capital Asset Outlay	3,367,484	4,228,955	4,390,064	2,412,878	1,389,554
Debt Service:					
Principal Retirement	3,856,500	3,861,500	3,126,500	3,121,000	2,647,550
Interest and Fiscal Charges	1,043,401	1,072,690	960,650	950,082	496,336
Total Expenditures	<u>57,549,438</u>	<u>61,620,802</u>	<u>63,534,082</u>	<u>63,884,534</u>	<u>63,240,103</u>
Excess of Revenues Over (Under) Expenditures					
<i>Before other financing sources (uses)</i>	<u>(1,049,956)</u>	<u>(1,987,342)</u>	<u>(1,999,848)</u>	<u>(1,538,274)</u>	<u>2,578,285</u>
Other Financing Sources (Uses)					
Proceeds from issuance of bonds	3,765,000	-	1,246,818	9,316,805	-
Proceeds from Capital lease	-	-	-	120,195	-
Payment -Bond Refunding Agent	-	-	-	(9,221,234)	-
Transfers In	36,644,911	38,557,438	41,052,607	39,532,905	42,010,590
Transfers Out	<u>(36,644,911)</u>	<u>(38,557,438)</u>	<u>(41,052,607)</u>	<u>(39,532,905)</u>	<u>(42,010,590)</u>
Total Other Financing Sources (Uses)	<u>3,765,000</u>	<u>-</u>	<u>1,246,818</u>	<u>215,766</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 2,715,044</u>	<u>\$ (1,987,342)</u>	<u>\$ (753,030)</u>	<u>\$ (1,322,508)</u>	<u>\$ 2,578,285</u>
Debt Service as a percentage of noncapital expenditures	9.04%	8.60%	6.91%	6.62%	5.08%

Source: Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

<i>Fiscal Year</i>	<i>Real Property</i>					<i>Personal Property</i>			
	<i>Residential</i>	<i>Commercial</i>	<i>Less Tax-Exempt Property</i>	<i>Total Taxable Assessed Value</i>	<i>Direct Tax Rate</i>	<i>Estimated Actual Value</i>	<i>Tangible Personal Property</i>	<i>Tangible Estimated Actual Value</i>	<i>Tax Rate Personal Property</i>
2001	\$1,220,008,700	\$41,748,300	\$23,596,107	\$1,238,160,893	\$24.20	\$1,300,935,650	\$22,357,825	\$22,357,825	\$24.20
2002	1,222,850,100	54,516,200	23,525,101	1,253,841,199	25.40	1,481,744,908	22,260,100	22,260,100	25.40
2003	1,235,105,800	53,834,200	23,014,400	1,265,925,600	26.10	1,541,014,704	25,416,800	25,416,800	26.10
2004	1,908,741,400	63,217,100	32,356,000	1,939,602,500	18.00	1,939,602,500	27,583,400	27,583,400	18.00
2005	1,922,405,000	63,394,500	33,480,900	1,952,318,600	18.99	2,007,488,588	29,941,400	29,941,400	18.99
2006	1,943,334,200	63,477,700	32,221,700	1,974,590,200	19.75	2,617,517,254	31,232,700	31,232,700	19.75
2007	3,056,497,000	103,352,100	46,726,448	3,113,122,652	13.25	3,113,122,652	33,548,550	33,548,550	13.25
2008	3,078,118,000	104,880,200	43,353,963	3,139,644,237	13.85	3,243,252,497	37,623,295	37,623,295	13.85
2009	3,094,776,200	103,695,200	44,597,247	3,153,874,153	14.45	3,153,874,153	31,807,095	31,807,095	14.45
2010	2,898,579,200	148,001,200	44,196,633	3,002,383,767	16.10	2,667,918,215	33,601,790	33,601,790	16.10

(Continued)

Real property is valued in full every 3 years with a State mandated update of the current market value (statistical) in the third year following each reappraisal.

From 1998 forward the assessed value is estimated based on CPI for Northeast Housing.

FY 2004 - Assessed value increase was due to a Town Wide Statistical Revaluation

FY 2007 - Assessed value increase due to Town Wide Re-appraisal

Personal property tax is assessed on all tangible personal property used in business in Barrington.

Source: Tax Assessor's Annual Report to the State of Rhode Island
Town of Barrington Comprehensive Annual Financial Report

TOWN OF BARRINGTON, RHODE ISLAND
Assessed and Estimated Actual Value of Taxable Property (Continued)
Last Ten Fiscal Years
(Unaudited)

<i>Fiscal Year</i>	<i>Personal Property</i>					<i>Total</i>		
	<i>Motor Vehicles</i>	<i>Less Tax-Exempt Property</i>	<i>Motor Vehicle Total Motor Vehicle Taxable Assessed Value</i>	<i>Estimated Actual Value</i>	<i>Tax Rate Motor Vehicles</i>	<i>Assessed Value</i>	<i>Estimated Actual Value</i>	<i>Ratio</i>
2001	\$120,243,480	\$31,506,077	\$88,737,403	\$111,095,228	\$42.00	\$1,349,256,121	\$1,443,536,955	93.47%
2002	125,441,900	41,755,172	83,686,728	147,702,000	42.00	\$1,359,788,027	\$1,629,446,908	83.45%
2003	127,119,991	51,454,632	75,665,359	152,536,791	42.00	\$1,367,007,759	\$1,693,551,495	80.72%
2004	133,294,397	52,905,378	80,389,019	160,877,797	42.00	\$2,047,574,919	\$2,100,480,297	97.48%
2005	129,995,889	52,513,624	77,482,265	159,937,289	42.00	\$2,059,742,265	\$2,167,425,877	95.03%
2006	142,301,731	58,342,806	83,958,925	173,534,431	42.00	\$2,089,781,825	\$2,822,284,385	74.05%
2007	148,818,521	67,943,803	80,874,718	182,367,071	42.00	\$3,227,545,920	\$3,329,038,273	96.95%
2008	151,635,393	70,953,837	80,681,556	189,258,688	42.00	\$3,257,949,088	\$3,470,134,480	93.89%
2009	156,225,938	71,231,539	84,994,399	188,033,033	42.00	\$3,270,675,647	\$3,373,714,281	96.95%
2010	142,609,486	71,724,757	70,884,729	176,211,276	42.00	\$3,106,870,286	\$2,877,731,281	107.96%

Real property is valued in full every 3 years with a State mandated update of the current market value (statistical) in the third year following each reappraisal.

From 1998 forward the assessed value is estimated based on CPI for Northeast Housing.

FY 2004 - Assessed value increase was due to a Town Wide Statistical Revaluation

FY 2007 - Assessed value increase due to Town Wide Re-appraisal

Personal property tax is assessed on all tangible personal property used in business in Barrington.

**Source: Tax Assessor's Annual Report to the State of Rhode Island
Town of Barrington Comprehensive Annual Financial Report**

TOWN OF BARRINGTON, RHODE ISLAND

*Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Fiscal Years
(Unaudited)*

<i>General Fund</i>	<i>Real Estate & Personal Property</i>	<i>Motor Vehicle</i>
2001	\$24.20	\$42.00
2002	\$25.40	\$42.00
2003	\$26.10	\$42.00
2004	\$18.00	\$42.00
2005	\$18.99	\$42.00
2006	\$19.75	\$42.00
2007	\$13.25	\$42.00
2008	\$13.85	\$42.00
2009	\$14.45	\$42.00
2010	\$16.10	\$42.00

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

The Town does not have any overlapping governments.

Source: Finance Department, Barrington, Rhode Island

TOWN OF BARRINGTON, RHODE ISLAND

Property Tax Levies and Collections

Last Ten Fiscal Years

(Unaudited)

<i>Collection Year</i>	<i>Current Tax Levy</i>	<i>Current Tax Collections</i>	<i>Percent of Current Tax Collections to Current Tax Levy</i>	<i>Delinquent Tax Collections</i>	<i>Total Tax Collections</i>	<i>Percent of Total Tax Collections to Current Tax Levy</i>	<i>Net Outstanding Delinquent Taxes</i>	<i>Ratio of Delinquent Taxes to Net Tax Levy</i>
2001	\$34,414,856	\$33,882,869	98.45	\$562,184	\$34,445,053	100.09	\$2,059,765	5.99%
2002	35,899,167	35,263,568	98.23	453,433	35,717,001	99.49	2,175,194	6.06%
2003	36,878,832	36,340,663	98.54	591,441	36,932,104	100.14	2,126,421	5.77%
2004	38,778,604	38,198,179	98.50	563,361	38,761,540	99.96	2,149,339	5.54%
2005	40,939,227	40,307,296	98.46	566,301	40,873,597	99.84	2,229,748	5.45%
2006	43,246,713	42,517,522	98.31	590,040	43,107,562	99.68	2,169,179	5.02%
2007	45,054,422	44,367,990	98.48	662,883	45,030,873	99.95	2,497,622	5.54%
2008	47,347,311	46,508,660	98.23	693,932	47,202,592	99.69	2,427,093	5.13%
2009	49,602,859	48,554,784	97.89	814,644	49,369,428	99.53	2,783,920	5.61%
2010	51,856,526	50,450,198	97.29	1,088,473	51,538,671	99.39	2,594,447	5.00%

Source: Finance Department, Barrington, Rhode Island

Audit - General File - Tax Collection Summary

(1) Collection data has been adjusted to reflect accruals for "60 day rule" collections

TOWN OF BARRINGTON, RHODE ISLAND

Principal Taxpayers

Real Estate Tax

2010 and 2001

(Unaudited)

<u>Name of Taxpayer</u>	<u>2010</u>	
	<u>Assessed Value</u>	<u>Percent of Real Property Assessed Value</u>
ACP Shopping Center Assoc.	\$ 17,303,900	0.58%
RI Country Club Inc.	14,053,000	0.47%
Zion Bible Institute	10,684,700	0.36%
Atria Bay Spring LLC	11,589,200	0.39%
The Cove Haven Corp.	9,565,500	0.32%
Homeowner	4,843,700	0.16%
Homeowner	4,836,200	0.16%
Homeowner	4,485,400	0.15%
Homeowner	4,073,700	0.14%
Homeowner	4,007,800	0.13%
Homeowner	4,006,800	0.13%
Totals	\$ 89,449,900	2.98%
Total Assessed Valuation	\$ 3,002,383,767	

<u>Name of Taxpayer</u>	<u>2001</u>	
	<u>Assessed Value</u>	<u>Percent of Real Property Assessed Value</u>
Bay Spring Village	8,289,800	0.61%
ACP Shopping Center Association LP	\$ 7,816,100	0.58%
Providence Gas	4,860,500	0.36%
RI Country Club, Inc.	4,154,500	0.31%
Narragansett Electric	4,041,600	0.30%
Shaw's Supermarket	3,054,500	0.23%
Barrington Cove Ltd. Partnership	2,142,700	0.16%
VF Realty Company	2,101,900	0.16%
Barrington Construction Company	2,051,500	0.15%
Prince's Hill Realty, LLC	1,855,600	0.14%
Totals	\$ 40,368,700	2.99%
Total Assessed Valuation	\$ 1,349,256,121	

Note: The amounts presented represent the assessed values upon which 2010 and 2001 collections were based.

Source: Assessor's Statement of Assessed Values and Tax Levy

TOWN OF BARRINGTON, RHODE ISLAND

Ratios of Outstanding Debt By Type

Last Ten Fiscal Years

(Unaudited)

<i>Year</i>	<i>Governmental Activities</i>			<i>Business-Type Activities</i>		<i>Total Primary Government</i>	<i>Percentage of Personal Income</i>	<i>Per Capita</i>
	<i>General Obligation Bonds</i>	<i>Capital Lease</i>	<i>Note/Loan Payable</i>	<i>General Obligation Bonds</i>	<i>CWFA Loans Payable</i>			
2001	\$ 28,935,000	\$ 360,000	\$ 118,508	\$ -	\$ -	\$ 29,413,508	4.87%	\$ 1,749
2002	25,265,000	270,000	104,753	-	-	25,639,753	4.25%	1,524
2003	31,835,000	180,000	572,255	-	-	32,587,255	5.40%	1,938
2004	28,280,000	90,000	375,000	-	-	28,745,000	4.76%	1,709
2005	26,075,000	164,542	250,000	-	4,392,000	30,881,542	5.12%	1,836
2006	26,110,000	138,009	125,000	-	4,203,000	30,576,009	5.07%	1,818
2007	22,375,000	108,614	-	4,845,000	7,920,000	35,248,614	5.84%	2,096
2008	19,340,000	76,048	1,175,000	4,720,000	10,882,170	36,193,218	6.00%	2,152
2009	16,620,000	121,863	1,100,000	4,555,000	10,387,170	32,784,033	5.43%	1,949
2010	14,050,000	101,301	525,000	4,385,000	9,885,170	28,946,471	4.80%	1,721

Source: Finance Department, Barrington, Rhode Island

TOWN OF BARRINGTON, RHODE ISLAND

*Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)*

<i>Fiscal Year</i>	<i>General Obligation Bonds</i>	<i>CWFA GO Bonds</i>	<i>Net General Bonded Debt</i>	<i>(a) Ratio of Net Bonded Debt to Estimated Actual Value</i>	<i>Net Bonded Debt per Capita</i>
2001	\$ 28,935,000	\$ -	\$ 28,935,000	2.34%	\$ 1,720
2002	25,265,000	-	25,265,000	2.02%	1,502
2003	31,835,000	-	31,835,000	2.51%	1,893
2004	28,280,000	-	28,280,000	1.46%	1,681
2005	26,075,000	4,392,000	30,467,000	1.56%	1,811
2006	26,110,000	4,203,000	30,313,000	1.54%	1,802
2007	27,220,000	7,920,000	35,140,000	1.13%	2,089
2008	24,060,000	10,882,170	34,942,170	1.08%	2,078
2009	21,175,000	10,387,170	31,562,170	1.00%	1,877
2010	18,435,000	9,885,170	28,320,170	0.94%	1,684

Source: Finance Department, Barrington, Rhode Island

(a) - Net assessed value - real property

TOWN OF BARRINGTON, RHODE ISLAND

Computation of Legal Debt Margin

Last Ten Fiscal Years

(Unaudited)

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Taxable Assessed Valuation	<u>\$ 1,349,256,121</u>	<u>\$ 1,359,788,027</u>	<u>\$ 1,367,007,759</u>	(2) <u>\$ 2,047,574,919</u>	<u>\$ 2,059,742,265</u>	<u>\$ 2,089,781,825</u>	<u>\$ 3,227,545,920</u>	<u>\$ 3,257,949,088</u>	<u>\$ 3,270,675,647</u>	<u>\$ 3,106,870,286</u>
Debt Limit (1)	<u>\$ 40,477,684</u>	<u>\$ 40,793,641</u>	<u>\$ 41,010,233</u>	<u>\$ 61,427,248</u>	<u>\$ 61,792,268</u>	<u>\$ 62,693,455</u>	<u>\$ 96,826,378</u>	<u>\$ 97,738,473</u>	<u>\$ 98,120,269</u>	<u>\$ 93,206,109</u>
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	\$ 1,780,000	\$ 1,380,000	\$ 960,000	\$ 520,000	\$ 1,470,000	\$ 5,115,000	\$ 9,630,000	\$ 9,165,000	\$ 8,655,000	\$ 8,130,000
Capital Lease	360,000	270,000	180,000	90,000	164,542	138,009	108,614	76,048	121,863	101,301
Note/Loan Payable	-	-	500,000	375,000	250,000	125,000	-	-	-	525,000
Revolving Loan	-	-	-	-	4,392,000	4,203,000	7,920,000	11,557,170	10,387,170	9,885,170
Amount of Debt Subject to Limit	<u>2,140,000</u>	<u>1,650,000</u>	<u>1,640,000</u>	<u>985,000</u>	<u>6,276,542</u>	<u>9,581,009</u>	<u>17,658,614</u>	<u>20,798,218</u>	<u>19,164,033</u>	<u>18,641,471</u>
Legal Debt Margin	<u>\$ 38,337,684</u>	<u>\$ 39,143,641</u>	<u>\$ 39,370,233</u>	<u>\$ 60,442,248</u>	<u>\$ 55,515,726</u>	<u>\$ 53,112,446</u>	<u>\$ 79,167,764</u>	<u>\$ 76,940,255</u>	<u>\$ 78,956,236</u>	<u>\$ 74,564,638</u>
Legal Debt Margin as a Percentage of the Debt Limit	94.71%	95.96%	96.00%	98.40%	89.84%	84.72%	81.76%	78.72%	80.47%	80.00%

Source: Finance Department, Barrington, Rhode Island

(1) The Town's legal debt margin as set forth by Rhode Island State Statute is limited to three percent of total taxable assessed value.

(2) Town-wide revaluation

TOWN OF BARRINGTON, RHODE ISLAND

Demographic and Economic Statistics

Last Ten Fiscal Years

(Unaudited)

<i>Year</i>	<i>Population (1)</i>	<i>Median Family Income (1) (in thousands)</i>	<i>Per Capita Personal Income (1)</i>	<i>Unemployment Rate (2)</i>
2001	16,819	\$84,657	\$35,881	3.20%
2002	16,819	84,657	35,881	3.70%
2003	16,819	84,657	35,881	3.80%
2004	16,819	84,657	35,881	3.60%
2005	16,819	84,657	35,881	3.50%
2006	16,819	84,657	35,881	3.70%
2007	16,819	84,657	35,881	3.40%
2008	16,819	84,657	35,881	5.30%
2009	16,819	84,657	35,881	9.20%
2010	16,819	84,657	35,881	8.60%

Sources: (1) 1990 - 2000 US Census

(2) Department of Labor & Training, local area unemployment statistics

TOWN OF BARRINGTON, RHODE ISLAND

Principal Employers

2010 and 2001

(Unaudited)

<i>Employer</i>	<i>Nature of Business</i>	<i>2010</i>		
		<i>Number of Employees</i>	<i>Rank</i>	<i>Percentage of Total Employment</i>
Town of Barrington	Municipality	445	1	47.80%
Shaw's Super Market	Food & Beverage Store	150	2	16.11%
Saint Andrews School	Private School	57	3	6.12%
Rhode Island Country Club	Golf Course/Country Club	50	4	5.37%
Bay Spring Village	Senior Assisted Living	50	5	5.37%
United States Postal Service	US Postal Service	43	6	4.62%
Residential Properties, LTD	Real Estate	36	7	3.87%
Saint Lukes Catholic Church	Religious Organization	35	8	3.76%
Staples Inc.	Retail Stationary	35	9	3.76%
Cove Haven Corp	Marina Operations	30	10	3.22%
<i>Total</i>		<u>931</u>		<u>100%</u>
		<u>931</u>		

Note: 2001 information is unavailable.

**Sources: Rhode Island Economic Development Corp.
Town Payroll Records**

TOWN OF BARRINGTON, RHODE ISLAND

Town Government Employees by Function/Activity

Last Ten Years

(Unaudited)

<u><i>Function/Program</i></u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<i>General Government</i>										
Manager	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Clerk	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Finance	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00	6.00	6.00
Assessor	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Planning/Zoning	0.00	0.00	0.00	0.00	0.00	1.50	1.50	1.50	1.50	1.50
Building Official	1.50	1.50	1.50	1.50	1.50	2.00	2.00	2.00	2.00	2.00
Senior Center	5.00	5.00	5.00	5.00	5.00	5.00	4.00	4.00	4.50	3.00
Recreation	6.25	6.00	6.50	7.00	9.00	7.00	9.50	9.25	9.00	6.50
Library	31.00	31.00	31.00	31.00	31.00	31.00	33.00	30.00	30.00	33.50
<i>Public Safety</i>										
Police	26.00	26.00	26.00	26.00	26.00	26.00	26.00	24.50	25.50	25.00
Harbor Patrol	0.50	0.75	1.00	1.25	1.75	1.75	3.00	2.00	2.50	1.25
Dispatch	6.50	6.50	6.50	6.50	6.50	6.50	6.00	5.00	5.50	5.00
Animal Control	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Civil Defense	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Fire	21.50	21.50	21.50	21.50	21.50	24.50	26.50	24.50	24.50	24.00
<i>Public Works</i>										
Highway	34.75	34.75	34.75	34.75	34.75	36.75	35.75	33.25	35.50	33.50
Sewer District	6.00	6.00	6.00	6.00	6.00	6.00	4.00	4.50	4.50	4.50
Education - Certified Teachers	266.94	273.88	276.21	278.70	282.14	284.56	287.50	290.25	285.20	283.53
<i>Total</i>	<u>420.44</u>	<u>427.38</u>	<u>430.46</u>	<u>433.70</u>	<u>439.64</u>	<u>448.06</u>	<u>454.25</u>	<u>446.25</u>	<u>445.70</u>	<u>438.78</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee
The count is performed on July 1 each year.

Source: Finance Department, Barrington, Rhode Island

TOWN OF BARRINGTON, RHODE ISLAND

Operating Indicators by Function/Activity

Last Eight Years

(Unaudited)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Government								
Legislative and Executive								
Number of resolutions	5	6	11	*11	10	8	12	13
Number of Town Council meetings	29	32	29	*22	28	22	25	25
Assessor								
Number of annual deed transfers	594	677	549	531	501	347	386	475
Number of parcels billed	6,266	6,266	6,290	6,289	6,285	6,293	6,344	6,311
Board of Elections								
Number of registered voters	11,009	12,447	12,815	13,434	13,525	13,623	13,791	13,849
Number of ballots cast last general election		0			8,432	10,123	10,123	0
Percentage of register voters that voted		70%			62.07%	74.31%	74.31%	0.00%
Recorder								
Number of deeds recorded	705	580	536	377	437	344	408	468
Number of mortgages recorded	3,277	2,011	1,712	1,174	1,098	861	1,008	948
Central Purchasing								
Number of bid contracts awarded	35	18	16	*8	14	16	14	16
Probate Court								
Number of civil cases filed	80	85	79	51	71	78	79	71
Library								
Number of registered borrowers	15,359	14,487	15,570	14,792	16,557	12,935	12,865	13,478
Number of print material	125,437	126,661	128,249	130,530	133,442	136,038	132,932	129,222
Non Print Material	7,725	8,342	8,994	9,527	10,018	10,407	10,432	9,959
Information Technology								
Number of users served	11,522	11,284	15,991	22,783	32,704	18,812	36,019	40,377
Public Safety								
Enforcement								
Number of incidents reported	1,623	1,608	1,174	1,207	1,175	1,410	1,508	1,509
Number of citations issued	1,874	1,517	1,383	1,679	1,226	1,341	1,558	1,332
Number of arrests	430	392	307	267	298	392	422	352
Number of accidents	544	530	495	418	416	400	459	392
Number of Service Calls								28,891
Emergency Medical Services								
Number of emergency responses	1,504	1,451	1,618	1,127	1,295	1,320	1,322	1,428
Public Works								
Engineer								
Miles of roads resurfaced	12	10	11	0	0	0	0	1
Number of bridges replaced/improved	0	0	0	0	0	0	0	0
Building Department								
Number of permits issued	1,263	1,427	1,496	1,530	1,412	1,475	1,277	1,336
Number of inspections performed	1,831	2,010	2,138	1,918	1,753	1,932	1,628	1,585
Sewer District								
Average daily sewage treated	1,567,869	1,609,490	1,803,493	1,846,583	**1,432,000	1,383,554	1,534,515	1,720,264
Number of tap-ins	5,807	5,916	5,936	5,945	5,952	5,934	5,974	5,992
Number of customers	5,923	5,952	5,972	5,981	6,625	6,621	6,572	6,683
Conservation and Recreation								
Parks								
Number of parks	32	32	32	32	32	32	32	32
Acreage developed	201	201	201	201	201	201	201	201
Acreage undeveloped	295	295	295	295	295	295	295	295
Miles of trails	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5

Note: Prior to implementation of GASB 34 in 2003 this information was not compiled and is unavailable.

Source: Finance Department, Barrington, Rhode Island

*** Indicates Partial Year**

****Reduction due to sewer main break and recalibrated meter.**

TOWN OF BARRINGTON, RHODE ISLAND

Capital Asset Statistics by Function/Activity

Last Seven Years

(Unaudited)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Government							
Number of general government buildings	1	1	1	1	1	1	1
Public Safety							
Number of police stations	1	1	1	1	1	1	1
Number of fire stations	2	2	2	2	2	2	2
Community Environment							
Miles of streets - local paved	96	96	96	96	96	96	96
Miles of streets - state paved	13	13	13	13	13	13	13
Number of pump stations	6	6	6	6	6	6	6
Number of street lights	1,774	1,774	1,774	1,774	1,799	1,799	1,799
Recreation							
Parks	6	6	6	8	8	8	8
Playgrounds	7	6	6	7	8	8	8
Tennis Courts	12	12	12	12	13	13	13
Bathing Beaches	1	1	1	1	1	1	1
Ball Diamonds:							
Hard Ball	13	13	13	13	10	10	10
Soft Ball	4	4	4	4	4	4	4
Basketball Courts:							
Indoor	4	4	4	3	3	3	3
Outdoor	3	3	3	3	3	3	3
Multi-Purpose	6	6	6	6	8	8	8
Football Fields	2	2	2	1	1	1	1
Undeveloped Sites	14	14	14	18	18	18	18
Library							
Branches	1	1	1	1	1	1	1
Public Works							
Building and garage	1	1	1	1	1	1	1
Education							
General Administration/Special Service Building	1	1	1	1	1	1	1
High School	1	1	1	1	1	1	1
Middle School	1	1	1	1	1	1	1
Elementary	4	4	4	4	4	4	4

**Note: Prior to implementation of GASB 34 in 2003
this information was not compiled and is unavailable.**

Source: Town of Barrington Comprehensive Annual Financial Report

SINGLE AUDIT SECTION

This section contains information regarding grant activity for the year ended June 30, 2010 which was audited under the guidelines of the Single Audit Act of 1996 and the United States Office of Management and Budget's Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations".

***REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS***

To the Honorable President
and Members of the Town Council
Barrington, Rhode Island

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Barrington, as of and for the year ended June 30, 2010, which collectively comprise the Town of Barrington's basic financial statements and have issued our report thereon dated December 16, 2010. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Town of Barrington's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Barrington's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of Barrington's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Barrington's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to the management of the Town of Barrington in a separate letter dated December 16, 2010.

This report is intended solely for the information and use of management, the Town Council, the School Committee, the State of Rhode Island Auditor General and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Bacon & Company, LLC". The signature is written in a cursive, flowing style.

Warwick, Rhode Island
December 16, 2010

***REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133***

INDEPENDENT AUDITOR'S REPORT

To the Honorable President and
Members of the Town Council
Barrington, Rhode Island

Compliance

We have audited the Town of Barrington's compliance with the types of compliance requirements described in the ***OMB Circular A-133 Compliance Supplement*** that could have a direct and material effect on each of the Town of Barrington's major federal programs for the year ended June 30, 2010. The Town of Barrington's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Town of Barrington's management. Our responsibility is to express an opinion on the Town of Barrington's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in ***Government Auditing Standards***, issued by the Comptroller General of the United States; and OMB Circular A-133. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Barrington's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Town of Barrington's compliance with those requirements.

In our opinion, the Town of Barrington complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The management of the Town of Barrington is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Town of Barrington's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Barrington's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

This report is intended solely for the information and use of management, the Town Council, the School Committee, the State of Rhode Island Auditor General, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Bacon & Company, LLC

Warwick, Rhode Island
December 16, 2010

TOWN OF BARRINGTON, RHODE ISLAND
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2010

SECTION I - SUMMARY OF AUDITORS' RESULTS

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ yes X none reported
- Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ yes X none reported

Type of auditor's report issued on compliance for major programs: unqualified

- Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? _____ yes X no

Identification of major programs

CDFA Number

14.228

84.173A

84.027A

84.391

84.392

Name of Program or Cluster

Community Development Block Grant

Special Education Cluster

Preschool Section 619

IDEA, Part B

ARRA IDEA Part B

ARRA Preschool

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

- Auditee qualified as low-risk auditee? X yes _____ no

TOWN OF BARRINGTON, RHODE ISLAND
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2010

SECTION II - FINANCIAL STATEMENT FINDINGS

NONE

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

TOWN OF BARRINGTON, RHODE ISLAND

Schedule of Expenditures of Federal Awards

For the Fiscal Year Ended June 30, 2010

<u>Federal Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Education			
Pass-through RI Department of Education:			
Special Education Cluster:			
PL-94-142 - Project IDEA	84.027A	2725-13202-001	\$ 564,699
Preschool Section 619	84.173A	2725-13502-001	25,125
ARRA IDEA Part B	84.391	4572-10202-001	282,977
ARRA Preschool	84.392	4572-10802-001	29,049
Title IV	84.186A	2725-12602-001	11,319
Title I	84.010A	2725-11702-001	79,118
Title II - Professional Development	84.367A	2725-16402-001	84,388
State Fiscal Stabilization Fund	84.394	4572-10502-001	228,835
Title III Immigrant Assistance	84.365A	1420-54100-910	10,000
Pass-through the South Kingstown School Department:			
Title III LEP	84.365A	N/A	6,676
Pass-through the East Providence School Department:			
Perkins	84.048	N/A	31,992
Total U.S. Department of Education			<u>1,354,178</u>
U.S. Department of Agriculture			
Pass-through RI Department of Education:			
Child Nutrition Cluster:			
National School Lunch Program	10.555	N/A	75,480
School Breakfast Program	10.553	N/A	1,742
Special Milk	10.556	N/A	2,343
Food Distribution	10.550	N/A	32,765
Total U.S. Department of Agriculture			<u>112,330</u>
U.S. Department of Health and Human Services			
Direct Program:			
Drug Free	93.276	1H79SP014840-01	121,480
Total U.S. Department of Health and Human Services			<u>121,480</u>
U.S. Department of Transportation			
Pass-through RI Department of Transportation:			
Highway Planning Construction Cluster:			
Safe Routes to School	20.205	N/A	25,960
CMAQ Grant	20.205	N/A	945
Total U.S. Department of Transportation			<u>26,905</u>
U.S. Department of Homeland Security			
Pass-through RI Emergency Management Agency:			
Disaster Grants	97.036	FEMA 1894-DR-RI	118,533
Pre-Disaster Mitigation Program	97.047	N/A	9,078
Homeland Security Cluster:			
State Homeland Security Grant Program	97.067	1-200-FY07 EMPG SLA	10,197
Total U.S. Department of Homeland Security			<u>137,808</u>

(Continued)

TOWN OF BARRINGTON, RHODE ISLAND
Schedule of Expenditures of Federal Awards (Continued)
For the Fiscal year Ended June 30, 2010

<u>Federal Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
U.S. Department of Housing and Urban Development			
Pass-through RI Division of Planning, Office of Housing and Community Development:			
Community Development Block Grant	14.228	08/01/04	29,904
Community Development Block Grant	14.228	9/1/2005	301,286
Community Development Block Grant	14.228	10/01/06	299,078
Total U.S. Department Housing and Urban Development			<u>630,268</u>
U.S. Department of Energy			
Pass-through RI Office of Energy Resources:			
ARRA Energy Efficiency Conservation Block Grant	81.128	EECBG ARRA 2010-01	9,000
Total U.S. Department of Energy			<u>9,000</u>
U.S. Department of Justice			
Direct Program:			
Bullet Proof Vest	16.607	N/A	1,300
Pass-through RI Public Safety Grant Administration Office:			
ARRA Byrne/JAG	16.804	09-001-JAG-R	12,414
Total U.S. Department of Justice			<u>13,714</u>
Total Expenditures of Federal Awards			<u>\$ 2,405,683</u>

TOWN OF BARRINGTON, RHODE ISLAND
Notes to Schedule of Expenditures of Federal Awards
June 30, 2010

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Town of Barrington, Rhode Island and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.