

CITY OF BURLINGTON, VERMONT

Annual Financial Statements

For the Year Ended June 30, 2011

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February 8, 2012

Honorable Mayor and City council
City of Burlington
Burlington, Vermont 05401

We are in the process of auditing the financial statements of the City of Burlington, Vermont as of and for the year ended June 30, 2011.

The financial statements and our reports thereon will be available for inspection at the City Treasurer's Office.

Melanson, Heath + Company P.C.

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Management's Discussion and Analysis

As management of the City of Burlington, Vermont (The City), we offer readers of the City's financial statements this narrative overview and analysis of its financial activities for the fiscal year ended June 30, 2011.

Financial Highlights

Government-wide Statements (refer to statement of net assets)

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$318,883,717 (total net assets).
- The City's total net assets increased over what we reported last year by \$41,809,304. The Governmental activities increased \$3,148,500 and can be attributed in part to capital grants. The increase of \$38,660,804 in the business type activities can be attributed primarily to profits in the Airport fund, Burlington Electric and Burlington Telecom.
- The total net assets of a component unit of the City, the Burlington Community Development Corporation, amounted to \$2,124,195, an increase of \$176,143 for the year.

Fund Financial Statements (refer to Exhibit C and Exhibit K)

- As of the close of the fiscal year ending June 30, 2011, the City's governmental funds reported combined ending fund balances of \$10,577,346. This consists of a fund balance in the General Fund of \$13,534,618 and of \$1,491,274 in the School fund and a deficit of (4,448,543) in all other governmental funds.
- The reserve portion of the governmental fund balance includes \$584,988 for inventories and prepaid expenditures and \$9,992,358 set aside for other restricted purposes. In addition, because the repayment of amounts due to the General Fund from other operations cannot be determined, the total General Fund fund balance has been deemed "nonusable" and therefore unavailable for appropriation.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's financial statements are comprised of three components: 1) government-wide financial statement, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the finances of the City of Burlington, in a manner similar to a private-sector business.

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

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

Both government-wide financial statements distinguish functions of the City of Burlington that are primarily supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Burlington include general government, safety services, public works, cultural and recreation activities, schools, traffic control and parking, the operation of an outdoor mall in the downtown area, and community and economic development. The business-type activities of the City include the operation of the Airport, the Electric, Water, and Wastewater Utilities, Telecommunications (including cable television, internet access, and telephone service) and the food services operation and vocational educational programs administered by the School Department.

The government-wide financial statements are designed to include not only the City of Burlington itself (known as the primary government), but also any legally separate entities for which it is financially accountable (known as component units). The City of Burlington has one such unit, the Burlington Community Development Corporation (BCDC) that is organized to promote and undertake industrial and economic development projects in the City and the Airport Industrial Park.

The government-wide financial statements can be found in Exhibits A and B of this report.

Fund Financial Statements

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

Governmental Funds

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

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

The City of Burlington maintains 28 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the School Fund, which are considered to be major funds.

The City of Burlington adopts an annual appropriated budget for its General Fund. Similarly, the School Board adopts the School General Fund budget. A budgetary comparison statement has been provided for the General Fund and the School General Fund to demonstrate compliance with its budget.

The basic governmental fund financial statements can be found in Exhibits C through F of this report.

Proprietary Funds

The City of Burlington maintains one type of proprietary activities fund. Enterprise funds are used to report the same functions presented in business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its operation of the Airport Fund, the Electric Department, the Water Fund, the Wastewater Fund, Burlington Telecom, and the School Department's Food Services and Vocational Education Funds.

Proprietary funds provide the same type of information as the government-wide financial statements, however, in greater detail. The proprietary fund financial statements provide separate information for the Airport Fund, the Electric Fund, the Burlington Telecom Fund, and the Wastewater Fund. The School Enterprise Funds and the Water Fund are combined under Other Proprietary Funds.

The basic proprietary fund financial statements can be found in Proprietary Funds- Statement of Net Assets and Proprietary Funds- Statement of Revenues, Expenses and Changes in Fund Net Assets in 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 statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found in this report called Statement of Fiduciary Net Assets and Statement of Changes in Fiduciary Net Assets in this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements in this report.

Government-Wide Financial Analysis

CITY OF BURLINGTON NET ASSETS (Refer to Statement of Net Assets)							
	Governmental Activities	Governmental Activities	Business-Type Activities	Business-Type Activities	Total	Total	% Change
	2011	2010	2011	2010	2011	2010	
Current and other assets	\$ 44,027,059	\$ 35,664,464	\$ 58,984,004	\$ 86,052,073	\$ 103,011,063	\$ 121,716,537	-15%
Capital assets	\$ 190,279,434	\$ 176,896,201	\$ 265,958,573	\$ 249,426,835	\$ 456,238,007	\$ 426,323,056	7%
Total Assets	\$ 234,306,493	\$ 212,560,665	\$ 324,942,577	\$ 335,478,928	\$ 559,249,070	\$ 548,039,593	2%
Other Liabilities	\$ 33,817,090	\$ 19,577,511	\$ 35,076,597	\$ 22,050,866	\$ 68,893,687	\$ 41,628,377	65%
Long-term liabilities outstanding	\$ 54,560,060	\$ 50,202,311	\$ 116,911,606	\$ 179,134,492	\$ 171,471,666	\$ 229,336,803	-25%
Total Liabilities	\$ 88,377,150	\$ 69,779,822	\$ 151,988,203	\$ 201,185,358	\$ 240,365,353	\$ 270,965,180	-11%
Net Assets							
Investment in capital assets, net of related debt	\$ 140,431,453	\$ 141,325,963	\$ 133,950,445	\$ 98,953,992	\$ 274,381,898	\$ 240,279,955	14%
Restricted	\$ 8,097,217	\$ 7,931,128	\$ 33,009,222	\$ 34,179,074	\$ 41,106,439	\$ 42,110,202	-2%
Unrestricted	\$ (2,599,327)	\$ (6,476,248)	\$ 5,994,707	\$ 1,160,504	\$ 3,395,380	\$ (5,315,744)	-164%
Total Net Assets	\$ 145,929,343	\$ 142,780,843	\$ 172,954,374	\$ 134,293,570	\$ 318,883,717	\$ 277,074,413	15%

As noted earlier, net assets may serve over time to be a useful indicator of a government's financial position. In the case of the City of Burlington, assets exceeded liabilities by \$318,883,717 at the close of fiscal year 2011. This is an increase of \$41,809,304 from the amount reported at June 30, 2010.

By far, the largest portion of the City's net assets (86% or \$274,381,898) reflects its investments in capital assets (e.g., land buildings, and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City'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.

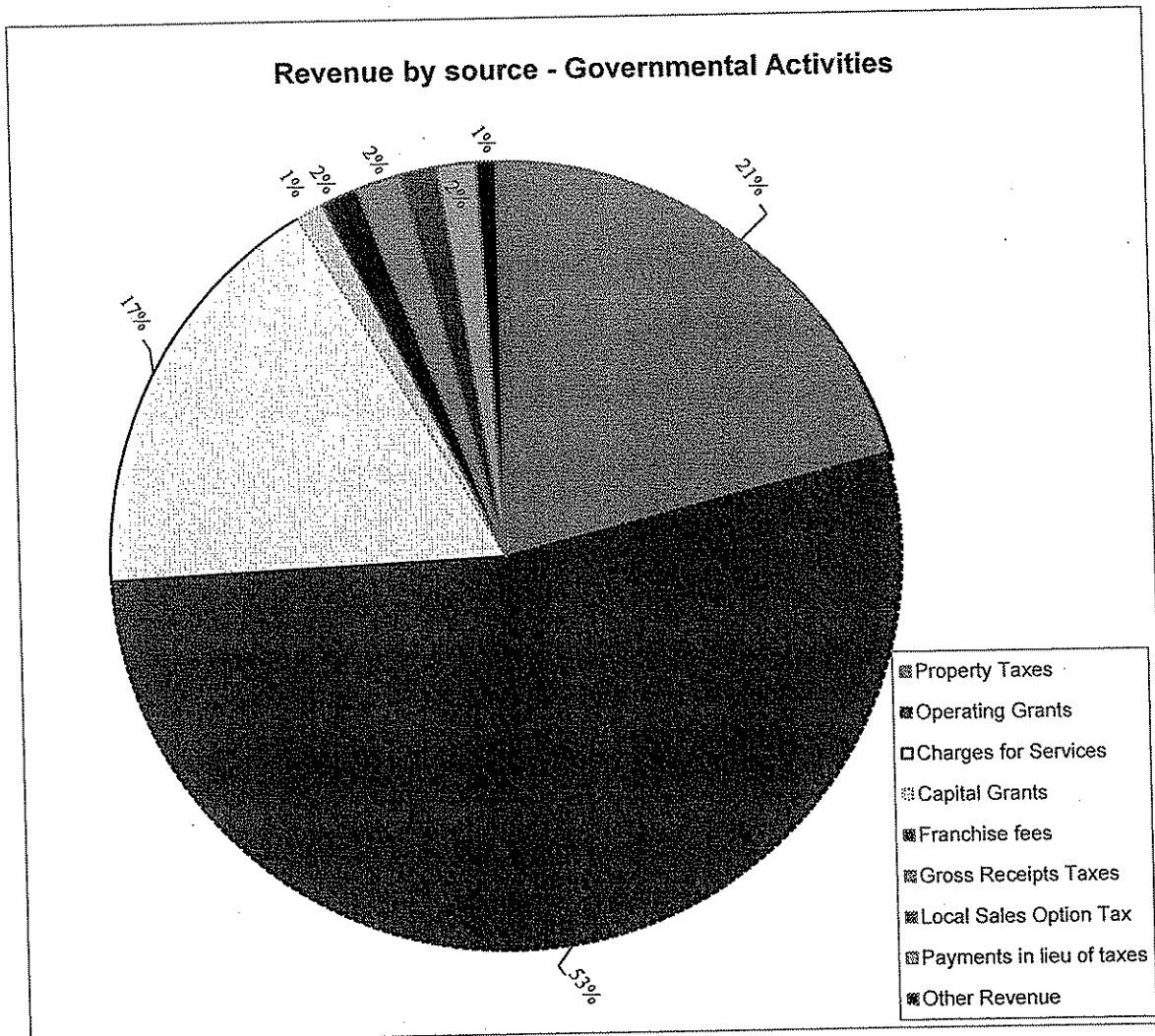
An additional portion of the City's net assets (12.8%) or \$41,106,439 represents resources that are subject to external restrictions as to how they may be used.

At the end of fiscal year 2011, the City reports a negative balance in Government activities and positive balances in all three categories of net assets for the government activities, and for all of its separate business-type activities. The governmental activities' report indicates a positive balance of \$140,431,453 of investments in capital assets; net of related debt and a positive balance \$8,097,217 in net assets that are subject to external restrictions. There is a negative balance of (\$2,599,327) in the Governmental activities unrestricted net assets section. This is primarily due to reporting liabilities such as insurance reserves,

compensated absences, landfill post-closure costs, and non capital debt and pension and post employment benefits that have not been funded.

Governmental Activities

The net assets resulting from Government activities amounted to \$145,929,343 at the year end. The major factor contributing to this increase was the addition of capital assets, net of long-term liabilities during the fiscal year.

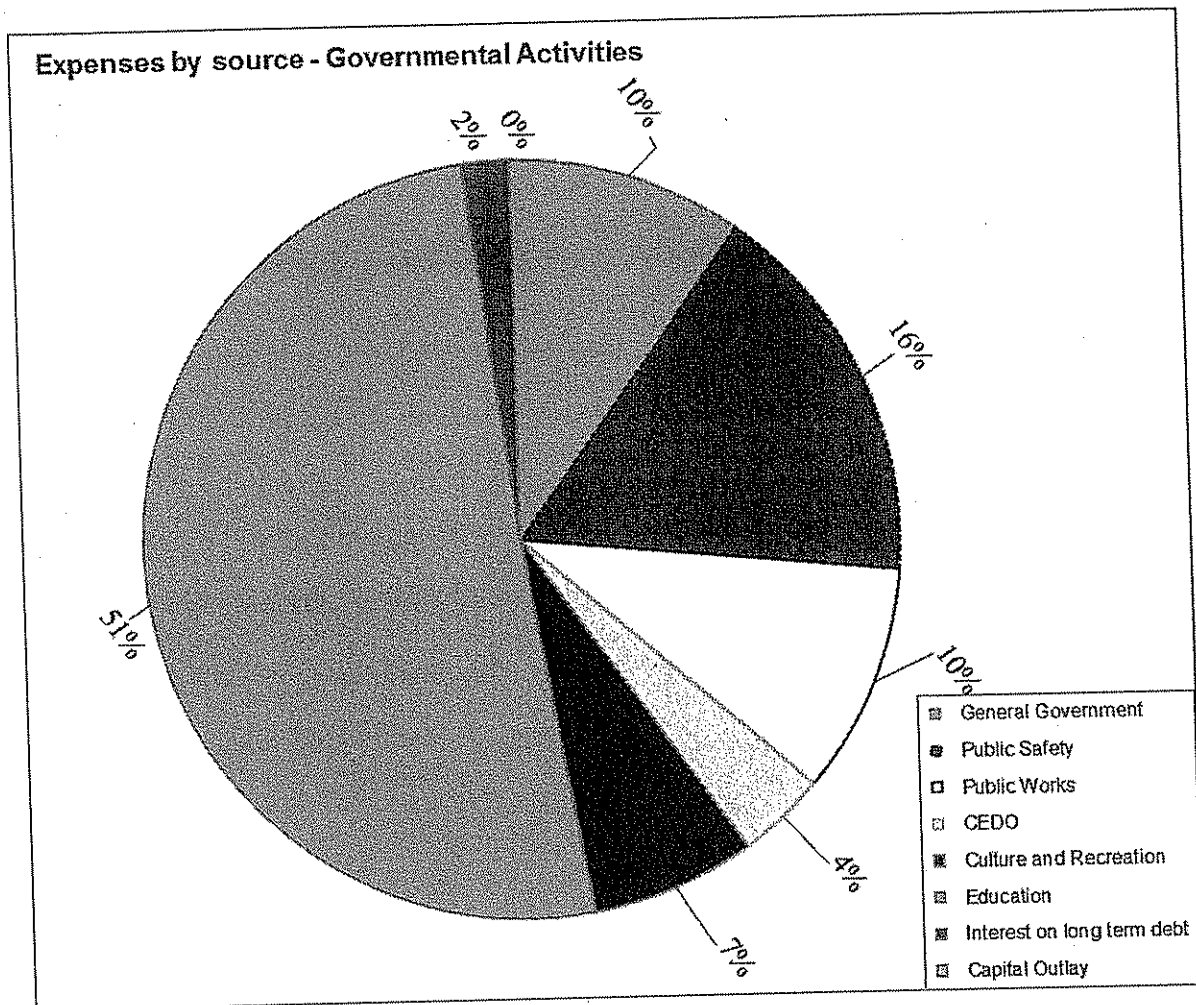


The above graph illustrates the revenues that are directly associated with or generated by the governmental activities. Operating Grants are by far the largest portion of our revenue or 53% at \$72,053,237, Property Taxes generate 21% at \$28,488,306 and Charges for Services generates 17% or \$23,450,208.

The chart below illustrates the components of the revenue sources and expense areas of the government-wide Statement of Activities.

CITY OF BURLINGTON REVENUE AND EXPENSES						
	Governmental Activities 2011	Governmental Activities 2010	Business Activities 2011	Business Activities 2010	Total 2011	Total 2010
Revenues						
Program revenues						
Charges for services	23,450,208	18,828,550	98,693,399	87,157,683	122,143,607	105,986,233
Operating Grants and Contributions	72,053,237	67,279,458	659,683	429,477	72,712,920	67,708,935
Capital Grants and Contributions	1,524,271	3,050,389	26,213,200	19,074,399	27,737,471	22,124,788
General revenues						0
Property Taxes	28,488,306	27,523,255	0	0	28,488,306	27,523,255
Rooms and Meals Taxes	2,507,382	2,362,060	0	0	2,507,382	2,362,060
Local Sales Option Tax	1,998,462	1,937,967	0	0	1,998,462	1,937,967
Payments in lieu of Taxes	2,116,319	1,093,798	0	0	2,116,319	1,093,798
Franchise Fees	2,047,748	2,874,784	0	0	2,047,748	2,874,784
Impact Fees	118,207	268,019	0	0	118,207	268,019
Interest & Penalties on Delinquent Taxes	319,667	318,881	0	0	319,667	318,881
Addition to Permanent Funds	0	25,145	0	0	0	25,145
Unrestricted Investment Earnings	714,974	435,179	352,671	607,153	1,067,645	1,042,332
Other Revenues	0	76,337	442,549	1,972,526	442,549	2,048,863
Transfers	4,626	2,930,921	(4,626)	(2,930,921)	0	0
Total Revenues	135,343,407	129,004,743	126,356,876	106,310,317	261,700,283	235,315,060
Expenses						
Government Activities						
General Government	13,196,555	8,396,986	0	0	13,196,555	8,396,986
Public Safety	21,931,701	20,783,010	0	0	21,931,701	20,783,010
Public Works	13,101,541	12,042,610	0	0	13,101,541	12,042,610
Community Development	5,082,322	4,734,066	0	0	5,082,322	4,734,066
Culture and Recreation	9,244,881	11,026,270	0	0	9,244,881	11,026,270
Education	66,901,788	62,376,087	0	0	66,901,788	62,376,087
Interest on long-term debt	2,736,119	1,752,555	0	0	2,736,119	1,752,555
Capital Outlay	0	0	0	0	0	0
Business Type Activities						
Electric			56,676,147	55,160,426	56,676,147	55,160,426
Airport			17,031,819	15,623,985	17,031,819	15,623,985
Telecom			7,107,666	10,579,222	7,107,666	10,579,222
Wastewater			6,522,461	5,655,138	6,522,461	5,655,138
Water			4,939,065	4,481,458	4,939,065	4,481,458
School Enterprise			2,546,470	2,296,741	2,546,470	2,296,741
Total Expenses	132,194,907	121,111,584	94,823,628	93,796,970	227,018,535	214,908,554
Special Items						
Lease extinguishment	0	0	33,500,000		33,500,000	0
Early retirement of asset			(26,372,444)		(26,372,444)	
	0	0	7,127,556	0	7,127,556	0
Changes in net assets before transfers	3,148,500	7,893,159	38,660,804	12,513,347	41,809,304	20,406,506
Net Assets - Beginning of Year	142,780,843	134,887,684	134,293,570	121,780,223	277,074,413	256,667,907
Net Assets - End of Year	145,929,343	142,780,843	172,954,374	134,293,570	318,883,717	277,074,413

The table below shows the percentages of expenses for Governmental Funds by each department for governmental activities. The largest sources of expense are Education at 51%; Public Safety at 16%, Public Works at 10% and General Government at 10%.



Business-type activity

Net assets for business-type activities amounted to \$172,954,374. Key factors which contribute to this amount are as follows:

- Total Income for Business-type activities amounted to \$93,799,922 with the major operating revenue source being charges for services at \$83,829,221. Operating expenses amounted to \$86,548,246. Burlington Electric produced operating revenue of \$57,378,914; Wastewater produced operating revenue of \$7,176,316; The Airport produced operating revenue of \$14,096,677; Telecom produced operating revenue of \$7,199,476. All other proprietary funds, consisting of Water Resources and School funds, generated operating revenue \$7,948,539.
- Included in the operating expenses is depreciation and amortization in the amount of \$10,184,685 for all business-type activities.
- The changes in net assets for all proprietary funds are shown below.

<u>Fund</u>	<u>Change in Net Assets</u>
Electric Utility	4,509,147
Airport	25,604,551
Telecom	7,228,940
Wastewater	590,962
Other Proprietary Funds	<u>727,204</u>
Total	\$38,660,804

Program revenues for business-type activities amounted to \$126,356,502 for the year. A large share (78%) of the program revenues for business-type activities comes from charges for services. \$98,693,399 comes from capital grants and contributions for the business activities.

Financial Analysis of the Government's Funds

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

Governmental funds

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

- At the end of the current fiscal year, the City's total governmental funds reported combined ending fund balances of \$10,577,346, an increase of \$4,601,933 from the previous fiscal year.
- A portion of the governmental fund balance includes \$584,988 for inventories and prepaid expenditures and \$2,949,504 set aside for restricted purposes such as capital and grant-funded projects, as well as Cemetery endowments.
- The City has committed and assigned \$5,466,115 of the General Fund balance for various purposes. The General Fund designated portion of the governmental fund balance including Conservation Legacy Tax of \$683,531, Parks dedicated tax of \$147,782; Pennies for Parks dedicated tax of \$419,910; Capital Street Program of \$1,241,682; non-major governmental committed funds of \$1,414,446 and several others amounting to \$1,538,764.

The fund balance of the City's General Fund was \$13,534,618 and increased \$3,648,852 or 36% during this reporting period. Reasons for this increase are further discussed in the budgetary highlights of this discussion.

The School's Fund balance increased \$1,481,113 this year to \$1,491,271 from \$10,158 in the prior year.

The Other Special Governmental Funds (Traffic, Church St. Marketplace, Trust Funds and Capitals fund balance decreased by (\$498,032). For a negative Fund Balance of (\$4,448,543)

Proprietary Funds

The City of Burlington's proprietary funds provides the same type of information found in the government-wide financial statements, but in greater detail.

Net assets for the Electric Utility fund amounted to \$52,871,404. Those for the Airport fund amounted to \$109,457,814. Those for the Wastewater fund amounted to \$12,422,540. Those for the Special Funds amounted to \$11,374,343, and those for the Telecom Fund amounted to a deficit of (\$13,171,727). The Telecom deficit is due to costs associated with the development, start-up and operation of the municipal network. The net assets of the Electric Utility Fund increased by \$4,509,147, the Airport increased by \$25,604,551, Special Funds increased by \$727,207, the net assets of the Telecom Fund increased by \$7,228,940 and Wastewater increased by \$560,962. The Airport increase is again due to grants for construction projects. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

Differences between budgeted amounts and actual amounts can be briefly summarized as follows:

Revenues

Fiscal year 2011 revenues generated \$4,767,739 over approved budget. There were several sources that exceeded expectations this year. The Clerk/Treasurer's Office exceeded budgeted revenue by \$949,040 due to Taxes, Gross Receipts, PILOTS, Franchise Fees, and Fees for Services. Planning & Zoning revenues generated \$289,281 over budget due to planning permit fees. Police Grants, Inspection Service Permits and Code Enforcement Permit fees generated \$1,309,421 in additional revenue over budget, and additional money was received for Capital Projects because of bonding in the amount of \$2,792,484.

Expenditures

FY 2011 expenditures exceeded the budget by \$111,206., which was offset by additional revenues.

Fiduciary Funds

The net assets of the Retirement Fund increased \$22,291,055 to \$134,081,074, primarily due to favorable outcomes from the stock market and investments. At June 30, 2011, the actuarial value of accrued assets is \$135,097,458; the accrued liabilities were \$190,196,691. Thus, the unfunded liability as of June 30, 2011 was \$55,099,233. This represented an increase in unfunded liability of \$6,370,429 compared to the unfunded liability on June 30, 2010 of \$48,728,804.

The City recorded a Net Pension Obligation of \$1,596,290 in fiscal year 2005 and another Net Pension Obligation in fiscal year 2006 of \$756,403. However, it has been reduced to a cumulative amount of \$1,826,028 as of June 30, 2011.

The amount of the annual contribution by the City through the tax rate and utility fees has increased significantly over the past five years. The City is continuing its efforts to moderate the burden of the system. The City recently adopted several changes to the retirement benefits, and the City now requires all eligible employees to contribute to the plan. Please refer to the audit footnotes in the Financial Statement for additional information regarding this issue.

Capital Assets and Debt Administration

Capital Assets

The City of Burlington's investment in capital assets for its governmental and business-type activities as of June 30, 2011 amounted to \$448,735,479 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, vehicles and equipment, water and wastewater distribution systems, electric generating and transmissions capital assets and land, land improvements and buildings at the Burlington International Airport.

In the governmental area, the total amounted to \$190,279,434 and the capital assets of the City's business-type activities netted to \$258,456,045.

Expenditures in the Capital Projects funds were as follows:

	2011 AMOUNT EXPENDED
SOUTHERN CONNECTOR	\$ 713,744
SOUTH END & DOWNTOWN TRANSIT CENTER	2,719
BARGE CANAL	31,953
STREET IMPROVEMENT PROJECTS	1,334,336
MORAN BLDG & HEATING UPGRADES	150,014
STORMWATER UPGRADE FUND	651,021
OTHER CAPITAL PROJECTS	1,544,436
LAKEVIEW & COLLEGE ST GARAGES & WESTLAKE PROJECT	1,790
SCHOOL BOND CAPITAL PROJECTS	10,434,086
TOTAL	14,864,099

Equipment purchased during the year for all funds included the following items:

- Police Department purchased seven vehicles at a cost of \$185,415.
- Police Department purchased storage area network expansion at an estimated cost of \$81,502.74.
- Department of Public Works purchased a Tenco front plow at a cost of \$6,725.00, a sidewalk tractor at a cost of \$107,195.00, a freightliner cab and chassis in the amount of \$75,169.00, a Pick-up truck in the amount of \$21,110.00 and a dump body and plow in the amount of \$49,780.00.
- Planning & Zoning purchased a copier in the amount of \$9,751.50
- Parks Department purchased a Zamboni Ice Resurfacer in the amount of \$56,211.56, a diesel mower in the amount of \$13,543.95, 2 2011 Ford F250s in the amount of \$55,673.00, a Cutaway 1 ton utility van in the amount of \$32,969.00 and a Batwing Cutter in the amount of \$10,900.00.
- Water Division purchased a 2011 Water Backhoe in the amount of \$77,852.00.
- CEDO purchased a copier in the amount of \$10,878.30.
- Airport purchased a copier in the amount of \$9,164.95.
- The College Street Parking Garage Repairs were done through TIF in the amount of \$436,610.
- The Marketplace will purchase a Tractor in the amount of \$15,860.00
- The Library will purchase 2 HP Printers in the amount of \$1,093.00.

The financing for the FY 2011 capital purchased was not received until FY 2012.

Additional information on the City of Burlington's net assets can be found in the notes to the financial statements.

Long-term Debt

- At the end of the current fiscal year, the City of Burlington had total bonds, notes, and capital leases payable of \$216,138,012. Of this, \$64,310,016 applies to governmental activities and \$151,827,996 (prior to unamortized premiums, discounts, and deferred loss on refunding) applies to business-type activities. The table below presents the components of this category for the current and past fiscal years:

	Governmental Activities		Business Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
General Obligation Bonds	\$ 30,753,333	\$ 20,757,499	\$ 42,413,105	\$ 43,948,084	\$ 73,166,438	\$ 64,705,583
Revenue Bonds	-	-	93,648,092	108,637,954	93,648,092	108,637,954
Bond/Revenue anticipation & Notes Payable	31,261,866	15,689,875	12,900,000	-	44,161,866	15,689,875
Obligations Under Capital Leases	2,294,817	3,251,485	2,866,799	36,971,857	5,161,616	40,223,342
Totals	64,310,016	39,698,859	151,827,996	189,557,895	216,138,012	229,256,754

- The City's total bonds, notes, and capital leases decreased by \$13,118,742 during the year. Outstanding General Obligation bonds had a net increase of \$8,460,855 to \$73,166,438.
- On July 21, 2010, the City School Department issued \$9,700,000 Taxable General Obligation Public Improvement Bonds, Series 2010A (Qualified School Construction Bonds – Direct Payment) and \$2,000,000 Taxable General Obligation Public Improvement Bonds, Series 2010B (Qualified School Construction Bonds – Direct Payment) for the purpose of financing capital improvements for the School Department

- On December 10, 2010, the City issued \$5,915,000 General Obligation Bond Anticipation Note, Series 2010C for the purpose of financing various capital improvements and for working capital for the General Fund (\$897,500), General Fund Street Repaving (\$2,925,000), General Fund Fire Trucks (\$1,192,500) and Electric Fund (\$900,000). This debt matures August 10, 2011.
- Moody's Investor Services provides a bond rating each time a bond issue is offered to the investing public. In January 2011, Moody's revised the City rating to A3. Moody's affirmed the City's A3 rating on September 16, 2011. On January 6, 2012, Moody's maintained the Airport bond rating at Ba1. The Electric Departments bond rating is Baa2.
- There were no new revenue bonds issued during the year. The outstanding amount of revenue bonds decreased in FY 2011 by \$14,989,862 to \$93,648,092 for repayments of principal.
- On June 27, 2011, the City Airport Department issued a \$12,000,000 Bond Anticipation Note for the purpose of financing the Airport Parking Garage expansion. This debt matures December 1, 2012.
- The balances due for the various revenue bonds at June 30, 2011 (exclusive of unamortized discounts, premiums, and deferred losses on refunding) were as follows:

• Electric Department	• \$ 36,370,000
• Water Department	• 2,580,000
• Wastewater Department	• 17,588,091
• Airport	• 37,110,000
• Total Revenue Bond	• \$ 93,648,092

The City issued \$54,500,000 in tax anticipation notes during the year, of which \$11,000,000 was outstanding June 30, 2011. The Burlington Electric Department issued \$5,000,000 in revenue anticipation notes during the year, which was paid in full by June 30, 2011. The Water and Wastewater departments issued \$1,000,000 each in revenue anticipation notes which were paid in full on June 30, 2011.

Additional information on the City of Burlington's long-term debt can be found in note IV.J. of the notes to the financial statements.

Economic Factors, Future Budgets and Rates

Listed below are some of the factors involved in formulating the budget for fiscal year 2011:

- The City Tax Rate was set at .72 cents per hundred dollars of value in FY 2011.
- Once again, wage increases are a major driver of the City's overall FY 11 Budget. The contracts for both the AFSCME and Police Unions, and Fire Union were still under negotiation, and have been settled.
- In January 2006, the City Council also created a "Super Committee" to study the City's financial needs and problems. The Committee recommendations were adopted by the City Council and include the following policy goals for future budgets:

- a. Limit the growth of the operating budget to 3% a year;
- b. Reduce the cost of personnel benefits as a percent of wages;
- c. Reduce the costs of salaries, wages and benefits as a percent of the Budget; and,
- d. Maintain the Fund Balance at 5% of annual operating expenses.

The achievement of these goals was a predominant theme of the FY 2011 budget.

Fiscal Year 2012 City Budget

The City of Burlington approved a General Fund Operating Budget for fiscal year 2012 in the amount of \$48,947,928. This represented an increase of 1.8% over the final budget of the previous fiscal year. In addition, the General Fund Capital Improvements budget of \$5,588,571 represented an increase of 3.39% over the budget for fiscal year 2011. The street repair and repaving program budget of \$3,934,859 comprised the entire capital budget.

The budget for FY 2012 provided for full funding of the annual contribution to the Burlington Employees Retirement System. The changes in the tax rates are shown in the table below:

Tax Rate Item	FY 11 Tax Rate per \$100	FY12 Approved Tax Rate	Change
Revenue Neutral Rates:			
General City	0.2329	0.2329	0.0000
Police/Fire	0.0807	0.0807	0.0000
Housing Trust	0.0054	0.0054	0.0000
Open Space	0.0054	0.0054	0.0000
Streets	0.0617	0.0617	0.0000
Fixed Rates:			
Parks	0.0350	0.0350	0.0000
Highway	0.0312	0.0312	0.0000
Library	0.0050	0.0050	0.0000
Budget Driven Rates:			
CCTA	0.0336	0.0344	0.0008
County Tax	0.0054	0.0054	0.0000
Retirement	0.1768	0.1909	0.0141
Debt Service	0.0469	0.0400	-0.0069
Total	0.7200	0.7280	0.0080

2012 School Budget

The budgeting process for FY 2012 led to the adoption of a budget of \$53,391,029 which represents an increase of \$1,458,283 or 2.81% over the FY 2011 budget of 51,932,746. The FY 2012 local budget covered positions previously funded through grants for 3.5 FTE existing teacher positions, 1 FTE magnet coach, .5 FTE Student Assistance Counselor positions and a nurse position. The FY 2012 local budget reflected reductions in spending from several areas: savings from the prior year's retirement incentive plan, administrative costs, special education costs and a behavior specialist position. The actual homestead tax rate changed from \$1.2820 in FY 2011 to \$1.3018 in FY 2012. This is a \$0.0198 or 1.54% increase over the previous year. The income cap percentage for education property tax for eligible taxpayers changed from 2.35% to 2.38% in FY 2012 or an increase of 1.28%. The district spending adjustment, a key factor in determining the homestead property tax rate, increased from 130.771% in FY 2011 to 131.801% in FY 2012. This is the amount of spending above the state wide base education amount which was \$8,544 in both FY 2011 and FY 2012. The common level of appraisal was 87.72% in FY 2011 compared to 88.08% in FY 2012.

2012 Budget for Utility Funds

The wastewater rate was increased in FY 2012 by 10%. Effective June 26, 2009, the Electric Department rates were increased by 11.3%, primarily to cover the increased costs of purchased power and overhead. There were no other significant increases in charges and fees this year. The budget for FY 2012 also includes the operating and capital expense for Burlington Telecom.

Further information regarding the budget and operations for Burlington Electric can be found in the Management's Discussion and Analysis section of the Department's separate audit report. Questions concerning any information of the Electric Department may be directed to Daryl J. Santerre, Chief Financial Officer at 585 Pine Street, Burlington, Vermont, 05401.

This financial report is designed to provide a general overview of the City of Burlington, Vermont's financial condition. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Clerk/Treasurer, City of Burlington, City Hall, 149 Church Street, Burlington, VT 05401.

CITY OF BURLINGTON, VERMONT

STATEMENT OF NET ASSETS

JUNE 30, 2011

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Burlington Community Development Corporation
ASSETS				
Current:				
Cash and cash equivalents	\$ 4,825,648	\$ 4,874,301	\$ 9,699,949	\$ 7,171
Restricted cash	-	7,334,520	7,334,520	-
Investments	234,362	-	234,362	-
Restricted investments	-	947,683	947,683	-
Receivables, net of allowance for uncollectibles:				
Property taxes	1,171,553	-	1,171,553	-
User fees	-	7,663,520	7,663,520	-
Departmental and other	3,262,388	11	3,262,399	-
Intergovernmental	4,056,800	5,429,019	9,485,819	1,987,148
Estimated unbilled revenues	56,280	3,783,054	3,839,334	-
Notes, loans, and capital lease receivable	3,556,248	-	3,556,248	-
Internal balances	3,106,222	(3,106,222)	-	-
Accrued interest receivable	693,091	-	693,091	3,830
Due from component unit	-	60,267	60,267	-
Inventory	375,465	6,074,625	6,450,090	-
Prepaid expenses	209,523	88,496	298,019	-
Other assets	217,160	840,313	1,057,473	-
Total current assets	21,764,740	33,987,587	55,752,327	1,998,149
Noncurrent:				
Receivables, net of allowance for uncollectibles:				
Property taxes	-	-	-	-
Departmental and other	-	-	-	-
Intergovernmental	-	-	-	-
Restricted investments	-	25,674,702	25,674,702	-
Notes, loans, and capital lease receivable	120,000	1,280,976	1,400,976	-
Internal balances	21,534,112	(21,534,112)	-	-
Due from component unit	608,207	1,064,065	1,672,272	-
Investment in associated companies	-	18,510,786	18,510,786	-
Other assets, net of accumulated amortization	-	7,502,528	7,502,528	597,266
Capital assets:				
Land and construction in progress	60,052,545	63,968,531	124,021,076	1,155,249
Other capital assets, net of accumulated depreciation	130,226,889	194,487,514	324,714,403	5,135,787
Total noncurrent assets	212,541,753	290,954,990	503,496,743	6,888,302
TOTAL ASSETS	234,306,493	324,942,577	559,249,070	8,886,451
LIABILITIES				
Current:				
Accounts payable	3,313,390	5,397,701	8,711,091	91,524
Accrued payroll and benefits payable	5,900,550	60,166	5,960,716	-
Accrued liabilities	70,710	-	70,710	-
Accrued interest payable	236,983	991,928	1,228,911	3,830
Due to fiduciary funds	2,382,835	-	2,382,835	-
Deferred revenues	1,132,257	-	1,132,257	-
Tax anticipation notes	11,000,000	-	11,000,000	-
Bond anticipation notes	5,015,000	12,000,000	17,015,000	-
Due to primary government	-	-	-	60,267
Other liabilities	457,971	947,683	1,405,654	-
Current portion of long-term liabilities:				
Bonds payable	2,781,394	1,687,196	4,468,590	-
Revenue bonds payable	-	11,479,839	11,479,839	-
Capital lease payable	950,000	657,060	1,607,060	-
Compensated absences	560,000	-	560,000	-
Other liabilities	16,000	1,855,024	1,871,024	-
Total current liabilities	33,817,090	35,076,597	68,893,687	155,621
Noncurrent:				
Due to primary government	-	-	-	1,672,263
Bonds payable	42,888,956	40,861,314	83,750,270	4,934,372
Revenue bonds payable	-	71,283,750	71,283,750	-
Note payable	-	904,014	904,014	-
Capital lease payable	1,344,817	2,209,730	3,554,547	-
Compensated absences	5,043,626	450,963	5,494,589	-
Net pension obligation	1,826,028	-	1,826,028	-
Other liabilities	3,456,633	1,201,835	4,658,468	-
Total noncurrent liabilities	54,560,060	116,911,606	171,471,666	6,606,635
TOTAL LIABILITIES	88,377,150	151,988,203	240,365,353	6,762,256
NET ASSETS				
Invested in capital assets, net of related debt	140,431,453	133,950,445	274,381,898	1,356,664
Restricted for:				
Education	1,491,271	-	1,491,271	-
Community development	4,324,048	-	4,324,048	-
Debt service/renewal and replacements/capital projects	-	33,009,222	33,009,222	-
Permanent funds	1,126,711	-	1,126,711	-
Other purposes	1,155,187	-	1,155,187	-
Unrestricted	(2,599,327)	5,994,707	3,395,380	767,531
TOTAL NET ASSETS	\$ 145,929,343	\$ 172,954,374	\$ 318,883,717	\$ 2,124,195

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2011

Net (Expenses) Revenues and Changes in Net Assets							Component Unit
Program Revenues			Primary Government		Total		
Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities			
Primary Government:							
Governmental Activities:							
General government	\$ 13,196,555	\$ 4,629,070	\$ 122,882	\$ (8,444,603)	\$ (8,444,603)	-	
Public safety	21,931,701	5,623,531	753,470	(15,213,772)	(15,213,772)	-	
Education	66,901,788	3,110,746	65,635,906	1,864,864	1,864,864	-	
Public works	13,101,541	6,744,645	282,787	(4,719,324)	(4,719,324)	-	
Culture and recreation	9,244,881	2,983,704	1,312,723	(4,939,896)	(4,939,896)	-	
Community development	5,082,322	159,512	3,945,469	(978,341)	(978,341)	-	
Interest on long-term debt	2,736,119	-	-	(2,736,119)	(2,736,119)	-	
Total Governmental Activities	132,194,907	23,450,208	72,053,237	(35,167,191)	(35,167,191)	-	
Business-Type Activities:							
Electric	56,676,147	59,679,347	-	-	4,035,630	-	
Airport	17,031,819	16,669,721	659,693	-	25,498,355	-	
Telecom	7,107,688	7,189,476	-	-	91,810	-	
Wastewater	6,522,461	7,176,316	-	-	653,855	-	
Water	4,939,065	5,424,858	-	-	485,793	-	
School	2,546,470	2,523,681	-	-	(22,789)	-	
Total Business-Type Activities	94,823,628	98,693,399	659,693	-	30,742,654	-	
Total Primary Government	\$ 227,018,535	\$ 31,398,747	\$ 72,053,237	(35,167,191)	30,742,654	-	
Component Unit:							
Burlington Community Development Corporation	\$ 410,105	\$ 453,500	\$ -	-	-	43,395	
General Revenues:							
Property Taxes	-	-	-	28,488,306	-	28,488,306	
Gross Receipt Taxes	-	-	-	2,507,382	-	2,507,382	
Local Option Sales Tax	-	-	-	1,998,462	-	1,998,462	
Payment in lieu of taxes	-	-	-	2,116,319	-	2,116,319	
Franchise fees	-	-	-	2,047,748	-	2,047,748	
Impact fees	-	-	-	118,207	-	118,207	
Interest and Penalties on Delinquent Taxes	-	-	-	319,667	-	319,667	
Unrestricted investment earnings	-	-	-	714,974	-	714,974	
Other revenues	-	-	-	-	362,671	362,671	
Addition to permanent funds	-	-	-	-	442,549	442,549	
Transfers, net	-	-	-	4,626	(4,626)	-	
Total general revenues and additions to permanent funds and transfers				38,315,691	790,594	39,106,285	
Special Items:							
Lease extinguishment	-	-	-	-	33,500,000	33,500,000	
Early retirement of asset	-	-	-	-	(26,372,444)	(26,372,444)	
Change in Net Assets				3,148,500	38,660,804	41,809,304	
Net Assets:							
Beginning of year				142,780,843	134,293,570	277,074,413	
End of year				\$ 145,929,343	\$ 172,954,374	\$ 318,883,717	
						1,948,052	
						2,124,195	

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2011

	<u>General</u>	<u>School Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 4,223,139	\$ -	\$ 602,509	\$ 4,825,648
Investments	101,471	22,280	110,612	234,363
Receivables, net of allowance for uncollectibles:				
Property taxes	1,171,553	-	-	1,171,553
Departmental and other	2,273,942	-	988,446	3,262,388
Intergovernmental	302	926,302	3,160,195	4,086,799
Unbilled revenues	-	-	56,280	56,280
Due from other funds	9,842,167	7,446,887	3,318,836	20,607,890
Notes, loans, and capital lease receivable	120,000	-	3,556,248	3,676,248
Accrued interest receivable	-	-	693,091	693,091
Advances to other funds	25,155,436	-	-	25,155,436
Inventory	193,865	-	181,600	375,465
Prepaid expenditures	180,438	29,035	50	209,523
Other current assets	217,160	-	-	217,160
Due from component unit	-	-	608,207	608,207
TOTAL ASSETS	\$ 43,479,473	\$ 8,424,504	\$ 13,276,074	\$ 65,180,051
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,497,258	\$ 507,818	\$ 1,308,317	\$ 3,313,393
Accrued payroll and benefits payable	848,066	5,196,011	52,278	6,096,355
Accrued liabilities	-	-	32,810	32,810
Deferred revenues	1,107,796	1,229,404	7,821,241	10,158,441
Due to other funds	15,133,977	-	4,750,533	19,884,510
Advances from other funds	-	-	3,621,324	3,621,324
Tax anticipation notes	11,000,000	-	-	11,000,000
Other liabilities	357,758	-	138,114	495,872
TOTAL LIABILITIES	29,944,855	6,933,233	17,724,617	54,602,705
Fund Balances:				
Nonspendable	25,529,737	29,035	1,092,483	26,651,255
Restricted	514,299	1,462,236	972,969	2,949,504
Committed	1,536,573	-	1,414,446	2,951,019
Assigned	2,515,096	-	-	2,515,096
Unassigned	(16,561,087)	-	(7,928,441)	(24,489,528)
TOTAL FUND BALANCES	13,534,618	1,491,271	(4,448,543)	10,577,346
TOTAL LIABILITIES AND FUND BALANCES	\$ 43,479,473	\$ 8,424,504	\$ 13,276,074	\$ 65,180,051

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

RECONCILIATION OF TOTAL GOVERNMENTAL FUND
BALANCES TO NET ASSETS OF GOVERNMENTAL
ACTIVITIES IN THE STATEMENT OF NET ASSETS

JUNE 30, 2011

Total governmental fund balances	\$ 10,577,346
• Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	190,279,434
• Revenues are reported on the accrual basis of accounting and are not deferred until collection.	8,996,193
• In the statement of activities, interest is accrued on outstanding long-term debt, whereas in governmental funds interest is not reported until due.	(236,983)
• Long-term liabilities, including bonds and BANS payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	<u>(63,686,647)</u>
Net assets of governmental activities	\$ <u>145,929,343</u>

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2011

	<u>General</u>	<u>School</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Taxes	\$ 31,390,109	\$ -	\$ 1,547,093	\$ 32,937,202
Payments in lieu of taxes	2,115,482	1,322,698	-	3,438,180
Licenses and permits	5,133,300	-	306,591	5,439,891
Intergovernmental	1,877,142	62,728,215	4,278,856	68,884,213
Charges for services	8,531,502	3,097,778	5,652,354	17,281,634
Investment income	877,829	12,968	65,019	955,816
Fines and forfeits	1,609,974	-	-	1,609,974
Loan repayments	-	-	74,160	74,160
Other	<u>2,450,862</u>	<u>1,584,993</u>	<u>618,530</u>	<u>4,654,385</u>
Total Revenues	53,986,200	68,746,652	12,542,603	135,275,455
Expenditures:				
Current:				
General government	12,714,550	-	14,089	12,728,639
Public safety	21,075,037	-	-	21,075,037
Education	-	66,139,968	-	66,139,968
Public works	2,749,601	-	5,552,427	8,302,028
Culture and recreation	8,148,833	-	-	8,148,833
Community development	-	-	5,078,399	5,078,399
Capital outlay	4,840,253	-	14,959,110	19,799,363
Debt service:				
Principal	2,159,810	673,333	933,181	3,766,324
Interest	<u>1,948,409</u>	<u>548,232</u>	<u>519,907</u>	<u>3,016,548</u>
Total Expenditures	<u>53,636,493</u>	<u>67,361,533</u>	<u>27,057,113</u>	<u>148,055,139</u>
Excess (deficiency) of revenues over (under) expenditures	349,707	1,385,119	(14,514,510)	(12,779,684)
Other Financing Sources (Uses):				
Issuance of long-term debt	-	-	12,361,991	12,361,991
Issuance of notes	5,015,000	-	-	5,015,000
Transfers in	219,747	305,038	1,654,487	2,179,272
Transfers out	<u>(1,965,602)</u>	<u>(209,044)</u>	<u>-</u>	<u>(2,174,646)</u>
Total Other Financing Sources (Uses)	<u>3,269,145</u>	<u>95,994</u>	<u>14,016,478</u>	<u>17,381,617</u>
Net change in fund balances	3,618,852	1,481,113	(498,032)	4,601,933
Fund Balances, at Beginning of Year	<u>9,915,766</u>	<u>10,158</u>	<u>(3,950,511)</u>	<u>5,975,413</u>
Fund Balances, at End of Year	<u>\$ 13,534,618</u>	<u>\$ 1,491,271</u>	<u>\$ (4,448,543)</u>	<u>\$ 10,577,346</u>

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

RECONCILIATION OF THE STATEMENT OF REVENUES
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2011

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 4,601,933
<ul style="list-style-type: none"> Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense: 	
Capital outlay purchases	20,313,055
Depreciation	(6,929,825)
Loss on disposal of capital assets	-
<ul style="list-style-type: none"> Revenues in the Statement of Activities that do not provide current financial resources are fully deferred in the Statement of Revenues, Expenditures and Changes in Fund Balances. Therefore, the recognition of revenue for various types of accounts receivable (i.e., real estate and personal property, etc.) differ between the two statements. This amount represents the net change in deferred revenue. 	(787,107)
<ul style="list-style-type: none"> The issuance of long-term debt (e.g., bonds and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the financial resources of governmental funds. Neither transaction, however, has any effect on net assets: 	
Issuance of debt	(17,376,991)
Repayments of debt	3,766,324
Bond premium, discount and deferred charges	54,688
<ul style="list-style-type: none"> In the statement of activities, interest is accrued on outstanding long-term debt, whereas in governmental funds interest is not reported until due. 	-
<ul style="list-style-type: none"> Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds. 	
Compensated absences	(178,770)
Net pension obligation	24,683
Net OPEB obligation	(355,490)
Landfill liability	<u>16,000</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$ <u>3,148,500</u>

CITY OF BURLINGTON, VERMONT

GENERAL FUND

STATEMENT OF REVENUES AND OTHER SOURCES,
AND EXPENDITURES AND OTHER USES - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2011

	General Fund				School "General Fund"			
	Budgeted Amounts		Actual Amounts	Variance With Final Budget	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original Budget	Final Budget			Original Budget	Final Budget		
Revenues and other sources:								
Taxes and special assessments	\$ 28,364,930	\$ 28,426,623	\$ 29,995,831	\$ 1,569,208	\$ -	\$ -	\$ -	\$ -
Local option sales tax	1,905,000	1,905,000	1,509,417	(395,583)	-	-	-	-
Payments in lieu of taxes	2,869,498	2,869,498	2,471,169	(398,329)	1,368,787	1,368,787	1,322,698	(46,089)
Licenses and permits	6,275,600	6,275,600	6,332,550	56,950	-	-	-	-
Intergovernmental	766,682	766,682	1,640,999	874,137	49,664,886	49,664,886	49,673,443	8,557
Charges for services	11,875,165	11,875,165	13,394,350	1,519,185	1,502,206	1,502,206	1,515,718	13,512
Investment income	325,000	325,000	776,990	451,990	10,000	10,000	12,968	2,968
Proceeds of bonds	1,000,000	1,000,000	2,090,000	1,090,000	-	-	-	-
Total Revenues and Other Sources	53,381,875	53,443,748	58,211,306	4,767,558	52,545,879	52,545,879	52,524,827	(21,052)
Expenditures and other uses:								
General administration	12,640,191	12,040,901	11,809,129	231,772	-	-	-	-
Safety services	16,236,283	16,822,655	17,540,767	(718,112)	-	-	-	-
Public works	2,311,199	2,538,325	2,539,049	(724)	-	-	-	-
Culture and recreation	7,371,002	7,464,808	6,990,249	474,559	-	-	-	-
Education	-	-	-	-	51,932,746	51,932,746	51,259,297	673,449
Capital outlay	5,405,077	5,508,102	6,200,886	(692,784)	-	-	-	-
Transfers out	9,418,123	9,418,123	8,860,438	557,685	-	-	-	-
Other uses	-	-	-	-	613,133	613,133	613,133	-
Total Expenditures and Other Uses	53,381,875	53,792,914	53,940,518	(147,604)	52,545,879	52,545,879	51,872,430	673,449
Excess of revenues and other sources over expenditures and other uses	\$ -	\$ (349,166)	\$ 4,270,788	\$ 4,619,954	\$ -	\$ -	\$ 652,397	\$ 652,397

See notes to financial statements.

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CITY OF BURLINGTON, VERMONT

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

JUNE 30, 2011

	Business-Type Activities Enterprise Funds					Nonmajor Enterprise Funds	Total
	Electric	Airport	Telecom	Wastewater			
ASSETS							
Current:							
Cash and cash equivalents	\$ 4,018,488	\$ 637,209	\$ 218,044	\$ 200	\$ 360	\$ 4,874,301	
Restricted cash	5,899,974	-	-	-	1,434,546	7,334,520	
Restricted investments	947,683	-	-	-	-	947,683	
Receivables, net of allowance for uncollectibles:							
User fees	4,647,543	1,632,717	213,178	666,151	503,931	7,663,520	
Departmental and other	-	-	-	-	11	11	
Intergovernmental	-	5,168,842	-	-	260,177	5,429,019	
Estimated unbilled revenues	2,438,256	504,488	5,695	485,754	348,861	3,783,054	
Due from other funds	-	351,980	-	-	860,008	1,211,988	
Due from Burlington Community Development Corporation - current	-	60,267	-	-	-	60,267	
Inventory	4,650,022	245,145	796,181	128,660	254,617	6,074,625	
Prepaid expenses	-	-	62,875	3,202	20,419	86,496	
Other current assets	815,313	20,000	5,000	-	-	840,313	
Total current assets	23,417,279	8,620,648	1,300,973	1,283,967	3,682,930	38,305,797	
Noncurrent:							
Restricted investments	16,656,177	9,018,525	-	-	-	25,674,702	
Due from Burlington Community Development Corporation - long-term	-	1,064,065	-	-	-	1,064,065	
Notes receivable	1,280,976	-	-	-	-	1,280,976	
Investment in associated companies	18,510,786	-	-	-	-	18,510,786	
Other assets, net of accumulated amortization	7,502,528	-	-	-	-	7,502,528	
Capital assets:							
Land and construction in progress	3,466,488	59,445,041	157,800	847,952	51,250	63,968,531	
Capital assets, net of accumulated depreciation	61,599,425	84,981,329	2,915,458	32,215,220	12,776,082	194,487,514	
Total noncurrent assets	109,016,380	154,508,960	3,073,268	33,063,172	12,827,332	312,489,102	
TOTAL ASSETS	132,433,659	163,129,608	4,374,231	34,347,139	16,510,262	350,794,899	
LIABILITIES							
Current:							
Accounts payable	2,950,365	1,829,592	423,264	83,242	111,238	5,397,701	
Accrued payroll and benefits payable	-	24,136	15,260	8,784	11,966	60,166	
Accrued liabilities	-	-	-	-	-	-	
Accrued interest payable	-	927,416	-	-	64,512	991,928	
Due to other funds	4,173,325	-	94,027	50,858	-	4,318,210	
Bond anticipation notes	-	12,000,000	-	-	-	12,000,000	
Payable from restricted assets:							
Accrued interest payable	947,683	-	-	-	-	947,683	
Current portion of long-term liabilities:							
General obligation bonds payable	1,616,667	-	-	70,529	-	1,687,196	
Revenue bonds payable	7,130,000	2,286,719	-	844,569	1,218,551	11,479,839	
Capital leases payable	2,099	530,242	-	63,258	61,461	657,060	
Other liabilities	1,855,024	-	-	-	-	1,855,024	
Total current liabilities	18,675,163	17,598,105	532,551	1,121,240	1,467,748	39,394,807	
Noncurrent:							
Advances from other funds	-	-	16,936,492	2,531,914	2,065,706	21,534,112	
General obligation bonds payable	39,520,406	-	-	1,340,908	-	40,861,314	
Revenue bonds payable	19,434,527	33,785,698	-	16,743,525	1,320,000	71,283,750	
Note payable	904,014	-	-	-	-	904,014	
Capital leases payable	-	2,052,802	-	77,842	79,086	2,209,730	
Compensated absences payable	-	192,087	35,113	89,175	134,588	450,963	
Post-employment benefits payable	-	43,102	41,802	19,995	26,639	131,538	
Other liabilities	1,028,145	-	-	-	42,152	1,070,297	
Total noncurrent liabilities	60,887,092	36,073,689	17,013,407	20,803,359	3,668,171	138,445,718	
TOTAL LIABILITIES	79,562,255	53,671,794	17,545,958	21,924,599	5,135,919	177,840,525	
NET ASSETS							
Invested in capital assets, net of related debt	14,295,532	93,770,909	3,073,268	13,922,541	8,688,205	133,950,445	
Restricted for debt service/renewal and replacements/capital projects	22,556,151	9,018,525	-	-	1,434,546	33,009,222	
Unrestricted	16,019,721	6,668,380	(16,244,985)	(1,500,001)	1,051,592	5,994,707	
TOTAL NET ASSETS	\$ 52,871,404	\$ 109,457,814	\$ (13,171,727)	\$ 12,422,540	\$ 11,374,343	\$ 172,954,374	

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2011

	Business-Type Activities Enterprise Funds				Nonmajor Enterprise Funds	Total
	Electric	Airport	Telecom	Wastewater		
Operating Revenues:						
Charges for services	\$ 49,170,859	\$ 13,870,201	\$ 7,199,476	\$ 7,176,316	\$ 6,412,369	\$ 83,829,221
Intergovernmental	-	226,476	-	-	1,536,170	1,762,646
Miscellaneous	8,208,055	-	-	-	-	8,208,055
Total Operating Revenues	57,378,914	14,096,677	7,199,476	7,176,316	7,948,539	93,799,922
Operating Expenses:						
Personnel	-	4,047,527	1,768,621	1,268,383	2,895,461	9,979,992
Nonpersonnel	-	6,740,413	4,893,093	2,757,682	3,467,783	17,858,971
Electric department	45,630,237	-	-	-	-	45,630,237
Depreciation and amortization	3,619,957	4,128,701	290,764	1,581,357	563,906	10,184,685
Payments in lieu of taxes	1,557,747	-	121,778	852,578	362,258	2,894,361
Total Operating Expenses	50,807,941	14,916,641	7,074,256	6,460,000	7,289,408	86,548,246
Operating Income	6,570,973	(819,964)	125,220	716,316	659,131	7,251,676
Nonoperating Revenues (Expenses):						
Dividends from associated companies	2,300,433	-	-	-	-	2,300,433
Grant income	-	659,683	-	-	-	659,683
Passenger facility charges	-	2,593,044	-	-	-	2,593,044
Investment income	282,969	67,134	9	2,516	43	352,671
Other income/expense - net	190,548	39,062	9,565	13,810	189,564	442,549
Interest expense	(5,644,652)	(2,017,427)	(33,410)	(62,461)	(135,077)	(7,893,027)
Amortization of debt issue costs	(146,946)	(97,751)	-	-	(61,050)	(305,747)
Gain/loss on disposal of capital assets	(76,608)	-	-	-	-	(76,608)
Total Nonoperating Revenues (Expenses)	(3,094,256)	1,243,745	(23,836)	(46,135)	(6,520)	(1,927,002)
Income Before Contributions and Transfers	3,476,717	423,781	101,384	670,181	652,611	5,324,674
Capital contributions	1,032,430	25,180,770	-	-	-	26,213,200
Transfers in	-	-	-	-	103,540	103,540
Transfers out	-	-	-	(79,219)	(28,947)	(108,166)
Special item - debt extinguishment	-	-	33,500,000	-	-	33,500,000
Special item - early retirement of asset	-	-	(26,372,444)	-	-	(26,372,444)
Change in Net Assets	4,509,147	25,604,551	7,228,940	590,962	727,204	38,660,804
Net Assets at Beginning of Year	48,362,257	83,853,263	(20,400,667)	11,831,578	10,647,139	134,293,570
Net Assets at End of Year	\$ 52,871,404	\$ 109,457,814	\$ (13,171,727)	\$ 12,422,540	\$ 11,374,343	\$ 172,954,374

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY NET ASSETS

JUNE 30, 2011

	Pension Trust <u>Fund</u>	Private Purpose Trust <u>Fund</u>	Agency <u>Funds</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ -	\$ 204,958	\$ 256,068
Investments	132,226,731	-	-
Due from other funds	2,382,842	-	-
Reimbursement receivable	<u>12,792</u>	<u>-</u>	<u>-</u>
Total Assets	134,622,365	204,958	256,068
<u>LIABILITIES</u>			
Accounts payable	271,457	-	-
Accrued liabilities	259,810	-	-
Compensated absences	10,024	-	-
Due to student organizations	<u>-</u>	<u>-</u>	<u>256,068</u>
Total Liabilities	<u>541,291</u>	<u>-</u>	<u>256,068</u>
<u>NET ASSETS</u>			
Held in trust for:			
Employees' pension benefits	134,081,074	-	-
Individuals and organizations	<u>-</u>	<u>204,958</u>	<u>-</u>
Total Net Assets	\$ <u>134,081,074</u>	\$ <u>204,958</u>	\$ <u>-</u>

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

FIDUCIARY FUNDS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2011

	Pension Trust Fund	Private Purpose Trust Fund
Additions:		
Contributions:		
Employer - pension	\$ 6,779,226	\$ -
Employer - FICA	2,838,223	-
Employer - post-employment health	70,543	-
Plan members	1,974,395	-
Miscellaneous	495,000	-
Total Contributions	<u>12,157,387</u>	<u>-</u>
Investment earnings:		
Interest and dividends	3,395,756	
Net increase in the fair value of investments	<u>19,717,659</u>	<u>330</u>
Total Investment Earnings	<u>23,113,415</u>	<u>330</u>
Less Investment Expenses	<u>(563,818)</u>	<u>-</u>
Net Investment Earnings	22,549,597	330
Total Additions	34,706,984	330
Deductions:		
Benefits - pension	8,586,433	-
Benefits - FICA	2,836,261	-
Benefits - post employment health	70,543	-
Refunds of contributions	361,302	-
Administrative expenses	561,390	-
Other	-	610
Total deductions	<u>12,415,929</u>	<u>610</u>
Change in net assets	22,291,055	(280)
Net assets:		
Beginning of year	<u>111,790,019</u>	<u>205,238</u>
End of year	<u>\$ 134,081,074</u>	<u>\$ 204,958</u>

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

Combining Balance Sheet

School Fund

June 30, 2011

	<u>General</u>	<u>Grants</u>	<u>Vocational Center</u>	<u>Other</u>	<u>Total</u>
<u>ASSETS</u>					
Cash and short-term investments	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	22,280	22,280
Receivables:					
Property taxes, net	-	-	-	-	-
Departmental and other	-	-	-	-	-
Intergovernmental	362,292	558,971	-	5,039	926,302
Due from other funds	5,182,385	1,532,464	228,418	503,620	7,446,887
Prepaid expenditures	16,835	-	-	12,200	29,035
Total Assets	<u>\$ 5,561,512</u>	<u>\$ 2,091,435</u>	<u>\$ 228,418</u>	<u>\$ 543,139</u>	<u>\$ 8,424,504</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	\$ 389,522	\$ 103,972	\$ 1,408	\$ 12,916	\$ 507,818
Accrued payroll and benefits	4,194,309	758,059	222,429	21,214	5,196,011
Deferred revenues	-	1,229,404	-	-	1,229,404
Total Liabilities	4,583,831	2,091,435	223,837	34,130	6,933,233
Fund Balances:					
Nonspendable	16,835	-	-	12,200	29,035
Restricted	960,846	-	4,581	496,809	1,462,236
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>977,681</u>	<u>-</u>	<u>4,581</u>	<u>509,009</u>	<u>1,491,271</u>
Total Liabilities and Fund Balances	<u>\$ 5,561,512</u>	<u>\$ 2,091,435</u>	<u>\$ 228,418</u>	<u>\$ 543,139</u>	<u>\$ 8,424,504</u>

CITY OF BURLINGTON, VERMONT
Combining Statement of Revenues, Expenditures
and Changes in Fund Equity

School Fund

For the Year Ended June 30, 2011

	<u>General</u>	<u>Grants</u>	<u>Vocational Center</u>	<u>Other</u>	<u>Total</u>
Revenues:					
Payments in lieu of taxes	\$ 1,322,698	\$ -	\$ -	\$ -	\$ 1,322,698
Intergovernmental	51,715,825	8,687,110	1,748,421	576,859	62,728,215
Charges for services	1,188,003	815,498	1,064,700	29,577	3,097,778
Interest income	12,968	-	-	-	12,968
Other	<u>327,715</u>	<u>254,235</u>	<u>-</u>	<u>1,003,043</u>	<u>1,584,993</u>
Total Revenues	54,567,209	9,756,843	2,813,121	1,609,479	68,746,652
Expenditures:					
Current:					
Education	52,037,960	9,912,880	2,706,927	1,482,201	66,139,968
Debt service:					
Principal	673,333	-	-	-	673,333
Interest	<u>548,232</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>548,232</u>
Total Expenditures	53,259,525	9,912,880	2,706,927	1,482,201	67,361,533
Excess (deficiency) of revenues over (under) expenditures	1,307,684	(156,037)	106,194	127,278	1,385,119
Other Financing Sources (Uses):					
Transfers in	7,846	261,251	-	35,941	305,038
Transfers out	<u>(50,000)</u>	<u>(105,214)</u>	<u>-</u>	<u>(53,830)</u>	<u>(209,044)</u>
Total Other Financing Sources (Uses)	<u>(42,154)</u>	<u>156,037</u>	<u>-</u>	<u>(17,889)</u>	<u>95,994</u>
Net change in fund balances	1,265,530	-	106,194	109,389	1,481,113
Fund Balances, beginning of year	<u>(287,849)</u>	<u>-</u>	<u>(101,613)</u>	<u>399,620</u>	<u>10,158</u>
Fund Balances, end of year	<u>\$ 977,681</u>	<u>\$ -</u>	<u>\$ 4,581</u>	<u>\$ 509,009</u>	<u>\$ 1,491,271</u>

CITY OF BURLINGTON, VERMONT

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2011

	Special Revenue Funds			
	<u>Traffic Commission</u>	<u>Community and Economic Development</u>	<u>Housing Trust</u>	<u>Tax Increment Financing</u>
<u>ASSETS</u>				
Cash and short-term investments	\$ 54,730	\$ 392,304	\$ -	\$ -
Investments	-	-	-	-
Departmental and other receivables	35,176	949,417	-	-
Intergovernmental receivables	-	-	-	-
Unbilled revenues	-	-	-	-
Due from other funds	184,708	-	173,766	641,867
Loans receivable	-	3,556,248	-	-
Accrued interest receivable	-	692,966	-	-
Inventory	181,600	-	-	-
Prepaid expenditures	-	-	-	-
Due from component unit	-	-	-	-
Total Assets	<u>\$ 456,214</u>	<u>\$ 5,590,935</u>	<u>\$ 173,766</u>	<u>\$ 641,867</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 48,140	\$ 165,810	\$ 53,003	\$ 979
Accrued payroll and benefits payable	28,174	18,937	420	-
Accrued liabilities	-	-	4,200	-
Deferred revenues	1,660	4,642,044	-	-
Due to other funds	39,489	1,198,283	-	-
Other liabilities	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	117,463	6,025,074	57,623	979
Fund Balances:				
Nonspendable	181,600	-	-	-
Restricted	-	-	116,143	640,888
Committed	157,151	-	-	-
Unassigned	-	(434,139)	-	-
Total Fund Balances	<u>338,751</u>	<u>(434,139)</u>	<u>116,143</u>	<u>640,888</u>
Total Liabilities and Fund Balances	<u>\$ 456,214</u>	<u>\$ 5,590,935</u>	<u>\$ 173,766</u>	<u>\$ 641,867</u>

Special Revenue Funds

<u>Storm Water</u>	<u>Church Street Marketplace</u>	<u>Mary E. Waddell</u>	<u>Subtotals</u>
\$ -	\$ 450	\$ -	\$ 447,484
-	-	-	-
-	3,853	-	988,446
68,827	-	-	68,827
56,280	-	-	56,280
118,676	-	13,858	1,132,875
-	-	-	3,556,248
-	-	-	692,966
-	-	-	181,600
-	50	-	50
-	-	-	-
<u>\$ 243,783</u>	<u>\$ 4,353</u>	<u>\$ 13,858</u>	<u>\$ 7,124,776</u>
\$ 2,859	\$ 4,833	\$ -	\$ 275,624
-	4,747	-	52,278
-	-	-	4,200
-	37,305	-	4,681,009
-	22,888	-	1,260,660
-	-	-	-
-	-	-	-
2,859	69,773	-	6,273,771
-	50	-	181,650
-	-	-	757,031
240,924	-	13,858	411,933
-	(65,470)	-	(499,609)
240,924	(65,420)	13,858	851,005
<u>\$ 243,783</u>	<u>\$ 4,353</u>	<u>\$ 13,858</u>	<u>\$ 7,124,776</u>

(continued)

(continued)

	Capital Project Funds			
	<u>Southern Connector</u>	<u>South End & Downtown Transit Centers</u>	<u>Fuel Depot</u>	<u>Street Improvements</u>
<u>ASSETS</u>				
Cash and short-term investments	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Departmental and other receivables	-	-	-	-
Intergovernmental receivables	-	6,324	103	3,037,515
Unbilled revenues	-	-	-	-
Due from other funds	-	-	24,038	-
Loans receivable	-	-	-	-
Accrued interest receivable	-	-	-	-
Inventory	-	-	-	-
Prepaid expenditures	-	-	-	-
Due from component unit	-	-	-	-
Total Assets	\$ <u>-</u>	\$ <u>6,324</u>	\$ <u>24,141</u>	\$ <u>3,037,515</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 81,339	\$ -	\$ -	\$ 751,133
Accrued payroll and benefits payable	-	-	-	-
Accrued liabilities	-	-	-	-
Deferred revenues	-	6,025	-	3,066,787
Due to other funds	-	6,324	-	2,286,717
Other liabilities	-	-	-	-
Advances from other funds	<u>1,211,949</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	1,293,288	12,349	-	6,104,637
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	<u>(1,293,288)</u>	<u>(6,025)</u>	<u>24,141</u>	<u>(3,067,122)</u>
Total Fund Balances	<u>(1,293,288)</u>	<u>(6,025)</u>	<u>24,141</u>	<u>(3,067,122)</u>
Total Liabilities and Fund Balances	\$ <u>-</u>	\$ <u>6,324</u>	\$ <u>24,141</u>	\$ <u>3,037,515</u>

Capital Project Funds

<u>Riverside Ave. & North Street</u>	<u>Burlington Winooski Bridge</u>	<u>Barge Canal Pond</u>	<u>Moran Plant</u>	<u>Stormwater Upgrade</u>	<u>Westlake</u>
\$ -	\$ -	\$ 140,278	\$ -	\$ -	\$ -
-	-	-	-	-	2,160
-	-	-	-	-	-
23,069	-	-	-	-	-
-	-	-	-	-	-
25,000	40,274	-	31,549	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	608,207
<u>\$ 48,069</u>	<u>\$ 40,274</u>	<u>\$ 140,278</u>	<u>\$ 31,549</u>	<u>\$ -</u>	<u>\$ 610,367</u>
\$ 25,000	\$ 40,274	\$ 7	\$ 2,939	\$ 4,604	\$ -
-	-	-	-	-	-
-	-	-	28,610	-	-
23,069	19,922	-	-	-	-
23,069	-	55,624	-	-	-
-	-	100,213	-	-	-
-	-	-	-	273,264	621,031
<u>71,138</u>	<u>60,196</u>	<u>155,844</u>	<u>31,549</u>	<u>277,868</u>	<u>621,031</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(23,069)</u>	<u>(19,922)</u>	<u>(15,566)</u>	<u>-</u>	<u>(277,868)</u>	<u>(10,664)</u>
<u>(23,069)</u>	<u>(19,922)</u>	<u>(15,566)</u>	<u>-</u>	<u>(277,868)</u>	<u>(10,664)</u>
<u>\$ 48,069</u>	<u>\$ 40,274</u>	<u>\$ 140,278</u>	<u>\$ 31,549</u>	<u>\$ -</u>	<u>\$ 610,367</u>

(continued)

(continued)

Capital Project Funds			
	<u>School</u>	<u>Other</u>	<u>Subtotals</u>
<u>ASSETS</u>			
Cash and short-term investments	\$ -	\$ -	\$ 140,278
Investments	-	-	2,160
Departmental and other receivables	-	-	-
Intergovernmental receivables	-	24,357	3,091,368
Unbilled revenues	-	-	-
Due from other funds	1,045,134	16,519	1,182,514
Loans receivable	-	-	-
Accrued interest receivable	-	-	-
Inventory	-	-	-
Prepaid expenditures	-	-	-
Due from component unit	-	-	608,207
Total Assets	<u>\$ 1,045,134</u>	<u>\$ 40,876</u>	<u>\$ 5,024,527</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ -	\$ 127,397	\$ 1,032,693
Accrued payroll and benefits payable	-	-	-
Accrued liabilities	-	-	28,610
Deferred revenues	-	24,429	3,140,232
Due to other funds	4,720	1,113,419	3,489,873
Other liabilities	37,901	-	138,114
Advances from other funds	<u>1,134,096</u>	<u>380,984</u>	<u>3,621,324</u>
Total Liabilities	1,176,717	1,646,229	11,450,846
Fund Balances:			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	1,002,513	-	1,002,513
Unassigned	<u>(1,134,096)</u>	<u>(1,605,353)</u>	<u>(7,428,832)</u>
Total Fund Balances	<u>(131,583)</u>	<u>(1,605,353)</u>	<u>(6,426,319)</u>
Total Liabilities and Fund Balances	<u>\$ 1,045,134</u>	<u>\$ 40,876</u>	<u>\$ 5,024,527</u>

Permanent Funds			
<u>Cemetery</u>	<u>Loomis Library</u>	<u>Lolita Deming Estate</u>	<u>School Land Rent</u>
\$ -	\$ -	\$ 11,199	\$ 3,548
100,000	-	-	8,452
-	-	-	-
-	-	-	-
-	-	-	-
990,267	10,948	-	-
-	-	-	-
125	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>1,090,392</u>	<u>10,948</u>	<u>11,199</u>	<u>12,000</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
894,796	10,948	2,486	1,603
195,596	-	8,713	10,397
-	-	-	-
-	-	-	-
<u>1,090,392</u>	<u>10,948</u>	<u>11,199</u>	<u>12,000</u>
<u>\$ 1,090,392</u>	<u>\$ 10,948</u>	<u>\$ 11,199</u>	<u>\$ 12,000</u>

(continued)

(continued)

	Permanent Funds		Nonmajor Governmental Funds
	WEZE 93 FM DARE	Subtotals	
<u>ASSETS</u>			
Cash and short-term investments	\$ -	\$ 14,747	\$ 602,509
Investments	-	108,452	110,612
Departmental and other receivables	-	-	988,446
Intergovernmental receivables	-	-	3,160,195
Unbilled revenues	-	-	56,280
Due from other funds	2,232	1,003,447	3,318,836
Loans receivable	-	-	3,556,248
Accrued interest receivable	-	125	693,091
Inventory	-	-	181,600
Prepaid expenditures	-	-	50
Due from component unit	-	-	608,207
Total Assets	\$ <u>2,232</u>	\$ <u>1,126,771</u>	\$ <u>13,276,074</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 1,308,317
Accrued payroll and benefits payable	-	-	52,278
Accrued liabilities	-	-	32,810
Deferred revenues	-	-	7,821,241
Due to other funds	-	-	4,750,533
Other liabilities	-	-	138,114
Advances from other funds	-	-	3,621,324
Total Liabilities	-	-	17,724,617
Fund Balances:			
Nonspendable	1,000	910,833	1,092,483
Restricted	1,232	215,938	972,969
Committed	-	-	1,414,446
Unassigned	-	-	(7,928,441)
Total Fund Balances	<u>2,232</u>	<u>1,126,771</u>	<u>(4,448,543)</u>
Total Liabilities and Fund Balances	\$ <u>2,232</u>	\$ <u>1,126,771</u>	\$ <u>13,276,074</u>

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CITY OF BURLINGTON, VERMONT

Combining Statement of Revenues, Expenditures
and Changes in Fund Equity

Nonmajor Governmental Funds

For the Year Ended June 30, 2011

	Special Revenue Funds			
	<u>Traffic Commission</u>	<u>Community and Economic Development</u>	<u>Housing Trust</u>	<u>Tax Increment Financing</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 1,547,093
Licenses and permits	36,646	-	121,250	-
Intergovernmental	-	3,623,425	-	-
Charges for services	3,987,391	231,994	37,262	-
Investment income	1,125	4,860	-	-
Loan repayments	-	74,160	-	-
Other	23,537	174,930	-	-
Total Revenues	4,048,699	4,109,369	158,512	1,547,093
Expenditures:				
Current:				
General government	-	-	-	14,089
Public safety	-	-	-	-
Education	-	-	-	-
Public works	4,110,556	-	-	-
Culture and recreation	-	-	-	-
Community development	-	4,511,506	566,893	-
Capital outlay	39,945	-	-	-
Debt service:				
Principal	140,088	80,000	-	683,867
Interest	19,684	11,794	-	485,299
Total Expenditures	4,310,273	4,603,300	566,893	1,183,255
Excess (deficiency) of revenues over (under) expenditures	(261,574)	(493,931)	(408,381)	363,838
Other Financing Sources (Uses):				
Issuance of bonds	-	-	-	-
Transfers in	310,000	300,177	190,505	-
Transfers out	(35,793)	-	-	-
Total Other Financing Sources (Uses)	274,207	300,177	190,505	-
Net change in fund balances	12,633	(193,754)	(217,876)	363,838
Fund Balances, beginning of year	326,118	(240,385)	334,019	277,050
Fund Balances, end of year	\$ 338,751	\$ (434,139)	\$ 116,143	\$ 640,888

Special Revenue Funds			
<u>Storm Water</u>	<u>Church Street Marketplace</u>	<u>Mary E. Waddell</u>	<u>Subtotals</u>
\$ -	\$ -	\$ -	\$ 1,547,093
-	148,695	-	306,591
-	-	-	3,623,425
749,618	635,444	-	5,641,709
335	50	37	6,407
-	-	-	74,160
<u>3,292</u>	<u>60,945</u>	<u>-</u>	<u>262,704</u>
753,245	845,134	37	11,462,089
-	-	-	14,089
-	-	-	-
-	-	-	-
589,509	852,362	-	5,552,427
-	-	-	-
-	-	-	5,078,399
55,066	-	-	95,011
17,287	11,939	-	933,181
<u>1,797</u>	<u>1,333</u>	<u>-</u>	<u>519,907</u>
<u>663,659</u>	<u>865,634</u>	<u>-</u>	<u>12,193,014</u>
89,586	(20,500)	37	(730,925)
-	-	-	-
-	-	-	800,682
<u>-</u>	<u>-</u>	<u>-</u>	<u>(35,793)</u>
-	-	-	764,889
89,586	(20,500)	37	33,964
<u>151,338</u>	<u>(44,920)</u>	<u>13,821</u>	<u>817,041</u>
<u>\$ 240,924</u>	<u>\$ (65,420)</u>	<u>\$ 13,858</u>	<u>\$ 851,005</u>

(continued)

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	Capital Project Funds			
	<u>Southern Connector</u>	<u>South End & Downtown Transit Centers</u>	<u>Fuel Depot</u>	<u>Street Improvements</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	6,979	-	406,261
Charges for services	-	-	-	-
Investment income	-	-	-	-
Loan repayments	-	-	-	-
Other	-	-	312,929	-
Total Revenues	-	6,979	312,929	406,261
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Education	-	-	-	-
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	713,744	2,719	-	1,334,336
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	713,744	2,719	-	1,334,336
Excess (deficiency) of revenues over (under) expenditures	(713,744)	4,260	312,929	(928,075)
Other Financing Sources (Uses):				
Issuance of bonds	-	-	-	-
Transfers in	14,275	-	-	256,829
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	14,275	-	-	256,829
Net change in fund balances	(699,469)	4,260	312,929	(671,246)
Fund Balances, beginning of year	(593,819)	(10,285)	(288,788)	(2,395,876)
Fund Balances, end of year	<u>\$ (1,293,288)</u>	<u>\$ (6,025)</u>	<u>\$ 24,141</u>	<u>\$ (3,067,122)</u>

Capital Project Funds					
<u>Riverside Ave. & North Street</u>	<u>Burlington Winooski Bridge</u>	<u>Barge Canal Pond</u>	<u>Moran Plant</u>	<u>Stormwater Upgrade</u>	<u>Westlake</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	10,645	-	-
-	-	-	-	-	-
-	-	16,387	6,510	-	-
-	-	16,387	17,155	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	31,953	150,014	651,021	1,790
-	-	-	-	-	-
-	-	-	-	-	-
-	-	31,953	150,014	651,021	1,790
-	-	(15,566)	(132,859)	(651,021)	(1,790)
-	-	-	-	661,991	-
-	-	-	651,934	-	-
-	-	-	-	-	-
-	-	-	651,934	661,991	-
-	-	(15,566)	519,075	10,970	(1,790)
(23,069)	(19,922)	-	(519,075)	(288,838)	(8,874)
\$ (23,069)	\$ (19,922)	\$ (15,566)	\$ -	\$ (277,868)	\$ (10,664)

(continued)

(continued)

	Capital Project Funds		
	<u>School</u>	<u>Other</u>	<u>Subtotals</u>
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	242,191	655,431
Charges for services	-	-	10,645
Investment income	-	-	-
Loan repayments	-	-	-
Other	<u>20,000</u>	<u>-</u>	<u>355,826</u>
Total Revenues	20,000	242,191	1,021,902
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	-
Education	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Community development	-	-	-
Capital outlay	10,434,086	1,544,436	14,864,099
Debt service:			
Principal	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>10,434,086</u>	<u>1,544,436</u>	<u>14,864,099</u>
Excess (deficiency) of revenues over (under) expenditures	(10,414,086)	(1,302,245)	(13,842,197)
Other Financing Sources (Uses):			
Issuance of bonds	11,700,000	-	12,361,991
Transfers in	474,342	767	1,398,147
Transfers out	<u>(474,342)</u>	<u>-</u>	<u>(474,342)</u>
Total Other Financing Sources (Uses)	<u>11,700,000</u>	<u>767</u>	<u>13,285,796</u>
Net change in fund balances	1,285,914	(1,301,478)	(556,401)
Fund Balances, beginning of year	<u>(1,417,497)</u>	<u>(303,875)</u>	<u>(5,869,918)</u>
Fund Balances, end of year	<u>\$ (131,583)</u>	<u>\$ (1,605,353)</u>	<u>\$ (6,426,319)</u>

Permanent Funds			
<u>Cemetery</u>	<u>Loomis Library</u>	<u>Lolita Deming Estate</u>	<u>School Land Rent</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
58,518	29	22	37
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
58,518	29	22	37
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
58,518	29	22	37
-	-	-	-
-	-	-	-
<u>(34,178)</u>	<u>(29)</u>	<u>-</u>	<u>-</u>
<u>(34,178)</u>	<u>(29)</u>	<u>-</u>	<u>-</u>
24,340	-	22	37
<u>1,066,052</u>	<u>10,948</u>	<u>11,177</u>	<u>11,963</u>
<u>\$ 1,090,392</u>	<u>\$ 10,948</u>	<u>\$ 11,199</u>	<u>\$ 12,000</u>

(continued)

	(continued) Permanent Funds		Total Nonmajor Governmental Funds
	WEZE 93 FM DARE	Subtotals	
Revenues:			
Taxes	\$ -	\$ -	\$ 1,547,093
Licenses and permits	-	-	306,591
Intergovernmental	-	-	4,278,856
Charges for services	-	-	5,652,354
Investment income	6	58,612	65,019
Loan repayments	-	-	74,160
Other	-	-	618,530
Total Revenues	6	58,612	12,542,603
Expenditures:			
Current:			
General government	-	-	14,089
Public safety	-	-	-
Education	-	-	-
Public works	-	-	5,552,427
Culture and recreation	-	-	-
Community development	-	-	5,078,399
Capital Outlay	-	-	14,959,110
Debt service:			
Principal	-	-	933,181
Interest	-	-	519,907
Total Expenditures	-	-	27,057,113
Excess (deficiency) of revenues over (under) expenditures	6	58,612	(14,514,510)
Other Financing Sources (Uses):			
Issuance of bonds	-	-	12,361,991
Transfers in	-	-	2,198,829
Transfers out	-	(34,207)	(544,342)
Total Other Financing Sources (Uses)	-	(34,207)	14,016,478
Net change in fund balances	6	24,405	(498,032)
Fund Balances, beginning of year	2,226	1,102,366	(3,950,511)
Fund Balances, end of year	\$ 2,232	\$ 1,126,771	\$ (4,448,543)

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CITY OF BURLINGTON, VERMONT
NONMAJOR PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2011

	Nonmajor Enterprise Funds			
	Water	School Food Service	School Other	Total
ASSETS				
Current:				
Cash and cash equivalents	\$ 360	\$ -	\$ -	\$ 360
Restricted cash	1,434,546	-	-	1,434,546
Investments	-	-	-	-
Restricted investments	-	-	-	-
Receivables, net of allowance for uncollectibles:				
User fees	503,931	-	-	503,931
Departmental and other	11	-	-	11
Intergovernmental	-	260,177	-	260,177
Estimated unbilled revenues	348,861	-	-	348,861
Due from other funds	-	829,907	30,101	860,008
Notes receivable - current	-	-	-	-
Due from Burlington Community Development Corporation - current	-	-	-	-
Inventory	252,066	2,551	-	254,617
Prepaid expenses	20,419	-	-	20,419
Other current assets	-	-	-	-
Total current assets	2,560,194	1,092,635	30,101	3,682,930
Noncurrent:				
Restricted investments	-	-	-	-
Due from Burlington Community Development Corporation - long-term	-	-	-	-
Notes receivable - long-term	-	-	-	-
Investment in associated companies	-	-	-	-
Other long-term assets, net of accumulated amortization	-	-	-	-
Capital assets:				
Land and construction in progress	51,250	-	-	51,250
Capital assets, net of accumulated depreciation	12,661,439	114,643	-	12,776,082
Total noncurrent assets	12,712,689	114,643	-	12,827,332
TOTAL ASSETS	15,272,883	1,207,278	30,101	16,510,262
LIABILITIES				
Current:				
Accounts payable	70,736	40,050	452	111,238
Accrued payroll and benefits payable	7,302	4,684	-	11,986
Accrued liabilities	-	-	-	-
Accrued interest payable	64,512	-	-	64,512
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Revenue anticipation notes	-	-	-	-
Payable from restricted assets:				
Accrued interest payable	-	-	-	-
Revenue notes and bonds payable - current	-	-	-	-
Current portion of long-term liabilities:				
General obligation bonds payable	-	-	-	-
Revenue notes payable	1,218,551	-	-	1,218,551
Capital leases payable	61,461	-	-	61,461
Total current liabilities	1,422,562	44,734	452	1,467,748
Noncurrent:				
Advances from other funds	2,065,706	-	-	2,065,706
General obligation bonds payable, net of current portion	-	-	-	-
Revenue notes payable, net of current portion	1,320,000	-	-	1,320,000
Capital leases payable, net of current portion	79,086	-	-	79,086
Compensated absences payable	134,588	-	-	134,588
Post-employment benefits payable	26,639	-	-	26,639
Other liabilities	42,152	-	-	42,152
Total noncurrent liabilities	3,668,171	-	-	3,668,171
TOTAL LIABILITIES	5,090,733	44,734	452	5,135,919
NET ASSETS				
Invested in capital assets, net of related debt	8,773,562	114,643	-	8,888,205
Restricted for debt service/renewal and replacements/capital projects	1,434,546	-	-	1,434,546
Unrestricted	(25,958)	1,047,901	29,649	1,051,592
TOTAL NET ASSETS	\$ 10,182,150	\$ 1,162,544	\$ 29,649	\$ 11,374,343

See notes to financial statements.

CITY OF BURLINGTON, VERMONT

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2011

	Nonmajor Enterprise Funds			
	<u>Water</u>	<u>School Food Service</u>	<u>School Other</u>	<u>Total</u>
Operating Revenues:				
Charges for services	\$ 5,424,858	\$ 893,567	\$ 93,944	\$ 6,412,369
Intergovernmental	-	1,536,170	-	1,536,170
Miscellaneous	-	-	-	-
Total Operating Revenues	5,424,858	2,429,737	93,944	7,948,539
Operating Expenses:				
Personnel	1,699,212	1,146,860	49,389	2,895,461
Nonpersonnel	2,140,882	1,290,677	36,224	3,467,783
Depreciation and amortization	540,586	23,320	-	563,906
Payments in lieu of taxes	362,258	-	-	362,258
Total Operating Expenses	4,742,938	2,460,857	85,613	7,289,408
Operating Income	681,920	(31,120)	8,331	659,131
Nonoperating Revenues (Expenses):				
Dividends from associated companies	-	-	-	-
Grant income	-	-	-	-
Passenger facility charges	-	-	-	-
Investment income	43	-	-	43
Other income/expense - net	189,564	-	-	189,564
Principal	-	-	-	-
Interest expense	(135,077)	-	-	(135,077)
Amortization of debt issue costs	(61,050)	-	-	(61,050)
Gain/loss on disposal of capital assets	-	-	-	-
Grants expense	-	-	-	-
Total Nonoperating Revenues (Expenses)	(6,520)	-	-	(6,520)
Income Before Contributions and Transfers	675,400	(31,120)	8,331	652,611
Capital contributions	-	-	-	-
Transfers in	-	102,000	1,540	103,540
Transfers out	(28,947)	-	-	(28,947)
Change in Net Assets	646,453	70,880	9,871	727,204
Net Assets at Beginning of Year	9,535,697	1,091,664	19,778	10,647,139
Net Assets at End of Year	\$ 10,182,150	\$ 1,162,544	\$ 29,649	\$ 11,374,343

See notes to financial statements.

CITY OF BURLINGTON, VERMONT
Combining Statement of Fiduciary Net Assets
Private Purpose Trust Funds
June 30, 2011

	<u>Louisa Howard</u>	<u>Walter Carpenter</u>	<u>Raymond Tracy Estate</u>	<u>Scholarship Trust</u>	<u>Reed Estate</u>	<u>Fireman's Relief</u>	<u>Christmas Gift</u>	<u>Total</u>
<u>ASSETS</u>								
Cash and short-term investments	\$ 27,981	\$ 7,439	\$ 19,633	\$ 143,030	\$ 4,635	\$ 626	\$ 1,614	\$ 204,958
Investments	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Total Assets	27,981	7,439	19,633	143,030	4,635	626	1,614	204,958
<u>LIABILITIES</u>								
<u>NET ASSETS</u>								
Net assets held in trust	<u>\$ 27,981</u>	<u>\$ 7,439</u>	<u>\$ 19,633</u>	<u>\$ 143,030</u>	<u>\$ 4,635</u>	<u>\$ 626</u>	<u>\$ 1,614</u>	<u>\$ 204,958</u>

CITY OF BURLINGTON, VERMONT
Combining Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Funds
For the Year Ended June 30, 2011

	<u>Louisa Howard</u>	<u>Walter Carpenter</u>	<u>Raymond Tracy Estate</u>	<u>Scholarship Trust</u>	<u>Reed Estate</u>	<u>Fireman's Relief</u>	<u>Christmas Gift</u>	<u>Total</u>
<u>ADDITIONS</u>								
Investment income (loss)	\$ 56	\$ 23	\$ 199	\$ -	\$ 47	\$ 1	\$ 4	\$ 330
Contributions	-	-	-	-	-	-	-	-
Total Additions	56	23	199	-	47	1	4	330
<u>DEDUCTIONS</u>								
Payments to beneficiaries	-	-	0	610	0	-	-	610
Net decrease	56	23	199	(610)	47	1	4	(280)
<u>NET ASSETS</u>								
Beginning of year	<u>27,925</u>	<u>7,416</u>	<u>19,434</u>	<u>143,640</u>	<u>4,588</u>	<u>625</u>	<u>1,610</u>	<u>205,238</u>
End of year	<u>\$ 27,981</u>	<u>\$ 7,439</u>	<u>\$ 19,633</u>	<u>\$ 143,030</u>	<u>\$ 4,635</u>	<u>\$ 626</u>	<u>\$ 1,614</u>	<u>\$ 204,958</u>

City of Burlington, Vermont
Schedule of Change in Capital Assets
Governmental Activities (non-enterprise funds)

	Beg Bal	Additions	Decreases	Ending Bal.
Governmental Activities				
Capital Asset not being depreciated:				
Land	15,932,130	-	-	15,932,130
Antiques and works of art	52,000	-	-	52,000
Construction in progress	36,780,553	13,697,645	(6,409,783)	44,068,415
Total	52,764,683	13,697,645	(6,409,783)	60,052,545
Capital Assets, being depreciated:				
Land improvements	2,436,588	123,218	-	2,559,806
Buildings and building improvements	78,941,239	510,475	-	79,451,714
Vehicle, machinery, equipment and furniture	23,389,475	4,490,358	(647,003)	27,232,830
Book collections	3,526,425	657,016	(454,474)	3,728,967
Infrastructure	98,908,416	7,244,126	-	106,152,542
Total	207,202,143	13,025,193	(1,101,477)	219,125,859
Less accumulated depreciation for:				
Land improvements	(763,898)	-	-	(763,898)
Buildings and building improvements	(17,235,921)	(1,371,151)	-	(18,607,072)
Vehicle, machinery, equipment and furniture	(14,138,128)	(1,995,747)	647,003	(15,486,872)
Book collections	(2,654,021)	(181,587)	454,474	(2,381,134)
Infrastructure	(48,278,657)	(3,381,340)	-	(51,659,997)
Total	(83,070,625)	(6,929,825)	1,101,477	(88,898,973)
Total capital assets, being depreciated	124,131,518	6,095,368	-	130,226,886
Governmental capital assets, net	176,896,201	19,793,013	(6,409,783)	190,279,431

City of Burlington, Vermont
Schedule of Change in Capital Assets
Business-type activities

	Beg Bal	Additions	Decreases	Ending Bal.
Business-type Activities				
Capital Asset not being depreciated:				
Land	21,160,656	26,392,913	-	47,553,569
Construction in progress	37,991,765	4,199,767	(6,232,508)	35,959,024
Total	59,152,421	30,592,680	(6,232,508)	83,512,593
Capital Assets, being depreciated:				
Land improvements	26,899,803	11,158,470	-	38,058,273
Buildings and building improvements	69,247,740	-	-	69,247,740
Vehicle, machinery, equipment and furniture	20,815,890	1,818,385	(34,097)	22,600,178
Distribution and collection systems	207,061,639	7,472,955	(476,725)	214,057,869
Fiber optic network	33,515,727	295,896	(33,811,623)	-
Total	357,540,799	20,745,706	(34,322,445)	343,964,060
Less accumulated depreciation for:				
Land improvements	(19,708,326)	(1,568,644)	-	(21,276,970)
Buildings and building improvements	(20,190,045)	(2,277,128)	-	(22,467,173)
Vehicle, machinery, equipment and furniture	(10,088,192)	(866,369)	33,097	(10,921,464)
Distribution and collection systems	(117,279,802)	(4,778,320)	7,667,555	(114,390,567)
Fiber optic network	-	-	-	-
Total	(167,266,365)	(9,490,461)	7,700,652	(169,056,174)
Total capital assets, being depreciated	190,274,434	11,255,245	(26,621,793)	174,907,886
Total capital assets, net	249,426,855	41,847,925	(32,854,301)	258,420,479

City of Burlington, Vermont
Schedule of Long-term liabilities
June 30, 2011

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
Governmental Activities						
Non-enterprise funds						
General obligation bonds payable	20,757,499	11,700,000	(1,704,166)	30,753,333	(1,723,333)	29,030,000
Other debt	15,689,875	661,991	(1,105,000)	15,246,866	(1,095,000)	14,151,866
Add Unamortized premium	159,150	221,504	(13,147)	367,507	(27,137)	340,370
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred bond issuance costs	(369,902)	(306,734)	34,486	(642,150)	54,874	(587,276)
Subtract deferred loss on refunding bonds	(64,408)	-	9,202	(55,206)	9,202	(46,004)
Subtotal	36,172,214	12,276,761	(2,778,625)	45,670,350	(2,781,394)	42,888,956
Obligations under capital leases	3,251,485	-	(956,668)	2,294,817	(950,000)	1,344,817
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	3,251,485	-	(956,668)	2,294,817	(950,000)	1,344,817
Bond anticipation notes payable	-	-	-	-	-	-
Compensated absences	5,424,856	178,770	-	5,603,626	(560,000)	5,043,626
Landfill closure	41,000	-	(16,000)	25,000	(16,000)	9,000
Insurance reserves	1,619,000	-	-	1,619,000	-	1,619,000
Net OPEB obligation	1,473,143	468,299	(112,809)	1,828,633	-	1,828,633
Net pension obligation	1,850,711	-	(24,683)	1,826,028	-	1,826,028
Total	49,832,409	12,923,830	(3,888,785)	58,867,454	(4,307,394)	54,560,060

City of Burlington, Vermont
Schedule of Long-term liabilities
June 30, 2011

Business-Type Activities

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
General obligation bonds payable	43,948,084	-	(1,534,979)	42,413,105	(1,687,196)	40,725,909
Add Unamortized premium	192,505	-	(6,908)	185,597	-	185,597
Subtract unamortized discount	(38,235)	-	862	(37,373)	-	(37,373)
Subtract deferred loss on refunding bonds	(15,077)	-	2,259	(12,818)	-	(12,818)
Subtotal	44,087,277	-	(1,538,766)	42,548,511	(1,687,196)	40,861,315
Revenue bonds payable	108,637,954	89,929	(15,079,791)	93,648,092	(11,694,569)	81,953,523
Add Unamortized premium	1,223,364	-	(225,866)	997,498	(21,496)	976,002
Subtract unamortized discount	(83,183)	-	12,731	(70,452)	7,026	(63,426)
Subtract deferred loss on refunding bonds/deferred bond issuance costs	(13,805,862)	(135,000)	2,129,308	(11,811,554)	229,202	(11,582,352)
Subtotal	95,972,273	(45,071)	(13,163,618)	82,763,584	(11,479,837)	71,283,747
Obligations under capital leases	36,971,857	-	(34,108,803)	2,863,054	(657,060)	2,205,994
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	36,971,857	-	(34,108,803)	2,863,054	(657,060)	2,205,994
Bond anticipation notes payable	-	904,014	-	904,014	-	904,014
Compensated absences	1,399,784	258,045	(179,483)	1,478,345	(1,027,382)	450,963
Net OPEB obligation	131,538	36,981	(36,981)	131,538	-	131,538
Deferred electric credit	763	-	-	763	(763)	-
Total	178,563,492	1,153,969	(49,027,651)	130,689,809	(14,852,238)	115,837,571

BED Enterprise fund

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
General obligation bonds payable	42,467,500	-	(1,465,833)	41,001,667	(1,616,667)	39,385,000
Add Unamortized premium	192,505	-	(6,908)	185,597	-	185,597
Subtract unamortized discount	(38,235)	-	862	(37,373)	-	(37,373)
Subtract deferred loss on refunding bonds	(15,077)	-	2,259	(12,818)	-	(12,818)
Subtotal	42,606,693	-	(1,469,620)	41,137,073	(1,616,667)	39,520,406
Revenue bonds payable	43,110,000	-	(6,740,000)	36,370,000	(7,130,000)	29,240,000
Add Unamortized premium	985,611	-	(203,503)	782,108	-	782,108
Subtract unamortized discount	(44,444)	-	4,881	(39,563)	-	(39,563)
Subtract deferred loss on refunding bonds	(12,538,126)	-	1,990,108	(10,548,018)	-	(10,548,018)
Subtotal	31,513,041	-	(4,948,514)	26,564,527	(7,130,000)	19,434,527
Obligations under capital leases	10,313	-	(8,214)	2,099	(2,099)	-
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	10,313	-	(8,214)	2,099	(2,099)	-
Bond anticipation notes payable	-	904,014	-	904,014	-	904,014
Compensated absences	945,262	236,836	(154,716)	1,027,382	(1,027,382)	-
Net OPEB obligation	-	-	-	-	-	-
Deferred electric credit	763	-	-	763	(763)	-
Total	75,076,072	1,140,850	(6,581,064)	69,635,858	(9,776,911)	59,858,947

Airport Enterprise fund

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
General obligation bonds payable	-	-	-	-	-	-
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-

Subtract deferred loss on refunding bonds	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-
Revenue bonds payable	39,465,000	-	(2,355,000)	37,110,000	(2,460,000)	34,650,000
Add Unamortized premium	237,753	-	(22,363)	215,390	(21,496)	193,894
Subtract unamortized discount	(38,739)	-	7,850	(30,889)	7,026	(23,863)
Subtract deferred bond issuance costs	(1,184,836)	(135,000)	97,751	(1,222,085)	187,751	(1,034,334)
Subtotal	38,479,178	(135,000)	(2,271,762)	36,072,416	(2,286,719)	33,785,697
Obligations under capital leases	3,058,892	-	(475,870)	2,583,022	(530,242)	2,052,780
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	3,058,892	-	(475,870)	2,583,022	(530,242)	2,052,780
Bond anticipation notes payable	-	-	-	-	-	-
Compensated absences	179,484	12,603	-	192,087	-	192,087
Net OPEB obligation	43,102	-	-	43,102	-	43,102
Deferred electric credit	-	-	-	-	-	-
Total	41,760,656	(122,397)	(2,747,632)	38,890,627	(2,816,961)	36,073,666

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
Telecom Enterprise fund						
General obligation bonds payable	-	-	-	-	-	-
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred loss on refunding bonds	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-
Revenue bonds payable	-	-	-	-	-	-
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred loss on refunding bonds	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-
Obligations under capital leases	33,500,000	-	(33,500,000)	-	-	-
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	33,500,000	-	(33,500,000)	-	-	-
Bond anticipation notes payable	-	-	-	-	-	-
Compensated absences	59,880	-	(24,767)	35,113	-	35,113
Net OPEB obligation	41,802	17,480	(17,480)	41,802	-	41,802
Deferred electric credit	-	-	-	-	-	-
Total	33,601,682	17,480	(33,542,247)	76,915	-	76,915

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
Wastewater Enterprise fund						
General obligation bonds payable	1,480,584	-	(69,146)	1,411,438	(70,529)	1,340,909
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred loss on refunding bonds	-	-	-	-	-	-
Subtotal	1,480,584	-	(69,146)	1,411,438	(70,529)	1,340,909
Revenue bonds payable	22,277,954	89,929	(4,779,791)	17,588,092	(844,569)	16,743,523
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred loss on refunding bonds	-	-	-	-	-	-
Subtotal	22,277,954	89,929	(4,779,791)	17,588,092	(844,569)	16,743,523
Obligations under capital leases	204,358	-	(63,258)	141,100	(63,258)	77,842
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	204,358	-	(63,258)	141,100	(63,258)	77,842

Bond anticipation notes payable	-	-	-	-	-	-
Compensated absences	82,186	6,989	-	89,175	-	89,175
Net OPEB obligation	19,995	8,361	(8,361)	19,995	-	19,995
Deferred electric credit	-	-	-	-	-	-
Total	24,065,077	105,279	(4,920,556)	19,249,800	(978,356)	18,271,444

Water Enterprise fund

	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011	Less Current Portion	Equal Long Term Portion
General obligation bonds payable	-	-	-	-	-	-
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred loss on refunding bonds	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-
Revenue bonds payable	3,785,000	-	(1,205,000)	2,580,000	(1,260,000)	1,320,000
Add Unamortized premium	-	-	-	-	-	-
Subtract unamortized discount	-	-	-	-	-	-
Subtract deferred loss on refunding bonds	(82,900)	-	41,449	(41,451)	41,451	-
Subtotal	3,702,100	-	(1,163,551)	2,538,549	(1,218,549)	1,320,000
Obligations under capital leases	198,294	-	(61,461)	136,833	(61,461)	75,372
Subtract deferred loss on refunding leases	-	-	-	-	-	-
Subtotal	198,294	-	(61,461)	136,833	(61,461)	75,372
Bond anticipation notes payable	-	-	-	-	-	-
Compensated absences	132,972	1,616	-	134,588	-	134,588
Net OPEB obligation	26,639	11,140	(11,140)	26,639	-	26,639
Deferred electric credit	-	-	-	-	-	-
Total	4,060,005	12,756	(1,236,152)	2,836,609	(1,280,010)	1,556,599

City of Burlington, Vermont
Schedule of Changes in Short-term Notes
June 30, 2011

Governmental activities:	Total Balance			Total Balance
General fund and School fund	<u>7/1/2010</u>	<u>Additions</u>	<u>Reduction</u>	<u>6/30/2011</u>
Tax anticipation note	-	54,500,000	(43,500,000)	11,000,000
Bond anticipation notes payable	-	5,015,000	-	5,015,000
Total	-	59,515,000	(43,500,000)	16,015,000

City of Burlington, Vermont
Schedule of Changes in Short-term Notes
June 30, 2011

<u>Business-Type activities</u>	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011
Revenue anticipation note	6,000,000	12,000,000	(18,000,000)	-
Bond anticipation notes payable	-	12,900,000	-	12,900,000
Total	6,000,000	24,900,000	(18,000,000)	12,900,000

<u>BED Enterprise fund</u>	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011
Revenue anticipation note	4,000,000	5,000,000	(9,000,000)	-
Bond anticipation notes payable	-	900,000	-	900,000
Total	4,000,000	5,900,000	(9,000,000)	900,000

<u>Airport Enterprise fund</u>	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011
Revenue anticipation note	-	5,000,000	(5,000,000)	-
Bond anticipation notes payable	-	12,000,000	-	12,000,000
Total	-	17,000,000	(5,000,000)	12,000,000

<u>Telecom Enterprise fund</u>	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011
Revenue anticipation note	-	-	-	-
Bond anticipation notes payable	-	-	-	-
Total	-	-	-	-

<u>Wastewater Enterprise fund</u>	Total Balance 7/1/2010	Additions	Reduction	Total Balance 6/30/2011

Revenue anticipation note	1,000,000	1,000,000	(2,000,000)	-
Bond anticipation notes payable	-	-	-	-
<hr/>				
Total	1,000,000	1,000,000	(2,000,000)	-
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	Total Balance <u>7/1/2010</u>	<u>Additions</u>	<u>Reduction</u>	Total Balance <u>6/30/2011</u>
<u>Water Enterprise fund</u>				
Revenue anticipation note	1,000,000	1,000,000	(2,000,000)	-
Bond anticipation notes payable	-	-	-	-
<hr/>				
Total	1,000,000	1,000,000	(2,000,000)	-
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