COMPREHENSIVE
ANNUAL
FINANCIAL REPORT

CITY OF HARTFORD, CONNECTICUT
MAYOR-COUNCIL FORM OF GOVERNMENT

For the Fiscal Year

July 1, 2011 to June 30, 2012

PREPARED BY:

DEPARTMENT OF FINANCE

JULIO C. MOLLEDA
DIRECTOR OF FINANCE

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Introductory Section

CITY OF HARTFORD

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PEDRO E. SEGARRA
MAYOR

JULIO MOLLEDA
Director of Finance

January 29, 2013

The Honorable Mayor Pedro E. Segarra,
and Court of Common Council
City of Hartford, Connecticut

Dear Mayor and Members of the Council:

In accordance with Chapter VIII, Section Five of our Charter, I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Hartford (City) for the fiscal year ended June 30, 2012. This report was prepared in its entirety by the Department of Finance and we take full responsibility for the accuracy of the data and the completeness and fairness of the presentation of the financial statements, supporting schedules, and statistical tables.

The CAFR is designed to be in conformance with generally accepted accounting principles (GAAP) for governmental units as well as the standards of financial reporting promulgated by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants (AICPA) and the laws of the State of Connecticut. We believe this report presents fairly the financial position of the City and the results of its operations. The report is consistent with full disclosure so that the reader may gain the maximum understanding of the City's financial affairs.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the Management Discussion & Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The City is required to undergo an annual single audit in conformity with the provisions of the Federal Single Audit Act and U.S. Office of Management and Budget Circular A-1 33, "Audits of States, Local Governments and Non-Profit Organizations". Information related to this single audit, including the schedule of expenditures of federal awards, findings, recommendations and auditors' reports on the internal control over financial reporting and compliance with applicable laws and regulations are issued under separate cover and are not included in this report. The City is also required to undergo a state single audit. Information and reporting related to the state single audit is also issued under separate cover.

PROFILE OF THE CITY

The City of Hartford was founded by Thomas Hooker and his followers in 1635 and was incorporated in 1784. It is the Capital of the State of Connecticut and the core of a metropolitan area with a population of over one million people. Hartford has an estimated 124,512 residents in an 18.4 square mile area. The City lies on the west bank of the Connecticut River, midway between New York and Boston.

Effective January 1, 2004, the adoption of a new City Charter replaced the Council-Manager form of government with the Mayor-Council form. Under the new structure the City Manager became the Chief Operating Officer and department heads are now appointed by the Mayor; subject to confirmation by the City Council. As of January 1, 2004, the Mayor is the Chief Executive Officer. Nine Council members are elected at large for four-year term in odd

numbered years on a partisan basis; the Mayor, who is elected directly for a four-year term, acts upon ordinances and resolutions adopted by Council by approving, disapproving or taking no action. As of January 2006, the Board of Education (BOE) is composed of nine members; five appointed by the Mayor and four elected by the voters, all for four year term. The BOE operates independently of the Council, although the overall operating budget for the Hartford school system must be approved as to its total by the City Council as part of the annual City budget. The City Treasurer is independently elected and serves without vote as the Secretary of the Pension Commission. The Chief Operating Officer (principal administrative aide of the Mayor), Corporation Counsel, City Clerk, department heads and members of all boards, commissions, agencies and authorities are appointed by the Mayor subject to the City Council confirmation with the exception of the Pension Commission.

The City provides a broad range of services including public safety, street and road maintenance, flood control, solid waste collection, health, social services, parks and recreation, education, planning, development, zoning and general administrative services.

The Hartford Parking Authority (HPA) is included in the City's reporting as a discretely presented component unit in accordance with GAAP. The HPA was created pursuant to Chapter 100 of the General Statutes of Connecticut and is governed by five members appointed by the Mayor. The purpose of the HPA is to create, establish, finance, maintain, and operate the City dedicated parking facilities, and regulate the uses of parking rates to be charged at other regulated parking facilities.

The Metropolitan District Commission (MDC) provides water supply and sewage collection services to the City. The MDC was created by the Connecticut General Assembly in 1929, and operates as a quasi-municipal corporation of the State of Connecticut. The MDC primary purpose is to provide reliable systems of water supply and sewage collection, as well as, treatment and disposal for its member municipalities. The eight member municipalities include the City and the surrounding towns of Bloomfield, East Hartford, Newington, Rocky Hill, West Hartford, Wethersfield and Windsor. The MDC also provides sewage disposal facilities and supplies water under special agreements to certain other towns, or areas therein, which are not members of the MDC.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Condition and Outlook

The City's Department of Development Services, encompassing the City's Planning, Housing and Property Management; Economic Development; Licenses & Inspections; and the Marketing, Events & Cultural Affairs (MECA) Divisions, continue to make a significant impact on major economic initiatives throughout the City. Each of the divisions work together to ensure the improvement of quality of life in our neighborhoods and community by focusing on high quality public spaces, ensuring building and occupant safety, increasing homeownership, supporting the business environment, maximizing job retention, providing residents and visitors with enjoyable opportunities through public arts and events.

Development Services is positioned as the single point of contact for commercial and residential development projects in addition to MECA with the goal of promoting and supporting Hartford's natural, technological, cultural and human assets. The Hartford Region ranks third in terms of Gross Domestic Product (GDP) per capita in the world. This ranking is only behind Brussels and Luxembourg. Evidence of the economic development activity and the revitalization of the City are clearly visible in the ongoing changes in Hartford's skyline and numerous neighborhoods much of which will be presented in this section.

Hartford continues to be the largest employment center in the State with more than 115,000 people working in the City daily and more than 300,000 vehicles passing through the city along Interstates 84 and 91. In addition to Hartford being a regional center for logistics and distribution companies, the headquarters of three Fortune one hundred companies are located in Hartford to take advantage of the City's strategic location and highly productive workforce. While the sluggish economy continues to impact the pace of development activity, the City is well positioned to support a wide range of economic development and housing initiatives.

Status of "Six Pillars" of Economic Development

The Connecticut General Assembly in 1998 created the Capital City Economic Development Authority ("CCEDA"). In 2012, CCEDA was re-organized as the Capital Region Development Authority (CRDA), a quasi-public authority charged with developing a cohesive strategy that connects local and state development efforts in order to return the capital city to its rightful position as a center of commerce and economic vitality. CRDA will spearhead the management of assets in the greater Hartford region, namely Rentschler Field, Convention Center and XL Center under one umbrella and provide new investment and opportunities for economic growth in the region. CRDA also offers funding assistance to cultural and entertainment venues and parks.

State funding was provided for projects located within a bounded downtown area within six categories, also known as the "Six Pillars" which include: Adriaen's Landing Convention Center; Connecticut Science Center, Capital Community College downtown campus; Morgan Street Garage; the Civic Center conversion; and the Riverfront infrastructure improvements. The Pillars are substantially complete and have been successful in achieving their goals of increasing foot-traffic, enhancing the vitality of the downtown and serving as a catalyst for additional private investment. There are also plans to add additional 1,000 housing units in downtown Hartford. The current status of the Six Pillars is as follows:

- Adriaen's Landing Convention Center — The Convention Center opened for operation in Jude of 2005, with its 145,000 square foot exhibition hall, a 40,000 square foot ballroom and 25,000 square feet of meeting rooms at a cost of $190 million. Since the opening, the Center has hosted an average of 220 events and 250,000 visitors per year.
- Connecticut Science Center— Designed by Caesar Pelli, this 145,000 square foot facility was completed in June 2009, as the educational destination for Adriaen's Landing. With a regional appeal to families and tourists, the Center attracted over 350,000 visitors in FY 2011-2012, exceeding visitor projections.
- Capital Community College downtown campus — Enrollment at this institution continues to increase from year to year. The $55 million Capital Community College campus now occupies the former G. Fox department store building at 950 Main Street. Recently, UConn's Greater Hartford campus announced plans to relocate from its current location in West Hartford to downtown Hartford. Within 12-18 months, the campus will relocate to the City's central business district which will bring with it nearly 2,100 full and part-time students as well as 60 full-time faculty.
- Morgan Street Garage— The garage opened in January 2002, and added 2,300 parking spaces for the Capital Community College students, downtown office workers and professional and leisure commuters. The facility is under the control of the HPA which also operates the Church Street and MAT Garages. Both garages are operating at over 100 percent occupancy.
- Civic Center— State funds were used to renovate the former Civic Center mall. Retail space that previously faced inward now opens to Trumbull and Asylum Streets, and a new entrance was built to the XL Center coliseum, which hosts UConn basketball games, exhibits and concerts. In the fall of 2011, the new Saint Joseph School of Pharmacy began classes for the doctoral program in pharmacy. This 35,000 square foot facility on Trumbull Street will host 68 students initially and is expected to have 400 students at its peak. Other recent leases include the flagship Hartford office of First Niagara Bank, a Verizon retail store, and a TD Bank branch.
- Riverfront infrastructure— A large portion of this $25 million project has been completed with the pedestrian walkway at Riverfront Plaza, boat launches at Charter Oak Landing, the community boathouse and boat ramps at Riverside Park, the Columbus Boulevard Walkway and the Riverwalk North. Only the Riverwalk South to the Colt Gateway remains to be completed.

Major Projects

- Front Street — The HB Nitkin Group was selected by CCEDA as the developer for this project, which will include 60,000 square feet of retail, restaurant and entertainment space and a 286 space garage in its first phase. Construction on the first phase was completed in 2010, and 47 percent of the space is leased to three tenants. Tenant fit-out is ongoing and occupancy by Spotlight Theater occurred in November 2012. Other signed leases include the Infinity Music Hall and Capital Grille. The western portion of Front Street District is being planned for a second phase that would include a new residential development.

- Coltsville — In July 2010, Colt Gateway LLC was announced as the new developer. All 50 completed residential lofts are leased. In addition, the campus is home to two Capital Regional Education Council (CREC) Regional Magnet Schools and Insurity, a software company. In the summer of 2012, Insurity extended the term of its lease at this facility by another seven years. Environmental remediation of the courtyard is scheduled for 2013, and a new streetscape will be funded with Federal dollars, City funds and the State of Connecticut Department of Transportation Assistance grant. The National Trust Community Investment Corporation provided a portion of its New Market Tax Credit ("NMTC") allocation to Chevron TCI, the historic tax credit investor, resulting in a combined $23 million historic NMTC investment.

  Colt Gateway is currently negotiating with existing creditors, the City and the State on a financial workout that will result in a resumption of the armory renovations that will result in a major mixed-use development. The City also committed $5.3 million in funding to assist with the renovation of 79 apartments within this complex. Coltsville itself was designated a National Historic Landmark in July 2008. The Coltsville Ad Hoc Committee was commissioned, which completed and submitted a Visitor Experience Study that describes how a National Park would function and what it would include. Several new tenants have recently secured commercial space at this site, including Foley Carrier Services, which brings in 110 jobs into the City, with expectations to add an additional 70 over the next three years. Thultimate goal of the Coltsville project is to achieve National Park status.

- Sims Metal Management Aerospace ("Sims") — In December 2010, this aerospace company completed its relocation within the City. At the current location, the operation spans a 279,000 square foot building and a recently completed 145,000 square foot addition. As a result of this transaction over 160 employees were retained within the City.

- Marriott Convention Hotel — The twenty 22 story Hartford Marriott Downtown Hotel opened its doors for business in the summer of 2005. The Waterford Group is the private developer for the 409 room hotel as well as the manager of the Convention Center. This first phase of the project was completed at a cost of approximately $77 million. The hotel was designed for the construction of a second phase addition that will include another 300 rooms.

- Metro Center at Main and Pavilion — This $5.3 million shopping plaza opened in the spring of 2005. The plaza is fully leased and anchored by Family Dollar and Save-A-Lot grocery store. The project represents the first new commercial ground-up development in the Clay Arsenal neighborhood in 30 years and employs 34 full-time employees.

- Former Charter Oak Terrace Housing Project — This 60 acre site is the new home of a Federal Job Corps Center and a 350,000 square foot retail shopping center anchored by Wal-Mart. The in-line retail shops celebrated a grand opening in November 2004, and have created more than 800 new jobs and quality shopping opportunities in the City. Since then, the development of the out-parcels for national chain restaurants are fully leased. In addition, ten acres developable land is also available for future development.

- Northeast Utilities — In December of 2009, Northeast Utilities completed the relocation of its corporate headquarters and 180 positions to 10 Prospect Street in the central business district. The company cited its interest in being in the capital city and the seat of government as its relocation motivation.

- Handel Performing Arts Center — In September 2008, the University of Hartford opened a new center for performing arts education, a $20 million investment in a vacant car dealership, which extended its reach into the Upper Albany neighborhood. The facility consists of classrooms, offices, and rehearsal and performance space and is available for community use.

- Restaurant Depot — originally launched in Hartford in 2006, with 45 employees and 45,000 square feet. In 2012, Restaurant Depot purchased the former CT Expo Center site. Upon investing $6.1 million, Restaurant Depot expanded to 103,680 square feet and is expected to increase employment to 75 positions.

- Legal Services Hartford — is a major regional center for legal services. Law firms and related services occupy over one million square feet of space in the Central Business District alone. In 2012, one of the largest tenants, Cantor Colburn LLP expanded its area by 60,000 square feet at 20 Church Street.

- Insurance and Financial Services Sector — Several important projects have been initiated and/or completed in this sector in the past several years.

- Aetna has completed a $150 million capital improvement program at its Farmington Avenue headquarters and relocated 3,400 employees from other locations. The project included significant interior and exterior

renovations to campus buildings and the construction of two parking garages. Aetna is one of the largest employers in the Hartford area.

- The Hartford Financial Services Group (The Hartford) completed the purchase of 140 Garden Street in June of 2008, adding 17 acres to its headquarter campus. This acquisition provides a unique opportunity for growth in Hartford. In addition, the corporation completed the construction of a new data center in June of 2012. Following a review of corporate-owned properties throughout the nation, The Hartford decided to locate these facilities here in the City. The project includes the renovation of 106,200 square feet of existing space and the construction of a 31,725 square foot building addition. This project will result in a minimum investment of $150 million and the retention of 600 positions.
- United Healthcare recently relocated its Hartford office to the newly renovated facility at CityPlace I and in the process retained 2,000 high paying positions downtown.
- CareCentrix received "First Five" designation from the state and has relocated 200 jobs into the City at 20 Church Street. The provider of home health benefit management services will occupy two floors totaling approximately 40,000 square feet.
- Prudential Retirement Services renewed its lease at 280 Trumbull Street and retained 750 high paying positions downtown.
- Lincoln Financial Group renewed its lease at Metro Center for an additional five years thereby retaining its 800 high paying positions downtown.
- Globe Op Financial Services was recruited to establish a Hartford operation. The company, based in New York, provides administrative and technology support to hedge funds and asset management firms and employs more than 100 individuals.
- Virtus Investment Partners leased space and employs 165 persons at 100 Pearl Street. Virtu is a spin-off of The Phoenix Companies.

Housing Initiatives

In the 1990s, Hartford adopted two objectives — reconstructing or renovating all of its public housing projects with the desire to increase home ownership and reduce rentals. The first objective is substantially complete. The second objective is well underway with approximately 2,100 homeownership units added since 2002. More recently, the City has prioritized the increase of housing opportunities in the downtown.

- Downtown housing units — Three residential developments have been completed with CCEDA's financial assistance as part of the Six Pillars. Trumbull on the Park which includes 100 market-rate apartments, 7,600 square feet of retail and a 600 space garage, was completed in late 2005. This was followed in 2006 by the opening of Hartford 21- a thirty-six story, 262 unit tower. The project also includes 56,000 square feet of retail for shops and restaurants and is also the new home for the YMCA health club. Lastly, the Temple Street development opened in 2007, adding 78 market-rate lofts and 42 student/intern townhouses. Currently, the apartments at these residential developments boast a 90+ percent occupancy rate.
- 95-101 Pearl Street- This property consists of one 100,000 square feet of former office space. Lewis/Pearl Ventures LLC have been selected to redevelop the property into restaurant or retail on the first floor, office/commercial space on the second through sixth floors, and 66 market rate residences. Construction will commence in 2014.
- 915 Main Street — PMC Property Group recently completed the transformation of this 160,000 square-foot office building that once housed the American Airlines reservation center into a mixed-use apartment complex. The project includes 18,000 square feet of street-level retail space and 101 apartments.
- The Hollander —The Hollander is a mixed-income apartment building located downtown at 410 Asylum Street. The project, completed by Common Ground and closed out in 2012, is 100 percent occupied. The renovated building has the distinction of being among the first LEED certified residential buildings in the State and the first building in Hartford to have a green roof. In addition to the residential component, the building includes ground floor retail opportunities.
- Northend Gateway at 1450 Main Street — The City sold this 4.3-acre parcel of land to Sheldon Oak Central, LLC. The developer built 45 affordable rental units and 12 market-rate apartments in the Clay Arsenal

neighborhood. This $17 million project was completed in May 2009 and is equipped with high-speed internet, direct access elevators and a dedicated green space for families.

- Dutch Point — The HPA received a $20 million HUD Hope VI grant to rebuild the Dutch Point Housing Project. Phase I which included 73 rental units was completed in 2006. Phase II was completed in the fall of 2008, and consists of 54 rental units and recreational areas. Construction of Phase III — the development of mixed-income condominium units at an estimated cost of $16.5 million is under-way and will add another 58 units to this $73 million development. Currently, 23 units have been constructed and 20 units have sold in this Phase III.
- Goodwin Estates — Ginsburg Development Company restored the historic Goodwin Estates in the West End of the City with seven condominium flats and 56 new townhouses in Hartford's first new high-end residential development in 20 years. The project was completed at a cost of $23 million and all units have been sold. The Goodwin townhouses vary in size from 1,500¬3,000 square feet.
- Stowe Village — More than one 100 duplex units have been built and beautifully landscaped in the Northeast neighborhood. Thirty single-family units flank the units and a third phase of construction of additional single-family dwellings is planned.
- Nelton Court — The newly constructed Nelton Court will comprise of 80 modular and stick built two and three story townhouse style residential units. The development is currently 50 percent complete. All the modular units are in place, while five stick buildings are currently being framed. Completion of the entire project is anticipated in the summer of 2013.
- South Marshall Street Homeownership - Habitat for Humanity is constructing a $4.1 million housing project consisting of 16 three-bedroom townhomes within four buildings. All units will be Energy Star Certified, handicap adaptable and sold to first-time homebuyers with incomes < 80percent AMI. Eight units are complete and eight units under construction. An additional 13 owner occupied housing units are under construction or pre-construction in the immediate area by three other non-profit developers.
- Capewell Townhomes: Phase I - CIL Affordable Housing, Inc. is constructing a $5.4 million and, a 16 zero-lot line two and three-bedroom homeownership units at 40 Popieluszko Court and 110 Wyllys Street. Four units are complete and four units are under construction. Phase II will add an additional four units at 120 Wyllys Street.
- Capewell Factory Revitalization - Former Capewell Horse Nail Factory is a vacant blighted structure in need of environmental assessment, remediation and subsequent development. The 106,000 square foot industrial building is listed on the National Register of Historic Places. Negotiations are currently underway with the owner to determine best and highest use, as well as, development process and potential. Environmental investigation and remediation funds are currently being sought.
- Brackett Knoll: Phase I - TORAAL Development, is constructing a two phase $7.9 million dollar homeownership development of 20 two-family homes on a 7.39 acre site. Phase I consists of 6 two-family homes on Westland Street, two are completed, three are under construction, and one unit is sold.
- Sargeant Street Stabilization - NINA continues to stabilize the Sargeant Street corridor. Within the last eight years 12 properties were constructed or renovated on Ashley and Sargeant Streets. The City has been a major funder for these properties and is working with NINA to renovate four units of owner occupied housing as well as three new commercial/office spaces.
- Chester Bowles Park and Westbrook Village - The Authority owns and operates 770 units of State Moderate Rental units, known as Westbrook-Bowles located at 22 Mark Twain Drive and 3 Berkeley Drive, Hartford, CT. The parcels total approximately 140 acres. The State of Connecticut has demonstrated its commitment to transform Bowles and Westbrook by providing over $4 million in predevelopment funding. The "Residents Participation Program," is currently underway and Technical Advisory Consultant has been selected. The City has agreed to partner with the HPA.
- CityScape Phase V: Homeownership Housing — Pope Park Zion, Inc. will develop five scattered site properties in Frog Hollow, which will add five new homeowners in the City. This project includes four vacant lots and a vacant blighted property at 52 Franklin Avenue. The vacant lots will be developed into two-family properties complementing the development work completed on School and Colonial Streets over the past several years. All sites were strategic acquisitions by SINA with the goal to remove blight and control future homeownership development. All affordable units will be sold to low/moderate-income homebuyers. Construction will begin during December 2012.

Planned Projects

- Public Safety Complex — The city's new $77 million, state-of-the-art public safety complex on High Street, is open and in full operation. It serves as the new headquarters for the City's Police, Fire and Dispatch Departments. Commercial activity and interest in the surrounding area is increasing as a result of this project, located northwest of the central business district near the intersection of Main Street and Albany Avenue.
- 3 Constitution Plaza — Al Engineers of Middletown, CT purchased the former WFSB-Broadcast House in July of 2008. Located at the comer of Columbus and State Streets, 3 Constitution Plaza is a signature downtown site. Al Engineers is designing a 12 story LEED Platinum tower and is in conversation with the City and the State to build an approximately 200 unit residential complex. In addition, efforts are underway to secure funding for this $53 million development. The demolition and cleaning of the site is complete.
- 5 Constitution Plaza — Wonderworks of New York City purchased the long vacant Sonesta Hotel in February of 2011, with plans to convert the building into 199 market-rate apartments and commercial space. The developer is also pursuing funding for this $20 million project.
- Swift Factory— Revitalization of the former Swift Factory gold leafing complex in the Northeast neighborhood is underway. The property consists of a 65,000 square foot manufacturing factory, two houses and vacant land. The project will offer affordable workspaces for occupancy by small manufacturing enterprises that will employ Northeast residents, and an urban farm employing and teaching local adults and youth farming skills. Northeast Neighborhood Partners, Inc. (NNPI) has secured $2,145,000 to date from local, state and private charitable foundations. A recent application for $1 million was submitted to the U.S. Economic Development Administration (EDA) for the project. This development is one of the major projects listed in the regional Comprehensive Economic Development Strategy (CEDS).
- I-Quilt —The I-Quilt Partnership is a public/private partnership for promoting cultural assets, improving walkability, and fostering innovation in downtown Hartford. The Partnership will provide the City with a framework for connecting its assets through improved public spaces. Since its inception much forward movement has occurred. In March 2012, the City applied for a grant from the U.S. Department of Transportation to implement a portion of the plan through the Intermodal Triangle Project and was notified of a $10 million award in June (for a project totaling about $21 million). In September 2012, the Hartford Business Improvement District, Greater Hartford Arts Council, and the City partnered to install pedestrian-oriented way-finding signage to cultural destinations and civic spaces on each corner of nearly every downtown intersection. This installation coincided with the City's first Envisionfest, which included a symposium at the Bushnell Center of the Performing Arts about Placemaking, an Innovation Awards ceremony sponsored by United Technologies Corporation, and a downtown-wide festival celebrating walking culture and innovation. In November, the Winterfest Hartford kicked off its third year of free public ice-skating in Bushnell Park. Currently, the City is preparing to launch into full design and engineering of the Intermodal Triangle, for an expected start to construction in the spring of 2014.
- EDA Strong Cities, Strong Communities Grant - The City applied for and received a $1 million grant from the EDA for the purpose of creating and implementing a plan that fosters entrepreneurship. Emphasis is placed on attracting start-ups and providing support services necessary to help them grow into viable businesses and establish a presence in Hartford. Incubator space is identified at 260 Constitution Plaza for use when the program launches in March 2013.

Redevelopment Opportunities

Downtown Redevelopment Initiative - On January 26, 2009, the Court of Common Council adopted three separate Redevelopment Plans in accordance with state statutes. Each Plan was designed to target blighted buildings and/or underutilized land areas in and surrounding the downtown core. The purpose of each Plan is to stimulate private investment and create better physical connections with the central business district. Acquisition strategies are critical components of each Plan. They are as follows:

- The Constitution Plaza East Project is the smallest of the three Plans and focuses on the former WFSB Broadcast House and the long-closed Sonesta Hotel. As noted above, both AI Engineers and Wonderworks are proceeding with redevelopment plans for the respective properties.
- The Downtown North Project area is currently separated from the central business district by Interstate 84. The 123 acre plan area is predominately underutilized land. The Plan calls for the acquisition of one blighted structure and two vacant parcels of land to create a substantial assemblage to spur a large scale mixed-use development to connect downtown and the Clay Arsenal neighborhood. To date, the City has acquired and demolished the blighted H.B. Davis building and is negotiating the purchase of the other targeted properties. The Project was also awarded a Regional Sustainable Communities Planning Grant from HUD that will be used to create development guidelines in the area.
- The Downtown West-Section II Union Station-Walnut Street Project aims to create a linkage between Union Station and Asylum Hill, home to major insurance companies and thousands of workers. A blighted former office building and a small parcel of land are included in the acquisition strategy. In November 2011, the City, with financial assistance from the Hartford Financial Services group acquired the property at 1-7 Myrtle Street and completed the demolition of the property in 2012. With a new State focus on utilizing Union Station as a commuter rail hub, the area presents a unique opportunity for transit-oriented development.

LONG TERM FINANCIAL PLANNING

The City's long-term financial planning is carried out along six primary dimensions: Capital Planning, Debt Planning, Vehicle & Heavy Equipment Replacement, General Fund, Pension Planning and Internal Service Funds.

Capital planning and debt planning are by nature closely tied together with future capital needs and ongoing construction providing the input for the debt planning process. Large public works projects are identified and tracked using a five-year Capital Improvement Plan. Projects are selected and reviewed by a capital planning committee led by the Planning Director and comprised of department heads and their designees. The capital plan and projects undergo the annual budget review process and approval of both the Mayor and the Court of Common Council. Once approved the Capital Improvement Program is tracked and monitored by the DPW's Capital Project Director, and a quarterly report is prepared and submitted to the Mayor and Council.

Along with the selection of capital projects, sources of funding are identified; state and federal grants as well as bonding or City contributions. Based upon the cumulative cash flow projections of the approved capital plan, bond issuance is planned and debt service requirements quantified.

In addition to a 10-year capital and debt service plan, a ten year vehicle and equipment replacement plan is formulated and reviewed annually. The requested items are reviewed and approved by committee and the appropriate funding sources are identified: City contributions, capital leases or bonding.

These discrete planning cycles provide inputs to the General Fund long-term planning process. General Fund revenues and expenditures are forecast over five years by both function and category. The long-term planning process is driven by the City's core strategy to increase long-term economic growth, to promote education, safety and health, and to nurture the City's cultural vitality through the implementation of the Mayor's goals and objectives. In addition, the City continually strives to secure a stronger bond rating through strong fiscal administration and the maintenance of an adequate fund balance. The City is working closely with financial advisors on a plan to improve its bond rating over the near-term and long-term horizons.

In addition, the City has contracted with an outside actuarial firm to assist in pension planning. The Municipal Employees' Retirement Fund (MERF) is financially strong and the City and Pension Commission are closely monitoring contributions, investment returns, and assumptions, to maintain the continued viability of the MERF.

The City has identified and developed a strategy for funding the liability for other post-employment benefits (OPEB), which include health and other insurance to retirees. The City has developed a long-term plan to fully fund this liability and recognize, on a current basis, the cost associated with these employee benefits. Finally, our internal service funds for workers' compensation benefits and property & casualty self-insured activities have been targeted by the City for additional contributions over a multi-year period. This added funding, in conjunction with the implementation of new risk management program strategies and assistance from our insurance advisors, will continue to systematically control and reduce the long-term liabilities in these funds.

RELEVANT FINANCIAL POLICIES

The Department of Finance is organized into four divisions: Administration, Accounting and Control, Revenue (tax assessment, tax collection and revenue control) and Risk Management. The department's major responsibilities include general accounting and financial reporting, accounts payable, risk management (other than employee benefits), property assessment, tax collection, debt administration, revenue management, payroll, revenue budget preparation in conjunction with the Mayor's Office, internal controls and asset management. The Director of Finance is the chief financial officer of the City and is an appointee of the Mayor, subject to confirmation by the Court of Common Council.

The City's accounting system MUNIS is a fully automated integrated financial management system consisting of general ledger and a full complement of ancillary systems and support modules. It is organized and operated on a fund basis, each fund being a distinct and self-balancing accounting entity.

Internal Controls

All financial transactions are subject to pre-audit before processing as well as to an annual audit by an independent auditing firm selected by the City Council. The independent auditor and staff from the department's Accounting and Control Division monitor financial policies and procedures prescribed by the Director of Finance for various departments. Within this framework, we believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording and reporting of financial activity.

Budgetary Control

Centralized budgetary control of disbursements and encumbrances against appropriations is maintained by department, by major program or activity and by principal object of expenditure. The Hartford Board of Education (BOE) budget is controlled only as to its total appropriation. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council.

Pension Administration

There are four defined benefit pension plans for employees of the City. Two are single-employer plans, one is a cost sharing multiple-employer plan with the State of Connecticut and one is a plan with the State of Connecticut for certified teachers at the BOE in which the City is a noncontributing employer. The City also administers an excess benefits plan established to fund that portion of certain retirees' pension benefits that exceed the limits permitted under Section 415 of the Federal Internal Revenue Code (IRC).

Debt Administration

During the fiscal year ended June 30, 2012, the City issued $50 million of general obligation bonds to fund $41,477,500 of general purpose projects and $8,522,500 of school projects. Standard & Poor's assigned a rating of "A" to the bonds. The bonds carry interest rates from 3.0- 5.0 percent with a final maturity date of 2032.

In April 2012, the City issued a total of $52.5 million of bond anticipation notes comprised of $38,755,000 for general obligation projects and $13,745,000 for school projects. The notes will mature in April 2013 and were issued with an interest rate yield of .62 percent. It is expected that the notes will be retired by future bonding and from the receipt of State of Connecticut school construction grants.

Cash Management

During the fiscal year, idle cash was invested in legally permitted investments on a short-term basis. Connecticut Statutes restrict the investment of municipal funds to direct and indirect securities of the United States Government and certificates of deposit issued by commercial banks located within the State. Bank CD's are a component of the City's short-term investment portfolio. However, money market fund investments in a portfolio of U.S. Treasury securities, and the Short Term Investment Fund (STIF) operated by the Office of the State Treasurer comprise the major share of the City's short-term investments.

Risk Management

The City has established a risk management program to account for and finance risk of loss for employee benefits, workers' compensation, and general liability, including property damage. Commercial insurance is purchased for claims in excess of amounts determined to be self-insured under the program. Internal service funds are maintained for each of the three risk management programs and funding is received from the participating funds and functions of the City. Settlement claims have not exceeded either the self-insured retention or the commercial coverage in any of the past three fiscal years.

SIGNIFICANT ONGOING DEVELOPMENTS DURING FY11-12

Marketing, Events & Cultural Affairs Division (MECA)

The mission of (MECA) is to enhance the quality of life in Hartford and to support the cultural development of the City by assisting, promoting and encouraging artists, arts and cultural organizations and events in Hartford Through its mission, MECA will create meaningful experiences that motivate residence and tourism in Hartford, Connecticut.

Livable and Sustainable Neighborhoods Initiative

The Mayor's Livable and Sustainable Neighborhoods Initiative (LSNI) is an interdepartmental effort to improve Hartford's neighborhoods by enforcing the Anti-Blight Ordinance, implementing community development projects, coordinating capital improvements, and engaging neighborhood stakeholders.

Opportunities Hartford

Under the direction and leadership of Mayor Segarra, Opportunities Hartford is an ambitious initiative designed to identify the greatest short, medium and long-term opportunities that exist in education, job readiness/creation/career advancement and family sustaining income, expand and enhance those opportunities, and funnel public and private sector funds to identified and targeted areas and programs.

Mayor Segarra believes that many opportunities for social and economic progress already exist in our City. An identified issue is the lack of alignment among those individual groups that possess the skills, knowledge and experience necessary to bring about meaningful change. Opportunities Harford utilizes the collective impact approach, whereby working collaboratively through a common agenda we can have a significant impact on the economic well-being of our City. Successful partnerships such as CTWorks downtown at the Hartford Public Library and the models used by our Community Schools are reflective of the goals of the Opportunities Hartford initiative.

Security Services

Completion of a state of the art public safety complex that houses Police, Fire and Emergency Services Departments. In addition, continuation of the Shooting Task Force- a successful collaboration among several Governmental agencies that has been instrumental in the reduction of shootings city wide, as well as the implementation of the Gun Buy-Back Program.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2011. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report would not have been possible without the efforts of the entire staff of the Finance Department. I would like to express my appreciation to all the members of the Finance Department, specially the Accounting and Control Division personnel who assisted and contributed to the preparation of this report. Special thanks are warranted for contributions from the Department of Development Services.

In addition to acknowledging the efforts of the Office of the City Treasurer, Department of Education, Hartford Public Library and the Hartford Parking Authority, special thanks is extended to Acting Deputy Finance Director Leigh Ann Ralls for her efforts during this challenging fiscal year.

Finally, thanks are extended to the City's independent auditors, McGladrey LLP, for their efforts and counsel during the audit and CAFR preparation process.

Respectfully submitted,

Julio C. Molleda
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Hartford
Connecticut

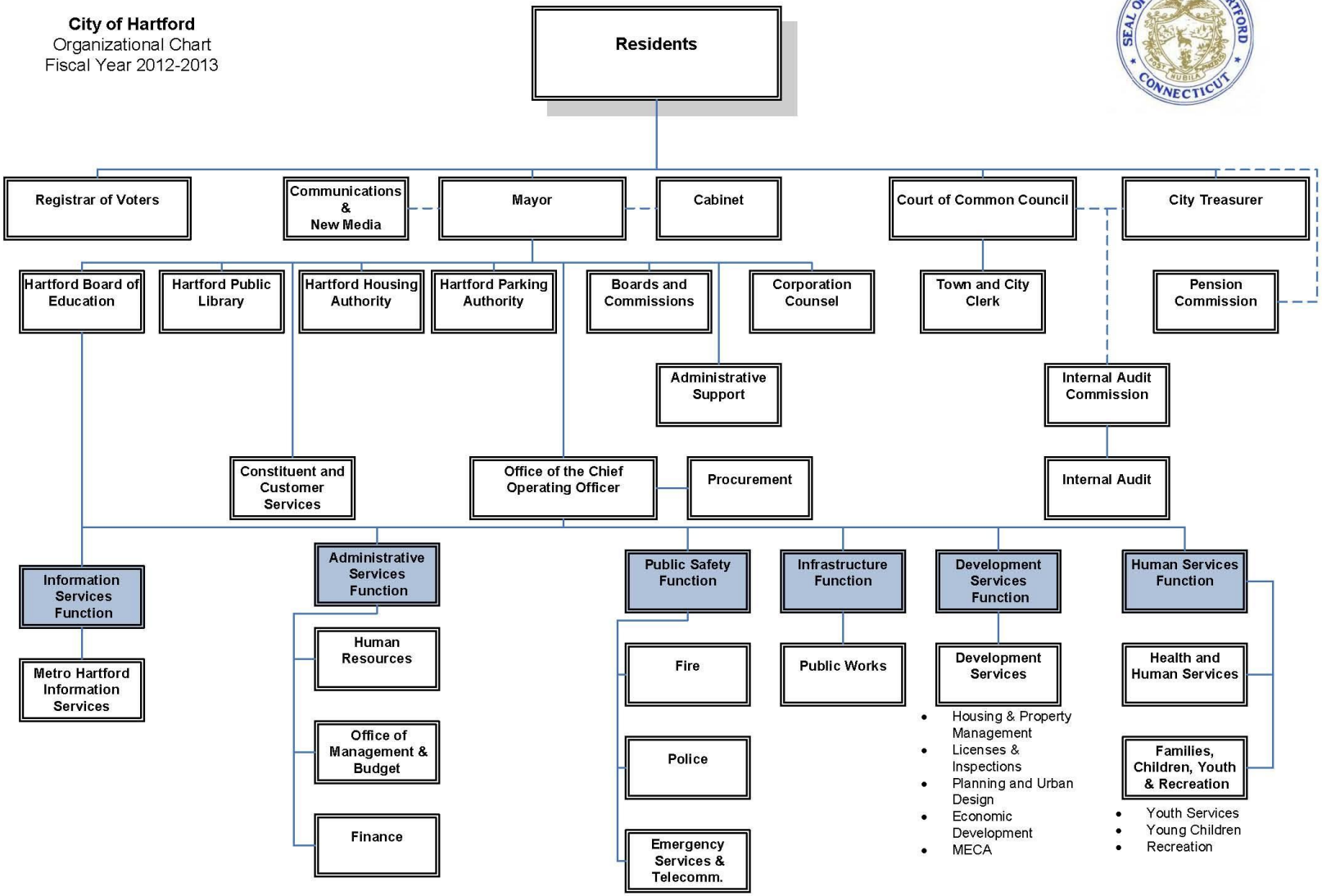
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

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

President

Executive Director

City of Hartford
Organizational Chart
Fiscal Year 2012-2013



CITY OF HARTFORD, CONNECTICUT

Mayor-Council Form of Government
List of Elected and Principal Officials - As of June 30, 2012

THE HONORABLE PEDRO E. SEGARRA, MAYOR

Court of Common Council
Council President – Shawn T. Wooden

Alexander Aponte, Majority Leader
Larry Deutsch, Minority Leader
Kyle Anderson
Raul De Jesus, Jr.
Cynthia Renee Jennings
Kenneth H. Kennedy, Jr.
David MacDonald
Luis Cotto

City Treasurer – Adam Cloud

Appointed and Other Municipal Officials

Chief Operating Officer, Acting	Saundra Kee Borges, Esq.
Corporation Counsel, Acting	L John Van Norden
Town and City Clerk	John V. Bazzano
Director of Finance	Julio C. Molleda
Deputy Director of Finance, Acting	Leigh Ann Ralls, CPA
Controller, Acting	Rajpaul Singh
Assessor	John Phillip
Tax Collector	Marc S. Nelson
Procurement Manager	Tara Washington
Director of Development Services	Thomas E., Deller, AICP
Director of Management and Budget	Jose L. Sanchez
Chief of Police	James C. Rovella
Fire Chief	Edward Casares
Director of Health and Human Services	Raul Pino, Ph.D.
Director of Human Resources	Valda Washington
Director of Public Works	Kevin E. Burnham

Hartford Public Schools
Dr. Christina M. Kishimoto Ed. D., Superintendent of Schools

Board of Education
Mathew K. Poland, Chairman

Lori L. Hudson, Vice Chair
Cherita L. McIntye, Second Vice Chair
Robert Cotto Jr., Secretary
Jose Colon-Rivas
Elizabeth Brad Noel
Luis Rodriguez-Davila
Richard F. Wareing

Honorable Mayor Pedro E. Segarra

Registrars of Voters

Olga Vasquez (D)
Salvatore Bramante (R)
Urania Petit (WF)

Financial Section

McGladrey

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members of the
Court of Common Council
City of Hartford, Connecticut

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Hartford, Connecticut, as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Hartford, Connecticut's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2013 on our consideration of the City of Hartford, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic

financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Hartford, Connecticut's basic financial statements. The introductory section, the individual and combining fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The individual and combining fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual and combining fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City of Hartford, Connecticut as of and for the year ended June 30, 2011 (not presented herein), and have issued our report thereon dated January 3, 2012, which contained unqualified opinions on the respective financial statements of the governmental activities, business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information. The accompanying General Fund Balance Sheet for the year ended June 30, 2011 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statements. The accompanying General Fund Balance Sheet has been subjected to the auditing procedures applied in the audit of the 2011 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the General Fund Balance Sheet is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2011.

McGladrey LLP

New Haven, Connecticut
January 29, 2013

CITY OF HARTFORD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS, UNAUDITED
JUNE 30, 2012

This discussion and analysis of the City of Hartford, Connecticut's (City) financial performance is provided by management to provide an overview of the City's financial activities for the fiscal year ended June 30, 2012. Please read this MD&A in conjunction with the transmittal letter beginning on page i and the City's financial statements, Exhibits I to IX.

FINANCIAL HIGHLIGHTS

- The City's total net assets increased $23.1 million as a result of this year's operations. The net assets of our governmental activities increased by $23.1 million, or nearly 2.1%. The net assets of our business-type activities decreased by $.1 million.
- The City received $25.9 million in capital grants and contributions related to school building construction grants from the State in support of the City's school renovation and construction projects, and for various public works projects.
- The total cost of the City's programs for the year was $826.0 million with no new programs added.
- The General Fund reported a fund balance this year of $30.1 million including an assignment.
- The revenues available for appropriation were $3.2 million more than budgeted for the General Fund, while expenditures were $2.3 million under the budgeted amount. The addition to the unassigned fund balance was $3.2 million while an additional $2.4 million has been assigned for future payment of the outstanding pension liabilities during FY12-13.
- Major items that contributed to the revenue surplus are: Increased tax and interest collections of prior year levies by reducing dependency on tax lien sales by selling only $3.2 million that is $4.7 million less than the budgeted amount for tax lien sales revenues. Another favorable revenue variance was realized in the Licenses and Permits line as well as the Sale of City Property line.
- Major items that contributed to the expenditure surplus of $2.3 million are: favorable surplus in the tipping fees line due to increased recycling programs, Hartford Board of Education reimbursement for City in-kind services for Education, and City departments contributing to an expenditure surplus by maintaining staffing levels below their appropriated budget levels.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

The analysis of the City as a whole begins on Exhibits I and II. The statement of net assets and the statement of activities report information about the City as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net assets and changes in them. The City's net assets, the difference between assets and liabilities, is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net assets are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other non-financial factors, however, such as changes in the City's property tax base and the condition of the City's capital assets, to assess the overall health of the City.

In the statement of net assets and the statement of activities, we divide the City into three types of activities:

- *Governmental activities* - Most of the City's basic services are reported here, including education, public safety, public works, development and community affairs, human services, recreation and culture, and general administration. Property taxes, charges for services, and state and federal grants finance most of these activities.
- *Business - type activities* - The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's Hartford Parking Facilities Fund is reported here.
- *Component units* - The City includes a separate legal entity in its report; the Hartford Parking Authority. Although legally separate, this "component unit" is reported because the City is financially accountable for them.

Fund Financial Statements

The fund financial statements begin with Exhibit III and provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by Charter. However, the City Council establishes many other funds to help control and manage financial activities for particular purposes (like the Capital Improvement Fund) or to show that it is meeting legal responsibilities for using grants, and other money (like grants received from the Educational Grants, Health Grants and Miscellaneous Grants Funds). The City's funds are divided into three categories; governmental, proprietary and fiduciary.

- *Governmental funds (Exhibits III and IV)* - Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds is described in a reconciliation at the bottom of the fund financial statements.
- *Proprietary funds (Exhibits V, VI, and VII)* - When the City charges customers for the services it provides, whether to outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net assets and the statement of activities. In fact the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements, but provide more detail and additional information, such as cash flows, for proprietary funds. Internal service funds (the other component of proprietary funds) are used to report activities that provide supplies and services for the City's other programs and activities - such as the City's Self-Insurance Internal Service Funds and the City's Metro Hartford Information Services Fund.
- *Fiduciary funds (Exhibits VIII and IX)* - The City is the trustee, or fiduciary, for its employees' pension plans. It is also responsible for other assets that, because of a trust arrangement, can be used only for the trust beneficiaries. All of the City's fiduciary activities are reported in separate

statements of fiduciary net assets and changes in fiduciary net assets. These activities are excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City's combined net assets increased from a year ago by $23.8 million to $1.1 billion. The analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the City's governmental and business-type activities.

Summary of Net Assets

TABLE 1
NET ASSETS
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Government	
	2012	2011	2012	2011	2012	2011
Current and other assets	$ 421,838	$ 380,184	$ 2,400	$ 1,685	$ 424,238	$ 381,869
Capital assets, net of accumulated depreciation	1,321,494	1,270,933	59,784	61,789	1,381,278	1,332,722
Total assets	1,743,332	1,651,117	62,184	63,474	1,805,516	1,714,591
Long-term liabilities outstanding	432,333	383,017	23,676	24,951	456,009	407,968
Other liabilities	223,450	203,699	1,485	1,428	224,935	205,127
Total liabilities	655,783	586,716	25,161	26,379	680,944	613,095
Net Assets:						
Invested in capital assets, net of related debt	966,580	954,780	34,623	35,417	1,001,203	990,197
Restricted	70,155	62,466	-	-	70,155	62,466
Unrestricted	50,814	47,155	2,400	1,678	53,214	48,833
Total net assets	$ 1,087,549	$ 1,064,401	$ 37,023	$ 37,095	$ 1,124,572	$ 1,101,496

The City's government-wide net assets of $1.1 billion represent an increase of $23.1 million over last year's net assets of $1.1 billion. The City was able to generate an overall increase in the City's governmental activities net assets principally due to the receipt of $25.9 million in capital grants and contributions from the State in support of the City's school renovation and construction capital program and various public works projects. Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements - is $53.2 million at the end of this year as compared with a $48.8 million at the end of last year. Government activities unrestricted net assets increased $3.6 million. Unrestricted net assets of the City’s business-type activities increased $.7 million in 2012. Both increases are mainly due to increase in revenue collections and stronger controls over citywide expenditures.

TABLE 2

CHANGES IN NET ASSETS
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Government	
REVENUES	2012	2011	2012	2011	2012	2011
Program Revenues:						
Charge for services	$ 20,463	$ 22,178	$ 4,054	$ 4,732	$ 24,517	$ 26,910
Operating grants and contributions	445,168	408,617	-	-	445,168	408,617
Capital grants and contributions	25,912	15,797	-	-	25,912	15,797
General Revenues:						
Property taxes	290,165	283,835	-	-	290,165	283,835
Grants and contributions not restricted to specific programs	58,767	55,207	-	-	58,767	55,207
Unrestricted investment earnings	2,205	3,079	3	7	2,208	3,086
Other general revenues	2,377	1,389	-	-	2,377	1,389
Total revenues	845,057	790,102	4,057	4,739	849,114	794,841
EXPENSES						
General government	72,165	58,302	-	-	72,165	58,302
Public safety	101,603	99,448	-	-	101,603	99,448
Public works	42,428	37,698	-	-	42,428	37,698
Development and community affairs	63,779	61,408	-	-	63,779	61,408
Human services	30,146	28,574	-	-	30,146	28,574
Education	487,717	472,210	-	-	487,717	472,210
Recreation and culture	9,728	9,332	-	-	9,728	9,332
Interest on long-term debt	14,743	15,322	-	-	14,743	15,322
Hartford Parking Facilities		-	3,729	4,096	3,729	4,096
Total expenses	822,309	782,294	3,729	4,096	826,038	786,390
Excess before transfers	22,748	7,808	328	643	23,076	8,451
Transfers	400	488	(400)	(488)	-	-
Change in net assets	23,148	8,296	(72)	155	23,076	8,451
Net Assets, beginning	1,064,401	1,056,105	37,095	36,940	1,101,496	1,093,045
Net Assets, ending	$ 1,087,549	$ 1,064,401	$ 37,023	$ 37,095	$ 1,124,572	$ 1,101,496

The City's total revenue in 2012 of $849.1 million represents an increase of $54.3 million over last year. Capital grants and contributions increased $10.2 million as capital expenses subject to reimbursement from the State for the school renovation and construction capital program decreased compared with the previous year. Operating grants and contributions increased $37 million due to additional grants for various purposes.

The City's total program expenses of $826.0 million represent an increase of $39.6 million over last year. The increase in General Government and Education is related to the receipt of additional grants.

The City's overall net assets increased by $23.1 million due to the City increasing revenues and controlling expenses.

Our analysis below separately considers the operations of governmental and business-type activities.

Governmental Activities

Table 3 presents the cost of each of the City's governmental activities five largest programs - general government, public safety, development and community affairs, human services and education - as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

TABLE 3
GOVERNMENTAL ACTIVITIES
(In Thousands)

	Total Cost of Services		Net Cost of Services	
	2012	**2011**	**2012**	**2011**
General government	$ 72,165	$ 58,302	$ 62,651	$ 54,675
Public safety	101,603	99,448	92,286	89,129
Development and community affairs	63,779	61,408	10,223	20,171
Human services	30,146	28,574	6,114	5,152
Education	487,717	472,210	110,818	125,847
All other	66,899	62,352	48,674	40,728
Total	$ 822,309	$ 782,294	$ 330,766	$ 335,702

Business-Type Activities

Revenues from the Hartford Parking Authority provided to the Hartford Parking Facilities Fund to finance debt service and capital improvement, as well as revenues to the City's General Fund, remained consistent at $4.1 million. Expenses (including debt service and depreciation) for the City's dedicated parking facilities remained consistent with the prior year. Net transfers to the City's governmental activities decreased from $.5 million in 2011 to $.4 million in 2012 as the Parking Authority's revenues declined due to current economic conditions.

CITY FUNDS FINANCIAL ANALYSIS

Governmental Funds

The City's General Fund reported a fund balance increase of $5.0 million during 2012 as compared with an increase of $5.5 million in 2011. The General Fund's unassigned fund balance at June 30, 2012 is $25.8 million representing 4.7 percent of the General Fund's 2012 amended budgetary appropriations. Actual revenues were $3.2 million above the amended budgetary revenue estimate as property tax revenues were better than estimates by $2.7 million. Expenditures were $2.3 million below the final budgeted appropriation of $547.8 million. Refer to RSI-1 and RSI-2 for details on other favorable and unfavorable variances in comparison to budgetary estimates.

As the City completed the year, its Capital Improvement Fund reported a fund balance decrease of $19.2 million. The decrease is the result of capital outlays on various projects. In addition, the City had $52.3 million in outstanding bond anticipation notes. The City has four (4) outstanding school construction audits with the State of Connecticut and anticipates future reimbursements to offset increased capital outlays.

The Debt Service Fund had a committed fund balance as of June 30, 2012 of $3.8 million due to favorable market conditions that resulted in the generation of additional bond premium.

The Education Grant Fund had an increase in fund balance of $3.4 million.

The Community Development Loan and Grant Fund had a decrease in fund balance of $533 thousand due to the financing of new loans in fiscal year 2012.

The City's other governmental funds reported a decrease of $8.5 million in fund balance for the year. The decrease is mainly due to recent weather related storms and the corresponding delay in the approved reimbursement of those expenditures from FEMA and other state agencies.

Internal Service Funds

The net assets of the City's self-insurance programs increased $8.3 million, increasing the total net assets of the City's internal service programs from $11.8 million to a $20.1 million surplus. This is a result of the City's continued efforts to fund its post-retirement benefits at the actuaries' recommended level as well as a consistent management strategy directed toward the reduction of deficit net asset balances in these funds.

General Fund Budgetary Highlights

There were two supplemental appropriations in the City's General Fund: the funding of the Livable and Sustainable Neighborhood Initiative (LSNI) and the State mandated Minimum Budget Requirement for Education.

The City's General Fund unassigned fund balance and budgetary fund balances are both $28.2 million at year end.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2012, the City had $1.3 billion invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment and infrastructure - Table 4.

Capital asset additions during the year totaled $95.5 million (Note 6 to the financial statements). Construction in progress additions represent the majority of capital additions recorded by the City other than capital activity related to vehicle and equipment purchases. Refer to current period expenditures reported in Exhibit C for a detail of capital project expenditures by project in the City's Capital Improvement Fund. The majority of active projects as reported in Exhibit C qualify for capitalization under the City's asset capitalization policy.

TABLE 4
CAPITAL ASSETS AT YEAR-END (Net of Depreciation)
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	**2012**	2011	**2012**	2011
Land	$ 63.7	$ 68.7	$ 8.4	$ 8.4	$ 72.1	$ 77.1
Land improvements	6.6	7.3		-	6.6	7.3
Buildings	846.4	744.8		-	846.4	744.8
Other structures	14.5	11.4	51.3	53.3	65.9	64.7
Furniture and equipment	2.7	3.6	-	-	2.7	3.6
Rolling equipment	11.9	10.9	-	-	11.9	10.9
Infrastructure	219.3	217.8	-	-	219.3	217.8
Construction in progress	156.3	206.4	-	-	156.3	206.4
	$ 1,321.5	$ 1,270.9	$ 59.8	$ 61.7	$ 1,381.3	$ 1,332.6

There are 171 active projects in the City's Capital Improvement Fund with appropriations of $1,281.2 million, cumulative active project expenditures of $933.3 million and outstanding encumbrances of $130.2 million, resulting in an unencumbered balance of $217.6 million. Total expenditures for all projects during the fiscal year amounted to $90.6 million. New and supplemental appropriations are reflected in the FY2013 budget.

More detailed information about the City's capital assets is presented in Note 6 to the financial statements.

Long-term debt

The City issued $50.0 million in general obligation bonds and $21.3 million in refunding bonds during 2012. Additionally, the City issued $52.5 million in bond anticipation notes.

At June 30, 2012, the City had $348.4 million in bonds outstanding versus $321.8 million last year - an increase of 8.3% - as shown in Table 5.

TABLE 5
OUTSTANDING DEBT, AT YEAR-END
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	**2012**	2011	**2012**	2011
General obligation bonds	$ 321.8	$ 293.8	$ 26.6	$ 28.0	$ 348.4	$ 321.8
Serial notes payable	1.5	1.6	-	-	1.5	1.6
Total	$ 323.3	$ 295.4	$ 26.6	$ 28.0	$ 349.9	$ 323.4

The State limits the amount of general obligation debt that cities can issue based on a formula determined under State Statutes based on type of debt and tax base. The City's outstanding general obligation debt is significantly below this $1.9 billion state-imposed limit.

Other obligations include accrued vacation pay and sick leave. More detailed information about the City's long-term liabilities is presented in Note 9 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's number of unemployed decreased from 8,331 in calendar year 2010 to 8,031 in calendar year 2011 while the unemployment rate decreased from 16.4 percent to 15.5 percent. This compares to the State's rate of 8.4 percent and the nation's rate of 8.2 percent.

The consumer price index in the northeast urban areas was lower than the national consumer price index. Inflation from June 2011 to June 2012 in the Northeast was 1.5 percent while the rate was 1.7 percent for all urban areas in the U.S.

In developing the fiscal year 2012-2013 budget, the City continues to feel it is critical to examine the size and cost of government and the ability of the taxpayers to meet that burden. With costs escalating, government must evaluate services in terms of affordability and quality. Cost effectiveness, innovative approach and customer service are the standards for this evaluation.

The City feels that it is essential, given the current financial climate, to control the cost of each service provided. In developing the 2011-2012 budget, we constantly questioned how we are spending the taxpayers' money. Our goal is to offer basic services to our citizens that improve their quality of life at a price affordable to them. Our budget philosophy is not directed at cutting the cost of government by cutting services. It is directed toward cutting costs and improving services.

We must be innovative in our approach to the work that we do. The City cannot afford to follow the Business As Usual rule. It is our responsibility to challenge our employees and ourselves to find better ways to provide governmental services. Education and goal setting are the keys to innovation. Encouraging our employees' growth and development will foster innovation. The City of Hartford should be in the vanguard of how cities do business.

The adopted budget for fiscal year 2012-2013 of $540.3 million is a decrease of $7.0 million over the revised 2011-2012 budget due to the slow growth of the City of Hartford's Grand List. In developing the City's 2013-2014 budget, various options are being explored to reduce City expenditures and maximize revenues.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, City of Hartford, 550 Main Street, Hartford, Connecticut 06103, or by telephone (860) 757-9600.

Basic Financial Statements

STATEMENT OF NET ASSETS
June 30, 2012
(In Thousands)

	Primary Government			Component Unit
	Governmental Type Activities	Business-Type Activities	Total	Hartford Parking Authority
Assets				
Cash and cash equivalents	$ 192,644	$ 2,756	$ 195,400	$ 479
Investments	22,832	-	22,832	-
Receivables, net	168,737	-	168,737	1,615
Internal balances	400	(400)	-	-
Due from component unit	-	44	44	-
Other assets	347	-	347	-
Restricted cash	36,878	-	36,878	-
Capital assets:				
Assets not being depreciated	219,978	8,428	228,406	-
Assets being depreciated, net	1,101,516	51,356	1,152,872	-
Total assets	1,743,332	62,184	1,805,516	2,094
Liabilities				
Accounts payable and accrued expenses	110,771	-	110,771	560
Due to primary government	-	-	-	44
Bond anticipation notes payable	52,500	-	52,500	-
Deferred revenue	-	-	-	1,490
Unearned revenue	12,642	-	12,642	-
Noncurrent liabilities:				
Due within one year	47,537	1,485	49,022	-
Due in more than one year	432,333	23,676	456,009	-
Total liabilities	655,783	25,161	680,944	2,094
Net Assets				
Invested in capital assets, net of related debt	966,580	34,623	1,001,203	-
Restricted for:				
Housing loans and grants	49,450	-	49,450	-
Trust purposes:				
Expendable	12,346	-	12,346	-
Nonexpendable	8,359	-	8,359	-
Unrestricted	50,814	2,400	53,214	-
Total net assets	$ 1,087,549	$ 37,023	$ 1,124,572	$ -

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

CITY OF HARTFORD, CONNECTICUT **EXHIBIT II**

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2012
(In Thousands)

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
					Primary Government			Component Unit
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-type Activities**	**Total**	**Hartford Parking Authority**
Primary Government								
Governmental activities:								
General government	$ (72,165)	$ 3,108	$ 6,406	$ -	$ (62,651)	$ -	$ (62,651)	$ -
Public safety	(101,603)	1,772	7,545	-	(92,286)	-	(92,286)	-
Public works	(42,428)	10,378	2,357	4,118	(25,575)	-	(25,575)	-
Development and community affairs	(63,779)	886	52,652	18	(10,223)	-	(10,223)	-
Human services	(30,146)	2,706	21,326	-	(6,114)	-	(6,114)	-
Education	(487,717)	1,419	353,704	21,776	(110,818)	-	(110,818)	-
Recreation and culture	(9,728)	194	1,178	-	(8,356)	-	(8,356)	-
Interest on long-term debt	(14,743)	-	-	-	(14,743)	-	(14,743)	-
Total governmental activities	(822,309)	20,463	445,168	25,912	(330,766)	-	(330,766)	-
Business-type activities:								
Hartford Parking Facilities	(3,729)	4,054	-	-	-	325	325	
Total business-type activities	(3,729)	4,054	-	-	-	325	325	-
Total primary government	$ (826,038)	$ 24,517	$ 445,168	$ 25,912	(330,766)	325	(330,441)	-
Component Units:								
Hartford Parking Authority	$ (9,008)	$ 9,008	$ -	$ -				
		General revenues:						
		Property taxes			290,165	-	290,165	-
		Grants and contributions not restricted to specific programs			58,767	-	58,767	-
		Unrestricted investment earnings			2,205	3	2,208	-
		Miscellaneous			2,377	-	2,377	-
		Transfers			400	(400)	-	-
		Total general revenues and transfers			353,914	(397)	353,517	-
		Change in net assets			23,148	(72)	23,076	-
		Net assets - beginning			1,064,401	37,095	1,101,496	-
		Net assets - ending			$ 1,087,549	$ 37,023	$ 1,124,572	$ -

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

BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2012
(In Thousands)

	General	Capital Improvement Fund	Community Development Loan and Grant	Debt Service	Educational Grants	Nonmajor Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	$ 76,226	$ 62,854	$ 2,764	$ 3,948	$ 15,473	$ 16,162	$ 177,427
Investments	-	-	-	-	-	22,832	22,832
Receivables, net	75,089	38,658	30,025	-	5,045	19,072	167,889
Due from other funds	400	2,848	-	-	-	-	3,248
Inventories and other assets	-	-	-	-	-	347	347
Total assets	$ 151,715	$ 104,360	$ 32,789	$ 3,948	$ 20,518	$ 58,413	$ 371,743
Liabilities							
Accounts payable and accrued liabilities	55,315	25,976	356	137	4,775	15,169	101,728
Due to other funds	-	-	-	-	-	2,848	2,848
Deferred/unearned revenue	66,287	23,702	30,014	-	4,742	9,595	134,340
Bond anticipation notes	-	52,500	-	-	-	-	52,500
Total liabilities	121,602	102,178	30,370	137	9,517	27,612	291,416
Fund balances							
Nonspendable	-	-	-	-		8,706	8,706
Restricted	-	-	2,419	-	1,416	27,947	31,782
Committed	-	2,182	-	3,811	-	1,670	7,663
Assigned	4,332	-	-	-	9,585	-	13,917
Unassigned	25,781	-	-	-	-	(7,522)	18,259
Total fund balances	30,113	2,182	2,419	3,811	11,001	30,801	80,327
Total liabilities and fund balances	$ 151,715	$ 104,360	$ 32,789	$ 3,948	$ 20,518	$ 58,413	$ 371,743

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

(Continued on Next Page)

BALANCE SHEET - GOVERNMENTAL FUNDS (Continued)
June 30, 2012
(In Thousands)

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets:		
Amounts reported for governmental activities in the statement of net assets (Exhibit I) are different because of the following:		
Fund balances - total governmental funds (Exhibit III)		$ 80,327
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Governmental capital assets	$ 1,948,010	
Less accumulated depreciation	(626,516)	
Net capital assets		1,321,494
Assets not available to pay for current-period expenditures and, therefore, are recorded as deferred in the funds:		
Property tax receivables		42,903
Interest receivable on property taxes		12,337
Receivable from the State for school construction projects		10,997
Housing loans		30,014
Other receivables		25,447
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net assets.		20,149
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
Bonds and notes payable		(321,810)
Interest payable on bonds and notes		(6,561)
Compensated absences		(35,786)
HUD loans		(12,614)
Capital leases		(1,159)
Clean Water Fund serial note		(1,497)
Net OPEB obligation		(55,996)
Net pension obligation		(4,069)
Claims and judgments		(830)
Bond premium		(16,662)
Deferred charges on refunding		865
Net Assets of Governmental Activities (Exhibit I)		$ 1,087,549

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

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	General	Capital Improvement Fund	Community Development Loan and Grant	Debt Service	Educational Grants	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Property taxes	$ 277,245	$ -	$ -	$ -	$ -	$ -	$ 277,245
Licenses, permits, and other charges	6,299	-	-	-	-	-	6,299
Intergovernmental revenues	280,582	25,894	-	-	101,267	102,027	509,770
Charges for services	2,258	-	-	-	-	7,169	9,427
Use of property	4,574	-	-	-	-	-	4,574
Investment income	399	-	342	-	-	1,463	2,204
Miscellaneous	2,377	-	1,021	-	9,846	2,623	15,867
Total revenues	573,734	25,894	1,363	-	111,113	113,282	825,386
EXPENDITURES							
Current:							
General government	21,566	-	-	-	-	8,455	30,021
Public safety	73,595	-	-	-	-	9,713	83,308
Public works	13,162	6,100	-	-	-	2,542	21,804
Development and community affairs	4,612	-	1,896	-	-	56,290	62,798
Human services	4,704	-	-	-	-	24,611	29,315
Education	313,069	-	-	-	109,568	12,664	435,301
Recreation and culture	7,972	-	-	-	-	1,511	9,483
Benefits and insurance	64,501	-	-	-	-	-	64,501
Other	29,445	-	-	-	-	-	29,445
Capital outlay	-	90,559	-	-	-	2,320	92,879
Debt service	-	603	-	36,570	-	2,474	39,647
Total expenditures	532,626	97,262	1,896	36,570	109,568	120,580	898,502
Excess (deficiency) of revenues over expenditures	41,108	(71,368)	(533)	(36,570)	1,545	(7,298)	(73,116)
OTHER FINANCING SOURCES (USES)							
Transfers in	2,285	1,150	-	35,892	1,847	3,029	44,203
Transfers out	(38,921)	-	-	-	-	(4,882)	(43,803)
Issuance of bonds	-	49,400	-	21,280	-	600	71,280
Payment to escrow	-	-	-	(22,493)	-	-	(22,493)
Bond premium	555	1,650	-	5,556	-	4	7,765
Total other financing sources (uses)	(36,081)	52,200	-	40,235	1,847	(1,249)	56,952
Net change in fund balances	5,027	(19,168)	(533)	3,665	3,392	(8,547)	(16,164)
FUND BALANCES, beginning of year	25,086	21,350	2,952	146	7,609	39,348	96,491
FUND BALANCES, end of year	$ 30,113	$ 2,182	$ 2,419	$ 3,811	$ 11,001	$ 30,801	$ 80,327

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

(Continued on Next Page)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS, (Continued)
For the Year Ended June 30, 2012
(In Thousands)

Reconciliation of the Statement of Revenues, Expenditures and changes in fund balances of governmental funds to the Statement of Activities:

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

Net change in fund balances - total governmental funds (Exhibit IV)	$	(16,164)
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:		
Capital outlay		95,537
Loss on disposal		(6,087)
Depreciation expense		(38,889)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
School building grant receipts		(1,790)
Property tax receivable - accrual basis change		11,280
Property tax interest and lien revenue - accrual basis change		1,640
Housing loans		(3,372)
Intergovernmental revenue on school bonds and other		11,913
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized and deferred in the statement of activities.		
Bond and series note principal payments		21,165
Issuance of bonds and notes		(50,000)
Cash to escrow		22,050
Refunding proceeds		(21,280)
Accrued interest on bonds - accrual basis change		600
HUD loan principal payments		327
CWF serial note		85
Capital lease payments		1,872
Amortization of deferred charge on refunding		(176)
Loss on refunding		965
Bond premium		(8,449)
Arbitration accrual		483
Amortization of bond premium		1,193
Changes in some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Claims and judgments		(830)
Compensated absences		603
Change in pension and other postemployment benefit liabilities		(7,828)
Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities		8,300
Change in Net Assets of Governmental Activities (Exhibit II)	$	23,148

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

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
June 30, 2012
(In Thousands)

	Business-Type Activities	Governmental Activities
	Hartford Parking Facilities	Internal Service Funds
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 2,756	$ 52,095
Receivables, net	-	848
Due from component unit	44	-
Total current assets	2,800	52,943
CAPITAL ASSETS, NET	59,784	-
Total assets	62,584	52,943
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and other payables	-	2,482
Due to other funds	400	-
Risk management claims	-	12,172
Bonds payable	1,485	-
Total current liabilities	1,885	14,654
NONCURRENT LIABILITIES		
Risk management claims	-	18,140
Bonds payable	23,676	-
Total noncurrent liabilities	23,676	18,140
Total liabilities	25,561	32,794
NET ASSETS		
Invested in capital assets, net of related debt	34,623	-
Unrestricted	2,400	20,149
Total net assets	$ 37,023	$ 20,149

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

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS - PROPRIETARY FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	Business-Type Activities	Governmental Activities
	Hartford Parking Facilities	Internal Service Funds
OPERATING REVENUES		
City's contribution for insurance	$ -	$ 89,328
Employee and pensioners contributions for insurance	-	22,287
Hartford Parking Authority - operations	4,054	-
Other	-	3,198
Total operating revenues	4,054	114,813
OPERATING EXPENSES		
Administrative	171	7,161
Operations	-	5,616
Insurance benefits and claims	-	93,736
Depreciation and amortization	2,007	-
Total operating expenses	2,178	106,513
Operating income	1,876	8,300
NONOPERATING INCOME (EXPENSE)		
Interest earnings	3	-
Interest expense	(1,551)	-
Total nonoperating income (expense)	(1,548)	-
Net income before transfers	328	8,300
Transfers out	(400)	-
Change in net assets	(72)	8,300
FUND NET ASSETS (DEFICITS), beginning	37,095	11,849
FUND NET ASSETS, ending	$ 37,023	$ 20,149

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

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	Business-Type Activities	Governmental Activities
	Hartford Parking Facilities	Internal Service Funds
Cash Flows From Operating Activities		
City's contribution	$ -	$ 89,185
Cash paid by participants		25,389
Cash received from Hartford Parking Authority	4,264	-
Cash paid for salaries and benefits	-	(9,114)
Cash paid for claims	-	(92,340)
Cash paid to other funds	(686)	-
Net cash provided by operating activities	3,578	13,120
Cash Flows From Capital and Related Financing Activities		
Principal paid on bonds	(1,425)	-
Interest paid on bonds	(1,320)	-
Net cash used in capital and related financing activities	(2,745)	-
Cash Flows From Investing Activities		
Income on investments	4	-
Net increase in cash and cash equivalents	837	13,120
Cash and Cash Equivalents, beginning of year	1,919	38,975
Cash and Cash Equivalents, end of year	$ 2,756	$ 52,095
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating income	$ 1,876	$ 8,300
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	2,007	-
(Increase) in other receivables	-	(238)
Increase (decrease) in accounts payable and accrued liabilities	(7)	1,401
Decrease in due to other funds	(88)	-
Increase in insurance claims payable	-	3,657
(Decrease) in due from component unit	(210)	-
Net cash provided by operating activities	$ 3,578	$ 13,120

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

CITY OF HARTFORD, CONNECTICUT **EXHIBIT VIII**

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
June 30, 2012
(In Thousands)

	Pension Trust Funds	School Agency Funds
ASSETS		
Cash and cash equivalents	$ 69,668	$ 901
Investments:		
U.S. Government Agencies	46,058	-
U.S. Treasury	96,167	-
Corporate Bonds	110,408	-
Foreign Bonds	27,027	-
Common Trusts	110,882	-
Alternative Investments	91,338	-
Common stock	396,364	-
Total investments	878,244	-
Loan receivable	1,000	-
Accrued investment earnings	3,094	-
Total assets	952,006	901
LIABILITIES		
Accounts payable and accrued liabilities	196	-
Net settlement due on investments purchased/sold	8,338	-
Due to student groups and other	-	901
Total liabilities	8,534	901
Net Assets Held in Trust for Pension Benefits	$ 943,472	$ -

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

CITY OF HARTFORD, CONNECTICUT **EXHIBIT IX**

STATEMENT OF CHANGES IN PLAN NET ASSETS -
FIDUCIARY FUNDS - PENSION TRUST FUNDS
For the Year Ended June 30, 2012
(In Thousands)

Additions		
Contributions:		
Employer	$	28,695
Plan members		8,635
Total contributions		37,330
Investment Income:		
Net appreciation in fair value of investments		8,502
Interest and dividends		16,217
Total investment income		24,719
Less investment expense		4,409
Net investment income		20,310
Deductions		
Benefits		91,876
Administration		1,984
Other		373
Total deductions		94,233
Decrease in net assets		(36,593)
Net Assets Held in Trust for Pension Benefits		
Beginning of year		983,065
End of year	$	946,472

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

Note 1. Summary of Significant Accounting Policies

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

Reporting entity

The City of Hartford, Connecticut was incorporated May 29, 1784 and the City consolidated in April, 1896. The City operates under a Mayor-Council form of government and provides a full range of services including public safety, roads, solid waste collection, health, social services, culture and recreation, education, planning, development, zoning and general administrative services.

As required by generally accepted accounting principles, these financial statements present the primary government and the following component unit.

Discretely presented component unit

The Hartford Parking Authority (the Authority) has been included in the City's reporting as a governmental fund type in accordance with GAAP. The Authority was created pursuant to Chapter 100 of the General Statutes of Connecticut and is governed by five members appointed by the Mayor. The purpose of the Authority is to create, establish, finance, maintain, and operate the City of Hartford's dedicated parking facilities, and regulate the uses and parking rates to be charged at other regulated parking facilities. The City will maintain ownership of the facilities and retire associated debt with net parking revenue received from the Authority. Separate financial statements of the Authority are available from the Authority's offices, 155 Morgan Street, Hartford, Connecticut.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the City and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the City is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

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

The various fund types included in the financial statements are described below:

Governmental Funds

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

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

Special Revenue Funds - accounts for specific revenues derived that are legally restricted to expenditure for particular purpose.

Debt Service Fund - accounts for the payment of principal and interest on general long-term debt of the City.

Capital Project Funds - accounts for all financial resources used for the acquisition or construction of major capital facilities not being financed by proprietary funds.

Permanent Funds - used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those often found in the private sector. These funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. The following are the City's proprietary funds:

Enterprise Funds - account for operations that are financed in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The reported enterprise fund of the City accounts for activities of the Hartford Parking Facilities.

Internal Service Funds - account for the financing of goods or services provided by one department to other departments or agencies of the City on a cost-reimbursement basis. The reported internal service funds of the City include self-insured funds for Employee Benefits, Workers' Compensation, and Liability and Property Damage and a fund used to account for the centralized operations of the Metro Hartford Information Services.

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and other governments. Fiduciary funds are not included in the government-wide statements. The fiduciary funds are as follows:

Pension Trust Funds - account for the Municipal Employees' Retirement System.

Agency Funds - are custodial in nature (assets equal liabilities). Agency Funds apply the accrual basis of accounting but do not involve measurement of results of operation. The School System Student Activity Fund and Adult Education Book Fund are the City's only agency funds.

Measurement focus, basis of accounting, and financial statement presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period (generally 60 days). A one-year availability period is used for revenue recognition for all construction grants. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, pension obligations, other post-employment obligations, and claims and judgments, are recorded only when payment is due (matured).

Property taxes, when levied for, intergovernmental revenues, when eligibility requirements are met, charges for services, and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenues of the current fiscal period, if available. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items, primarily licenses and fees, are considered to be measurable and available only when cash is received.

The City reports the following major governmental funds:

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

The *Capital Improvement Fund* accounts for the proceeds of general obligation bonds and grants for various construction and reconstruction projects.

The *Community Development Loan and Grant Fund* accounts for loan and grant activities associated with the housing and development program.

The *Debt Service Fund* accounts for the payment of principal and interest on general long-term debt of the City. This fund is considered major for public interest purposes.

The *Educational Grants Fund* accounts for State and Federal grants received and expended for educational purposes.

The City reports the following major enterprise fund:

The *Hartford Parking Facilities Fund* accounts for the operations of the City's dedicated parking facilities in conjunction with the Hartford Parking Authority.

Additionally, the City reports the following fund types:

The *Internal Service Funds* account for the risk management program of the City and the centralized operations of the Metro Hartford Information Services.

The *Pension Trust Funds,* fiduciary funds, account for the activities of the Hartford Retirement System, which accumulates resources for pension benefit payments to qualified City employees.

The *Agency Funds,* fiduciary fund, account for monies held as a custodian for outside student groups.

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

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

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

Proprietary funds are financed and operated in a manner similar to private business enterprises.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise fund is net revenues from operations of the parking facilities and of the City's internal service funds are charges from participants and premiums from the City. Operating expenses for the enterprise fund include operating expenses, administrative expenses, and depreciation on capital assets. for the internal service funds, expenses represent claims paid. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Accounting estimates

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

Cash and cash equivalents

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

Investments

Investments are stated at fair value, based on quoted market prices, except as disclosed below.

The pension funds allow for investments in certain alternative investments. Alternative investments may include private equity partnerships, hedge and absolute return funds for which there may be no ready market to determine fair value. These investments are valued using the most recent valuation available from the external fund manager. These estimated values do not necessarily represent the amounts that will ultimately be realized upon the disposition of those assets, which may be materially higher or lower than values determined if a ready market for the securities existed.

The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. Investments in 2a7 like pools are stated at the position in the pool, and are the same as the value of the pool shares, amortized cost.

Receivables / Due To/From Other Funds

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

All trade and property tax receivables, including those for component units, are shown net of an allowance for uncollectibles. The property tax receivable allowance of $5.8 million is equal to 8.1% of outstanding property taxes at June 30, 2012.

The City's property tax is levied each May on the assessed value listed as of the prior October 1 for all taxable real and personal property located in the City. The lien date is July 1 on the May 1 levy. Assessed values are established by the City Assessor at 70% of fair market value for all properties on the grand list as of October 1 each year. Taxes under $100 (amount not rounded) are due in one installment July 1; real and personal property taxes of over $100 (amount not rounded) are due in two installments July 1 and January 1. Motor vehicle taxes in excess of $100 (amount not rounded) are due in two installments July 1 and January 1. Delinquent taxes are assessed interest of 1.5% per month.

The City has also entered into various loan agreements with third parties related to its public housing programs. These loan agreements have been recorded as notes receivable within the Community Development Loan and Grant Fund. Under these agreements, the City has loaned money for the purpose of establishing and/or improving public housing units. The loans are secured by an interest in the property being acquired and/or improved. The programs consist of the House Hartford Program, the Home Ownership Appraisal GAP Financing Program, Home Program and the Housing Preservation Loan Program. In addition, the City has made several loans under the HUD Section 108 Program. The City develops an allowance for uncollectible amounts on a loan-by-loan basis.

Allowances for doubtful accounts

Accounts including property taxes and notes receivable for the primary government are reported net of allowance for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon collection history and analysis of creditor's ability to pay. The majority of amount relates to taxes receivable, housing loans and police special duty fees.

Inventories

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

Capital assets

Capital assets, which include land, buildings, equipment, and infrastructure assets, (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and proprietary fund financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest is capitalized in accordance with related guidance on enterprise and business-type capital assets.

Capital assets of the primary government, as well as the component unit, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	20
Buildings and building improvements	20-40
Other structures	15
Office furniture, equipment and PC hardware	5
Computer equipment	3-5
Shop, playground, and grounds maintenance equipment	10-20
Autos, trucks, construction vehicles	5-15
Infrastructure	25-70

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

Compensated absences

City employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination or retirement. Vacation and sick leave expenses to be paid in future periods are accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in governmental funds only for amounts that have become due. The general fund is typically used to liquidate the liability.

Long-term obligations

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

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

Fund equity and net assets

In the government-wide and proprietary fund financial statements, net assets are classified in the following categories:

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

Restricted Net Assets – These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.

Unrestricted Net Assets or Deficit – This category represents the net assets of the City, which are not restricted. A deficit will require future funding.

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

- Nonspendable Fund Balance – These amounts cannot be spent because they are not in spendable form, or because they are legally or contractually required to be maintained intact.
- Restricted Fund Balance – These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.
- Committed Fund Balance – This represents amounts constrained prior to year-end for a specific purpose by the City using its highest level of decision-making authority (City of Hartford Court of Common Council). Amounts remain committed until action is taken by the Court of Common Council (Resolution) to remove or revise the limitations.
- Assigned Fund Balance – Amounts constrained for the intent to be used for a specific purpose by the Director of Finance that has been delegated authority to assign amounts by the Court of Common Council.
- Unassigned Fund Balance – includes residual positive fund balance within the General Fund which has not been classified within the other abovementioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

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

Note 2. Cash, Cash Equivalents and Investments

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

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

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF) and the State Tax Exempt Proceeds Fund (TEPF). These investment funds are under the control of the State Treasurer, with oversight provided by the Treasurer's Cash Management Advisory Board, and are regulated under the State Statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic

cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the value of the position in the pool is the same as the value of the pool shares.

The City pension plan asset allocation parameters are as follows:

Equities	50%
Fixed income securities	48.5%
Cash	1.5%

The City has additional commitments to invest in certain alternative investments of approximately $29.3 million at June 30, 2012.

Deposits

City

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's deposit policy includes policies on the safety of principal, prudence, and financial dealings with institutions designed to mitigate custodial credit risk. As of June 30, 2012, $267,983 of the City's bank balance of $319,773 was uninsured and uncollateralized.

Hartford Parking Authority

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority' follows the City's deposit policies which include policies on the safety of principal, prudence, and financial dealings with institutions to mitigate custodial credit risk. As of June 30, 2012, $72 of the Authority's bank balance of $484 was uninsured and uncollateralized.

Cash and investments of the City consist of the following at June 30, 2012:

Cash and Cash Equivalents		
Deposits with financial institutions	$ 283,687	
State of Connecticut Short-Term Investment fund	19,639	
Total cash and cash equivalents	303,326	
Investments		
Non-Major Funds		
U.S. Government Agencies	508	*
U.S. Treasury	1,501	*
Corporate Bonds	3,216	*
Foreign Bonds	6,221	*
Common Stock	10,684	*
Other	702	
Total non-major funds	22,832	

Pension Trust Funds:		
U.S. Government Agencies	46,058	*
U.S. Treasury	96,167	*
Corporate Bonds	110,408	*
Foreign Bonds	27,027	*
Common Trusts	110,882	
Alternative Investments	94,338	
Common stock	396,364	*
Total pension trust funds	881,244	
Total investments	904,076	
Total cash, cash equivalents and investments	$ 1,207,402	

* These investments are uninsured and registered, with securities held by the counterparty, in the City's or the pension fund's name.

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

Statement of Net Assets	
Cash and cash equivalents	$ 232,757
Investments	22,832
Total statement of net assets	255,589
Fiduciary Funds:	
Cash and cash equivalents	70,569
Investments	881,244
	951,813
Total cash, cash equivalents and investments	$ 1,207,402

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City's and Pension Plan's formal investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's formal investment policy includes asset allocation percentage ranges to assist in limiting interest rate risk.

Foreign currency risk: The City's and Pension Plan's formal investment policy limits at any point in time, the exact level of investment in international equities to between seventeen percent and twenty-one percent of the total MERF portfolio. The City's exposure to foreign currency related to equities, fixed income securities and other domestic equities as of June 30, 2011, is as follows:

	Currency	Fair Value
Fixed Income Securities:	Euro Currency Unit	$ 8,013
	Japanese Yen	10,253
	Polish Zloty	3,293
	Peso	3,391
	British Pound Sterling	2,454
	Other foreign currencies	5,844
Equities:	Japanese Yen	16,725
	Euro Currency Unit	8,870
	British Pound Sterling	1,586
	South Korean Won	1,620
	Hong Kong Dollar	602
	Singapore Dollar	2,232
	Swiss Franc	1,921
	Other foreign currencies	4,152

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

		Investment Maturities (in Years)			
Summary of Investments and Interest Rate Risk	Fair Value	Less Than 1 Year	1-5 Years	5-10 Years	Greater Than 10 Years
Foreign Bonds	$ 33,248	$ 2,698	$ 10,513	$ 14,091	$ 5,946
U.S. Government Agencies	46,566	456	1,561	2,418	42,131
U.S. Treasury	97,668	589	30,475	15,859	50,745
Corporate Bonds	113,624	1,150	24,934	53,634	33,906
Common trusts	110,882	-	54,953	37,707	18,222
Pooled fixed income	19,639	19,639	-	-	-
				-	
TOTAL	$ 421,627	$ 24,532	$ 122,436	$ 123,709	$ 150,950

Credit risk - investments: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The City's and Pension Plan's investment policy further limits its investment choices including prohibiting investments in derivatives that are not used for the specific purposes identified in the City's Funding and Investment Policy Statement. Other prohibited transactions are identified in Article X of the Funding and Investment Policy Statement. The following are the actual ratings by Standard and Poors.

Actual Rating	Foreign Bonds	U.S. Gov't Agencies	Common Trusts	Corporate Bonds	Pooled Fixed Income
AAA	$ 1,382	$ 2,042	$ 40,164	$ 6,148	$ -
AAAm	-	-	-	-	-
AA+	864	35,052	-	2,221	-
AA	-	1,013	14,452	2,354	-
AA-	366	240	-	1,261	-
A+	681	1,139	-	4,992	-
A	4,729	870	2,337	7,880	-
A-	4,502	250	-	15,374	-
BBB+	530	284	-	7,792	-
BBB	-	1,606	36,726	11,037	-
BBB-	298	-	-	8,434	-
BB+	383	167	-	4,408	-
BB	-	-	11,929	3,535	-
BB-	-	-	-	10,859	-
B+	-	-	-	5,717	-
B	-	-	4,396	7,725	-
B-	-	-	-	6,095	-
CCC+	-	-	-	2,423	-
CCC	-	-	-	1,367	-
CCC-	-	-	-	-	-
CC	-	-	-	103	-
D	-	-	-	421	-
Unrated	19,513	3,903	878	3,478	19,639
	$ 33,248	$ 46,566	$ 110,882	$ 113,624	$ 19,639

Concentration of Credit Risk - The City's and Pension Plan's investment policy does not allow for an investment in securities that are not readily marketable in any one issuer that is in excess of five percent of the City's total portfolio. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Additionally, investment manager guidelines require that investments be broadly diversified so as to limit the impact of large losses in individual investments on the total portfolio.

Custodial Credit Risk - Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the City or that sells investments to or buys them for the City), the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's individual investments in fixed income securities, equities, U.S treasury securities, domestic corporate bonds, foreign bonds, and U.S government agency securities are uninsured and unregistered securities held by

a counterparty, or by its trust department or agent that are not in the City's name. The City's other investments are held in common trusts and alternative investments which, because they are evidenced by contracts rather than by securities, are not subject to custodial credit risk determination.

Note 3. Receivables

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

	General	Capital Improvement Fund	Community Development Loan and Grant Fund	Educational Grants	Nonmajor and Other Funds	Internal Service Fund	Total Governmental Funds
Receivables							
Taxes	$ 55,396	$ -	$ -	$ -	$ -	$ -	$ 55,396
Accrued interest on taxes	16,448	-	-	-	-	-	16,448
Intergovernmental	10,997	44,758	-	5,045	7,936	-	68,736
Accounts	9,497	-	-	-	3,383	848	13,728
Housing loans	-	-	66,470	-	-	-	66,470
Section 108-business loans	-	-	-	-	12,614	-	12,614
Gross receivables	92,338	44,758	66,470	5,045	23,933	848	233,392
Less:							
Allowance for uncollectibles:							
Taxes	(10,831)	-	-	-	-	-	(10,831)
Accrued interest on taxes	(4,111)	-	-	-	-	-	(4,111)
Accounts	(2,307)	(6,100)	-	-	(1,861)	-	(10,268)
Housing loans	-	-	(36,445)	-	-	-	(36,445)
Section 108-business loans	-	-	-	-	(3,000)	-	(3,000)
Total allowance	(17,249)	(6,100)	(36,445)	-	(4,861)	-	(64,655)
Net total receivables	$ 75,089	$ 38,658	$ 30,025	$ 5,045	$ 19,072	$ 848	$ 168,737

Note 4. Deferred Revenue/Unearned Revenue

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

Primary Government Unit	Deferred	Unearned	Total
General Fund:			
Delinquent property taxes	$ 42,903	$ -	$ 42,903
Accrued interest on delinquent property taxes	12,337	-	12,337
School building construction grant receivables	10,997	-	10,997
Other receivables	50	-	50
Capital Improvement Fund:			
Intergovernmental grants receivable	23,702	-	23,702
Community Development Loan and Grant:			
Housing loans and interest	30,014	-	30,014
Educational Grants:			
Grant drawdowns prior to meeting all eligibility requirements	570	4,172	4,742
Nonmajor and other funds:			
Grant drawdowns prior to meeting all eligibility requirements and other	1,125	8,470	9,595
Total deferred/unearned revenue for governmental funds, and/or governmental activities	$ 121,698	$ 12,642	$ 134,340

Note 5. Interfund Receivables, Payables and Transfers

During the course of operations, transactions are processed through a fund on behalf of another fund. A summary of interfund balances as of June 30, 2012 is presented below:

	Due From Other Funds	Due To Other Funds
Capital Improvement	$ 2,848	$ -
Nonmajor Governmental Funds	-	2,848
	$ 2,848	$ 2,848

The interfunds relate to loans made primarily between the Capital Improvement Fund and Nonmajor Governmental Funds. All of the balance is scheduled to be collected in the subsequent year.

A summary of interfund transfers is presented below:

	Transfers From Other Funds	Transfers To Other Funds
General Fund	$ 2,285	$ 38,921
Debt Service Fund	35,892	-
Educational Grants	1,847	-
Nonmajor Governmental Funds	3,029	4,882
Capital Improvement Fund	1,150	-
Hartford Parking Facilities	-	400
Total	$ 44,203	$ 44,203

Transfers from the General Fund to the Debt Service Fund represent the City's payment toward debt service on bonds outstanding. Transfers from the Hartford Parking Facilities enterprise fund to the General Fund represents a portion of net activity derived from the City's parking facilities. Transfers from the Nonmajor Governmental Funds to the General Fund primarily include net income derived from the City's police private duty services program. Transfers from Nonmajor Governmental Funds to the Educational Grants Fund represent monies collected on behalf of the Educational Grants Fund.

Note 6. Capital Assets

Capital asset activity for the year ended June 30, 2012 was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 68,706	$ -	$ (5,038)	$ -	$ 63,668
Construction in progress	206,364	83,584	-	(133,638)	156,310
Total capital assets, not being depreciated	275,070	83,584	(5,038)	(133,638)	219,978
Capital assets, being depreciated:					
Land improvements	23,417	111	(33)	434	23,929
Buildings	1,004,429	6,098	(705)	122,028	1,131,850
Other structures	24,885	1,215	(20)	2,511	28,591
Furniture and equipment	40,067	205	(347)	-	39,925
Rolling equipment	40,884	3,686	(2,031)	-	42,539
Infrastructure	451,895	638	-	8,665	461,198
Total capital assets being depreciated	1,585,577	11,953	(3,136)	133,638	1,728,032
Less accumulated depreciation for:					
Land improvements	(16,074)	(984)	-	(227)	(17,285)
Buildings	(259,633)	(26,014)	-	227	(285,420)
Other structures	(13,444)	(630)	-	-	(14,074)
Furniture and equipment	(36,489)	(773)	77	-	(37,185)
Rolling equipment	(29,936)	(2,733)	2,010	-	(30,659)
Infrastructure	(234,138)	(7,755)	-	-	(241,893)
Total accumulated depreciation	(589,714)	(38,889)	2,087	-	(626,516)
Total capital assets, being depreciated, net	995,863	(26,936)	(1,049)	133,638	1,101,516
Governmental activities capital assets, net	$ 1,270,933	$ 56,648	$ (6,087)	$ -	$ 1,321,494

	Beginning Balance	Additions	Disposals	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 8,428	$ -	$ -	$ 8,428
Total capital assets, not being depreciated	8,428	-	-	8,428
Capital assets, being depreciated:				
Land improvements	29	-	-	29
Parking garages	69,988	-	-	69,988
Other structures	3,202	-	-	3,202
Furniture, fixtures and equipment	272	-	-	272
Total capital assets, being depreciated	73,491	-	-	73,491
Less accumulated depreciation for:				
Land improvements	(10)	(1)	-	(11)
Parking garages	(18,920)	(1,717)	-	(20,637)
Other structures	(928)	(287)	-	(1,215)
Furniture, fixtures and equipment	(272)	-	-	(272)
Total accumulated depreciation	(20,130)	(2,005)	-	(22,135)
Total capital assets, being depreciated, net	53,361	(2,005)	-	51,356
Business-type activities capital assets, net	$ 61,789	$ (2,005)	$ -	$ 59,784

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

Governmental Activities:	
General government	$ 5,895
Public safety	3,360
Public works	17,831
Development and community affairs	260
Education	11,317
Recreation and culture	226
Total depreciation expense – governmental activities	$ 38,889
Business-type activities:	
Hartford Parking Facilities	$ 2,005

Construction Commitments

The City has the following authorized construction projects in the Capital Improvement Fund as of June 30, 2012. The projects include building construction and facility improvements, land and structure improvements to parks and cultural facilities, transportation improvement projects, and other capital improvement projects.

At year-end, the City's encumbrances and commitments with contractors are as follows:

	Cumulative Appropriations	Cumulative* Disbursements	Encumbrances* and Commitments	Unencumbered Balance
Public works - facilities	$ 57,220	$ 30,732	$ 1,171	$ 25,317
Public safety - facilities	87,100	77,237	7,868	1,995
Recreation and culture projects	89,729	78,968	4,873	5,888
Education projects	916,119	656,805	111,376	147,938
Public works - infrastructure	108,490	72,056	4,186	32,248
Local capital improvement projects	22,509	17,546	705	4,258
	$ 1,281,167	$ 933,344	$ 130,179	$ 217,644

* Excludes retainage payable recorded in the financial statements in the amount of $ 4.4 million at June 30, 2012.

Note 7. Leases

Operating leases

Lease Agreements as Lessor

The City leases certain building, land, and air space rights under operating leases. The agreements provide for minimum annual rentals plus contingent rentals based on a percentage of cash flow from the properties.

The total rental income from operating leases during 2012 amounted to $4.6 million. The cost of the buildings and land associated with these rental income amounts is estimated at $108.6 million with a carrying value of $71.4 million. Depreciation expense related to these properties was $2.1 million during the year.

Lease Agreements as Lessee

The City entered into a 15 year lease commencing on July 1, 2002 for the rental of office space from the Connecticut Constitution Associates, LLC for the various City departments and agencies. At the beginning of year six and year eleven, the base rent will be increased by an amount equal to the product of the base rent times 100% of the percentage increase, if any, of the CPI over the CPI at the commencement date or the first day of the sixth lease year, as the case may be. Future minimum lease payments are projected as follows.

2013 - 2017	$1,115

In addition to the base rent of $1,115, the City pays a proportionate share of the landlord's operating expenses and real estate taxes. During the fiscal year ended June 30, 2012, base rent and additional rent amounted to $2,419.

The City also has various other lease agreements. The table below represents all other future lease obligations:

2013	$	4,022
2014		2,952
2015		2,075
2016		1,559
2017		2,957

Note 8. Long-Term Liabilities

Governmental Activities

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2012, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	$ 293,745	$ 71,280	$ (43,215)	$ 321,810	$ 24,890
Less: deferred amounts	9,371	7,490	(1,064)	15,797	-
Total bonds payable	303,116	78,770	(44,279)	337,607	24,890
Other long-term liabilities:					
Compensated absences	36,389	7,677	(8,280)	35,786	9,041
HUD Section 108 loans	12,941	-	(327)	12,614	346
Arbitration accrual	483	-	(483)	-	-
Capital leases	3,031	-	(1,872)	1,159	1,002
CWF Serial Note	1,582	-	(85)	1,497	86
Net OPEB obligation	48,083	7,913	-	55,996	-
Net pension obligation	4,154	-	(85)	4,069	-
Claim and judgments	-	830	-	830	-
Risk management claims	26,655	97,393	(93,736)	30,312	15,000
Total other long-term liabilities	133,318	113,813	(104,868)	142,263	25,475
Total governmental activities long-term liabilities	$ 436,434	$ 192,583	$ (149,147)	$ 479,870	$ 50,365

2012 General Obligation Bond – In-substance Defeasance

On April 12, 2012, the City issued $21,280 of general obligation refunding bonds with interest rates ranging from 2.0% to 5.0%, of which were used to advance refund portions of the outstanding principal amounts of the general obligation bonds of the City dated July 15, 2004 and May 15, 2001 (the "Refunding Bonds.") Of the net proceeds of $22,741 (after payment of $244 in underwriters fees and other costs), $22,493 was placed in an irrevocable trust fund under an Escrow Agreement dated April 5, 2011 between the City and the Escrow Holder. The Escrow Holder used the proceeds to purchase a portfolio of non-callable direct obligations of the United States of America ("Government Obligations.") The Government Obligations will have maturities and interest rates sufficient to pay principal and interest payments and redemption premiums on the Refunding Bonds on the date the payments are due.

The City advance refunded the above bonds to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt of $891 and cash savings of $1,034.

The balance in the escrow was approximately $22,493 at June 30, 2012. The balance of the defeased bonds was approximately $21,250 at June 30, 2012. As a result, the refunded bonds are considered defeased and the liability has been removed from the basic financial statements. As of June 30, 2012, the

amount of defeased debt outstanding, but removed from the City's government-wide financial statements, amounted to the following:

April 2012 Refunding	$ 21,250

General Obligation Bonds

General obligation bonds represent long-term indebtedness backed by the full faith and credit of the City and are comprised of the following issues:

Date of Issue	Interest Rate (%)	Original Amounts	Maturity Dates	Annual Payment	Balance June 30, 2012
March 2003	4.25-5.25	30,225	2016	$1,250-2,340	10,390
July 2004	3.50-5.50	34,000	2023	1,600-1,800	3,600
June 2005	4.50-5.00	29,510	2020	1,050-3,600	23,295
June 2005	3.00-5.00	32,300	2024	1,700	22,100
June 2006	4.00-5.00	70,000	2025	3,685	51,590
June 2007	4.00-5.25	70,000	2026	3,680-3,685	55,260
September 2009	2.00-5.00	12,150	2018	1325-1435	9,325
April 2010	2.00-4.30	14,000	2029	735-740	13,260
April 2011	3.00-5.25	15,725	2024	1300-1325	15,725
April 2011	5.00	9,275	2031	-	9,275
February 2009	2.50-5.00	40,225	2022	2,115-2,120	35,985
April 2012	2.00-5.00	50,000	2032	2,500	50,000
April 2012	2.00-5.00	21,280	2023	100-1,895	21,280
December 1972	5.00	1,500	2012	250	125
February 1993	4.90-5.62	7,200	2013	600-1,200	600
					$ 321,810

The annual requirements to amortize all bonded debt outstanding as of June 30, 2012 are as follows:

Year Ended June 30,	Principal	Interest	Total
2013	$ 24,890	$ 14,398	$ 39,288
2014	24,835	13,623	38,458
2015	24,785	12,543	37,328
2016	24,775	11,400	36,175
2017	23,780	10,231	34,011
2018-2022	99,480	35,796	135,276
2023-2027	75,030	14,763	89,793
2028-2031	24,235	2,654	26,889
	$ 321,810	$ 115,408	$ 437,218

Clean Water Fund - Serial Notes Payable

The City has entered into a Clean Water Fund serial note payable to the State of Connecticut as part of a tower brook conduit extension project administered by the Metropolitan District. Principal in the amount of $85 and interest in the amount of $31 was paid in the 2011-12 fiscal year. Future annual requirements are as follows:

Year Ended June 30,	Principal	Interest	Total
2013	$ 86	$ 29	$ 115
2014	88	27	115
2015	90	26	116
2016	92	24	116
2017	94	24	118
2018-2022	498	90	588
2023-2027	549	39	588
	$ 1,497	$ 259	$ 1,756

The City's indebtedness ($722.2 million) does not exceed the legal debt limitation as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Net Indebtedness	Balance
General purpose	$ 615,348	$ 362,060	$ 253,288
Schools	1,230,697	286,449	944,248
Sewer	1,025,580	73,694	951,886
Urban renewal	888,836	-	888,836
Pension deficit	820,464	-	820,464

The total overall statutory debt limitation for the City is equal to seven times annual receipts from taxation ($1.9 billion).

The indebtedness reflected above includes bonds outstanding in addition to the amount of bonds authorized and unissued against which debt is issued and outstanding. School building grants totaling $11.0 million are applicable to outstanding bond issues.

Total bonds authorized and unissued as of June 30, 2012 were:

Description	Authorized/ Unissued
General Purpose	$ 93,501
Schools	175,298
Sewers	8,578
Total	$ 277,377

Housing and Urban Development (HUD) Section 108 Loans

The future annual requirements are as follows:

Year Ended June 30,	Principal	Interest	Total
2013	$ 346	$ 239	$ 585
2014	365	217	582
2015	389	210	599
2016	764	200	964
2017	784	187	971
2018-2022	3,023	818	3,841
2023-2027	3,374	593	3,967
2028-2032	3,569	259	3,828
	$ 12,614	$ 2,723	$ 15,337

Capital Leases

The City has entered into multi-year capital leases for the purchase of various vehicles and equipment. Principal payments for 2012 were $1,872. The following is a summary of capital lease commitments as of June 30, 2012:

Year Ended June 30,	Amount
2013	$ 1,002
2014	194
Total lease payments	1,196
Less: amount representing interest	37
Present value of minimum lease payments	$ 1,159

The City originally issued $13,514 in capital lease financing agreements to purchase vehicle and equipment capital assets. The net undepreciated value approximates the principal balance payable of $1.2 million at June 30, 2012.

Compensated Absences

Employees can accumulate additional amounts of unused vacation and sick leave (as determined by individual union contracts) until termination of their employment. At termination pay-out provisions as determined by individual union contract provides for payments to vested employees net of provisions to exchange selected amounts of accumulated sick time for pension service years. Payments to employees are appropriated from the General Fund.

The following is a summary of management's estimate of vested and non-vested potential liability for lump sum payments to employees.

	June 30, 2012
BOE:	
Sick	$ 16,053
Vacation	2,285
CITY:	
Sick	12,823
Vacation	4,625
Total	$ 35,786

Business-Type Activities

Changes in Long-Term Liabilities

Long-term liabilities for the year ended June 30, 2012, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Business-Type Activities:					
General obligation bonds	$ 28,040	$ -	$ 1,425	$ 26,615	$ 1,485
Less: deferred amounts	(1,664)	-	(210)	(1,454)	-
Total bonds payable	$ 26,376	$ -	$ 1,215	$ 25,161	$ 1,485

The annual requirements to amortize all general obligation bond debt outstanding as of June 30, 2012 are as follows:

Year Ended June 30,	Principal	Interest	Total
2013	$ 1,485	$ 1,273	$ 2,758
2014	1,565	1,197	2,762
2015	1,645	1,117	2,762
2016	1,730	1,031	2,761
2017	1,820	939	2,759
2018-2022	10,630	3,166	13,796
2023-2027	7,740	539	8,279
	$ 26,615	$ 9,262	$ 35,877

General obligation bonds represent long-term indebtedness backed by the full faith and credit of the City. Parking facility bonds recorded in the Hartford Parking facilities enterprise fund are comprised of the following:

Morgan Street Garage - Refunding bonds issued 2005; final maturity August 1, 2024; interest at 3.0% to 5.5%	$ 26,615

Bond Anticipation Notes

Bond Anticipation Notes activity was as follows:

Beginning balance, July 1, 2011	$ 45,350
Issuances	52,500
Retired/Matured	(45,350)
Ending balance, June 30, 2012	$ 52,500

The bond anticipation note outstanding at year-end was issued March 31, 2012 and is due April 12, 2013 with interest at 2.0%. The purpose of the bond anticipation note is to finance various ongoing City construction projects.

In previous years the City has defeased general obligation bonds by placing the proceeds of the new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. At June 30, 2012, the following bonds outstanding are considered defeased:

Year of Original Issue	Date Refunded	Refunded Amount	Defeased Balance
1998	06/01/2005	$ 13,185	$ 13,185
2000	06/01/2005	10,000	10,000
2001	06/01/2005	10,350	10,350
2000	04/01/2005	31,285 *	29,570
2009	09/30/2009	12,150	12,825
2004	04/12/2012	17,800	17,800
2001	04/12/2012	3,450	3,450

* Morgan Street Garage Revenue Bonds

Note 9. Deficit Fund Equity

Nonmajor Funds:	
Vehicle Equipment & Techonology	$ 1,520
Miscellaneous Grants	5,314
Health Grants	17
ARRA Capital Grants	92
Capital Lease	579
Internal Service Funds:	
Workers' Compensation	16,505
Liability and Property Damage	5,752
	$ 29,779

The City anticipates financing the Vehicle Equipment and Technology deficit through future operations and lease proceeds. The Internal Service Funds deficit will be covered through future premiums.

Note 10. Risk Management

The City has established a risk management program (Internal Service Funds) to account for and finance its uninsured risks of loss for employee benefits, workers' compensation, and liability and property damage. Under this program, the fund provides coverage for up to a maximum of $250 thousand in health insurance claims for each individual per claim year, $2 million for each worker's compensation claim, $500 thousand for each auto and general liability claim, $100 thousand for each property damage claim and $250 thousand per occurrence for public officials' claims. The City purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss. Settled claims have not exceeded either the self insured retention or the commercial coverage in any of the past three fiscal years. Workers' compensation salary continuation is paid from the employee's respective department budget.

The General Fund makes payments to the Self Insurance Fund based on actuarial or underwriting estimates of the amounts needed to pay current-year claims and administrative expenses and to maintain a reserve for unanticipated and future losses. The claims liability of $30.3 million, reported in the fund at June 30, 2012 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's claims liability amount in fiscal years 2012 and 2011 were:

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Ending Fiscal Year Liability
Self-Insurance Fund:				
2010-2011	$ 27,734	$ 85,051	$ 86,130	$ 26,655
2011-2012	26,655	97,393	93,736	30,312

Note 11. Commitments and Contingencies

Contractual commitments

On June 30, 1982, the City entered into a service agreement with the Connecticut Resources Recovery Authority (CRRA) to which it is estimated a service fee of $2.4 million per year for five years of solid waste for processing. The service fee is subject to annual revision based on the net cost of operating the facility. The service agreement expires in 2017.

Statutory commitments

The City is a member of the Metropolitan District (a quasi-municipal corporation that provides water supply and sewerage collection and disposal facilities for members), and is contingently liable for $63.4 million or 28.0% of the debt of the District.

Contingencies

The City, its officers and employees, are defendants in numerous lawsuits. The City is insured for damages (see Note 10). Judgments or settlements for less than the deductible are paid from the General Fund. Corporation Counsel expects that none of the cases currently in litigation, if adversely decided, would have a negative impact on the finances of the City. The City has recorded $830 in the government-wide financial statements to cover probable claims.

Note 12. Other Postemployment Benefits

The City, in accordance with various collective bargaining agreements, is committed to provide health and other benefits to eligible retirees and their spouses. Benefits are established and amended through negotiations between the City and the various unions representing City employees. The City pays the full cost of life insurance premiums. The percentage contribution of employees and retirees for medical benefits are negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts towards the cost of receiving benefits under the City's self-insured medical benefits program. The City provides post-retirement benefits through a single-employer defined benefit plan. The post-retirement plan does not issue stand-alone financial reports.

Funding policy

The City currently funds claims and administrative costs for postemployment benefits through its self-insured internal service funds. The City has worked in conjunction with health benefits consultants to establish a health benefits fund structure that is both premium-based, similar to a fully insured process, and isolates legacy costs versus ongoing employees while combining actives and retirees into one process. In order to isolate legacy costs from ongoing employees, three groups were created that support a phased strategy to funding where the first group is retirees before June 30, 2009 which remains pay-as-you-go with no amortization of prior service cost. The second group includes actives hired prior to July 1, 2009 and retired since then and provides funding of normal cost, including an accrual for future benefits, but no amortization of prior service cost. Finally, the third group is new hires since July 1, 2009 and is actuarially funded and claims paid, both current and future benefits. Groups 2 and 3 envision that a trust fund will be established while all 3 groups have distinct discount rates as provide for by GASB.

The City has not implemented a trust fund, as of June 30, 2012, to irrevocably segregate assets to fund the liability associated with postemployment benefits, which would require the reporting of a trust fund in accordance with GASB guidelines.

The following is the current census of City benefit participants as of July 1, 2011:

	Life *(not rounded)*	Medical *(not rounded)*
Active members	3,999	2,503
Retirees and spouses	2,218	3,079
Total	6,217	5,582

Postemployment retiree benefit payments for the year ended June 30, 2012, net of retiree and other contributions, amounted to $10,728.

Annual OPEB Cost and Net OPEB Obligations

The City of Hartford's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of occurrence of future events. Assumptions include future employment, mortality, and healthcare and other benefit cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actuarial results are compared with past expectations and new estimates are made about the future.

The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

	Other Post-Employment Benefits (OPEB)
Annual required contribution (ARC)	$ 18,322
Interest on net OPEB obligation	2,710
Adjustment for Net OPEB obligation	(2,391)
Annual OPEB cost	18,641
Contributions made	(10,728)
Increase in net OPEB obligation	7,913
Net OPEB obligation, beginning of year	48,083
Net OPEB obligation, end of year	$ 55,996

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the fiscal year ended June 30, 2010, 2011 and 2012 is presented below.

Fiscal Year Ending	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation
6/30/10	$ 25,084	$ 10,343	41.2%	$ 42,907
6/30/11	16,254	11,078	68.2%	48,083
6/30/12	18,641	10,728	57.6%	55,996

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

ACTUARIAL ASSUMPTIONS - OPEB

Valuation Date:	July 1, 2011
Actuarial Cost Method:	Projected Unit Credit
Asset Valuation Method:	N/A
Amortization Method:	Level Percent, Closed
Remaining Amortization Period:	30 Years Decreasing
Actuarial Assumptions:	
Discount Rate:	Group 1 – 5% per annum; Group 2 – 6.5% per annum; Group 3 – 8.0% per annum
Projected salary increase:	Group 1 – 5% per annum; Group 2 – 6.5% per annum; Group 3 – 8.0% per annum
Inflation Rate:	3.0%
Health Cost Trend Rates:	Annual increases in premium for retired medical and benefits are assumed to be as follows:

Year After Valuation Date	Blended Increase
2011	9.0%
2012	8.5%
2013	8.0%
2014	7.5%
2015	7.0%
2016	6.5%
2017	6.0%
2018	5.5%
2019 & after	5.0%

Dental Trend Rate:	5.0%

The schedule of funding progress is as follows:

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded Accrued Liability (UAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/11	-	261,782	261,782	0.0%	$ 326,820	80.1%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Note 13. Employee Retirement Systems and Pension Plans

There are four defined benefit pension plans for employees of the City of Hartford. Two are single-employer plans, one is a cost sharing multiple-employer plan with the State of Connecticut, and one is a plan with the State of Connecticut for certified teachers at the Board of Education in which the City is a noncontributing employer.

The two single employer plans are administered by the City. The plans provide retirement, disability and survivorship benefits for all retired employees, in accordance with provisions which are subject to bargaining with unions representing most of the employees. The City provides retirement benefits for employees hired since 1947, through the City MERF, a contributory, defined benefit plan. Employees hired before the current City MERF went into effect on May 1, 1947 are paid from an unfunded program known as the RAF/PBF/FRF Plan. There are no remaining active members and the unfunded liability is decreasing rapidly.

An actuarial valuation survey is made annually on the City Municipal Employees' Retirement Fund (City MERF) and the Section 415 Plan, and at least every five years for the RAF/PBF/FRF Plan.

The City also administers an excess benefit plan established to fund that portion of certain retirees' pension benefits that exceed the limits permitted under Section 415 of the Federal Internal Revenue Code (IRC).

City of Hartford Municipal Employees' Retirement Fund (City MERF)

Plan Description

The City MERF is considered to be part of the City of Hartford's financial reporting entity and is included in the City's financial statements, as a pension trust fund. Individual stand-alone statements are not issued.

The City MERF was established as part of the City Charter.

As of the actuarial valuation date, July 1, 2011, City MERF membership consisted of:

	(not rounded)
Retirees and beneficiaries currently receiving benefits	2,920
Terminated employees entitled to benefits but not yet receiving them	126
Active plan members	2,251
Total	5,297

The City provides retirement benefits, for employees hired since May 1, 1947, through the City MERF, a single employer, contributory defined benefit plan. Under the Plan, all full-time employees, except teachers and members of certain union groups who have elected to join the State Municipal Employees' Retirement Fund (State MERF-B), are eligible. Employees are 100 percent vested after 5 or 10 years of service depending on the covered group. If an employee leaves covered employment or dies before becoming vested, accumulated employee contributions are returned with interest.

Summary of Significant Accounting Policies, Plan Changes and Plan Asset Matters

Basis of Accounting: City MERF financial statements are prepared using the accrual basis of accounting. Employee contributions are recognized as revenues in the period in which employee services are performed and are due. Employer contributions to the plan are recognized when due and the City has made a formal commitment to provide the contributions. Benefit payments and refunds are payable when due and payable in accordance with the terms of the Plan. Investments are reported at fair value.

In governmental funds, expenditures are recognized when they are paid or are expected to be paid with current available resources. In governmental activities, expense is recognized based on actuarially required contributions. The net pension obligation (asset), the cumulative difference between annual pension cost and the City's contributions to the plans since 1986, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 27. The pension obligation (asset) is recorded as a noncurrent liability (asset) in the government-wide financial statements.

Plan Changes

The valuation reflects plan improvements in both vesting and retirement eligibility for non-bargaining employees of the Board of Education and members of HSSSA. In addition, employee contribution rates increased for certain groups.

There were no investments in, loans to or leases with any City MERF official, City of Hartford official, party related to a City MERF official or City of Hartford official, or organization included in the City of Hartford reporting entity.

Funding Policy

Sworn police officers hired before July 1, 1999 and firefighters are required to contribute 8% of pay. Sworn police officers hired after June 30, 1999 are required to contribute 6.5% of pay. Non-sworn police employees are required to contribute 4% of social security-taxed wages and 7% above the social security-taxed level. Board of Education and General Government employees contribute between 3% and 10.14% of social security-taxed wages and between 6% and 13.14% of wages above the social security-taxed level, depending on their union or non-union grouping. The City is required to contribute the remaining amounts necessary to finance the coverage for its employees. Benefits and contributions are established by the City and may be amended only by the City Council through union negotiation.

Annual Pension Cost and Net Pension Obligations

The City's annual pension cost and net pension obligation to the City MERF for the current year was as follows:

Annual required contribution, July 1, 2011 valuation	$	27,600
Interest on net pension obligation		332
Adjustment to annual required contribution		(417)
Annual pension cost		27,515
Contributions made		27,600
Decrease in net pension obligation		(85)
Net pension obligation, beginning of year		4,154
Net pension obligation, end of year	$	4,069

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal and contractual funding limitations.

The annual required contribution for the current year was determined as part of the MERF actuarial valuation dated July 1, 2011. The actuarial method and assumptions used in the July 1, 2011 valuation are presented below:

Valuation date	July 1, 2011
Actuarial Method	Entry Age Normal Actuarial Cost Method
Amortization Method	Level Dollar Amount
Remaining Amortization Method	17.84 years – open period
Asset Valuation Method	Four-year smoothed market value
Actuarial assumptions:	
Investment rate of return	8.00%
Projected salary increases	Projected salary which vary by age and group
Inflation Rate	3.00%
Cost of Living Adjustments	None

Trend Information

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ended	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation
06/30/10	$ 9,490	$ 10,840	114.00%	$ 4,236
06/30/11	18,846	18,846	100.00%	4,154
06/30/12	27,515	27,600	100.00%	4,069

The aggregate actuarial cost method that is used for calculating the annual required contribution does not separately identify unfunded actuarial accrued liabilities. Rather, it effectively amortizes them over the average remaining life of active plan members, as part of normal cost. The aggregate actuarial cost method (first adopted for the 1969 valuation) is used for determining the funding requirements for the City MERF.

The Schedule of Funding Progress represented below, including the funded status, has been developed using the Entry Age Actuarial Cost method, and the information presented is intended to approximate the funded status and funding progress of the plan.

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded/ (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/11	$ 1,017,602	$ 1,218,900	$ 201,298	83.5%	$ 136,555	147.4%

Historical Trend Information – The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

RAF/PBF/FRF Plan

Plan Description

As discussed above, the City pays retirement and survivor benefits to pensioners under an unfunded program basis which covered City employees hired before the current City MERF went into effect on May 1, 1947. These programs are combined into one pension trust fund for reporting in the City's financial statements. Individual stand-alone financial statements are not issued. The unfunded liability for this Plan is decreasing rapidly and has no remaining active members.

There are 151 (not rounded) retirees covered by this plan as of the actuarial valuation dated July 1, 2009.

Summary of Significant Accounting Policies and Plan Asset Matters

The annual required contribution (ARC) and the annual pension cost represent the actual benefits paid during the year. The annual required contribution is based upon actuarial calculations. The Plan was closed to new members on May 1, 1947 and there are no remaining active members. The unfunded liability for this Plan is rapidly decreasing. The City has determined that the Plan did not have a net pension obligation (NPO) as calculated in accordance with the transition requirements of GASB Statement No. 27. All contributions since the transition have been made in accordance with the actuarial required contribution and are based upon actuarially sound funding methodology.

Funding Policy

Funds are budgeted in the General Fund to cover pension benefits paid each year. Annual contributions are equal to the annual benefit payments. Retired policemen contribute 1% of pension payments. Benefits and contributions were established by City Charter and are not subject to amendment.

Annual Pension Cost and Net Pension Obligation

The City's annual pension cost, which is equal to the annual benefit payments, for the current year amounted to $1.1 million. The Plan did not have a net pension obligation as of June 30, 2012.

The actuarial method and assumptions are presented below:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	N/A
Remaining Amortization Method	Closed – no amortization period
Actuarial assumptions:	
Investment rate of return	8.00%
Projected salary increases	None
Inflation Rate	3.00%
Cost of Living Adjustments	None

Trend Information

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ended	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation
06/30/10	$ 1,521	$ 1,521	100.00%	$ -
06/30/11	1,354	1,354	100.00%	-
06/30/12	1,097	1,097	100.00%	-

The actuarial accrued liability is the calculated present value of expected payments to be made from this Plan.

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL)	Unfunded/ (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/09	$ -	$ 6,653	$ 6,653	0.0%	N/A	N/A

City of Hartford 415 (m) Fund

Plan Description

This plan currently covers eleven (11) retirees and no active employees as of June 30, 2012 and is administered by the City. This unfunded plan is an excess benefit plan and was adopted by the Common Council on March 24, 1997. The plan was established to fund that portion of certain retirees' pension benefits that exceed the limits permitted under Section 415 of the Federal Internal Revenue Code (IRC).

Funding Policy

Funds are budgeted in the General Fund to cover pension benefits paid each year. Annual contributions are equal to the annual benefit payments. The Plan was adopted on March 24, 1997 and there are no active members. The unfunded liability for this Plan is rapidly decreasing. Since the effective date for the plan was March 24, 1997, the Plan did not have a net pension obligation (NPO) as calculated in accordance with the transition requirements of GASB Statement No. 27. Benefits and contributions were established by City Charter and are not subject to amendment.

Annual Pension Cost and Net Pension Obligation.

The City's annual pension cost, which is equal to the annual benefit payments, for the current year amounted to $121. The Plan does not have a net pension obligation. The City's annual pension cost is equal to the actual contribution made (annual benefit payments).

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar
Remaining Amortization Method	Closed – no amortization period
Actuarial assumptions:	
Investment rate of return	8.00%
Projected salary increases	None
Inflation Rate	3.00%
Cost of Living Adjustments	None

Trend Information

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ended	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation
06/30/12	121	121	100.00%	-

The actuarial accrued liability is the calculated present value of the expected payments to be made for this unfunded plan.

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL)	Unfunded/ (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/11	$ -	$ 521	$ 521	0.0%	N/A	N/A

State MERF-B

Members of City AFSCME Local 1716 and members of Local 566, which consisted of 524 members on June 30, 2010, participate in the Municipal Employees' Retirement Fund (MERF), a cost-sharing multiple-employer public employee retirement system (PERS) established by the State of Connecticut and administered by the State Retirement Commission to provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to the employees and beneficiaries of participating municipalities. Chapter 113 Part II of the General Statutes of Connecticut, which can be amended by legislative action, establishes PERS benefits, member contribution rates, and other plan provisions. MERF is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 55 Elm Street, Hartford, Connecticut 06106 or by calling 860-702-3480.

Funding Policy - Plan members are required by State Statute to contribute 2-1/4% of earnings upon which Social Security tax is paid plus 5% of earnings on which no Social Security tax is paid. Each participating municipality is required to contribute at an actuarially determined rate. The contribution requirements of the City are established and may be amended by the State Retirement Commission. Total contributions to MERF for the years ended June 30, 2012, 2011 and 2010 were $5.8 million, $3.4 million and $2.9 million, respectively, equal to the City's required contributions for each year.

Teachers' Retirement System

All City of Hartford certified teachers participate in the State of Connecticut Teachers' Retirement System, a cost-sharing multiple-employer public employee retirement system (PERS), established under Section 10.183 of the General Statutes of the State of Connecticut. A teacher is eligible to receive a normal retirement benefit if he or she has: (1) attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut, or (2) attained any age and has accumulated thirty-five years of credited service, at least twenty-five years of which are service in the public schools of Connecticut.

The Board of Education withholds 7.25% of all teachers' annual salaries, $10.0 million in fiscal year 2012, and transmits the funds to the State Teachers' Retirement Board.

The retirement system for teachers is funded by the State based upon the recommendation of the Teachers' Retirement Board. Such contribution includes amortization of actuarially computed unfunded liability. The City does not have any liability for teacher pensions. For the year ended June 30, 2012 the City has recorded, in the General Fund, intergovernmental revenue and education expenditures in the amount of $28.2 million as payments made by the State of Connecticut on-behalf of the City.

The State of Connecticut Teacher Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 55 Elm Street, Hartford, Connecticut 06106.

Pension Trust Funds

The City maintains two pension trust funds (Municipal Employees' Retirement Fund and the RAF/PBF/FRF) to account for its fiduciary responsibility. The following schedules present the net assets held in trust for pension benefits at June 30, 2012 and the changes in net assets for the year then ended.

	Municipal Employees' Retirement Fund	RAF/PBF FRF Plan	Total Trust Funds
ASSETS			
Cash and cash equivalents	$ 69,668	$ -	$ 69,668
Investments:			
U.S. Treasury	96,167	-	96,167
Alternative Investments	94,338	-	94,338
Common Stock	396,364	-	396,364
Corporate Bonds	110,408	-	110,408
Foreign Bonds	27,027	-	27,027
Common Trust	110,882	-	110,882
U.S. Government Agencies	46,058	-	46,058
Accrued investment earnings	3,094	-	3,094
Loan receivable	1,000	-	1,000
Total assets	955,006	-	955,006
LIABILITIES			
Accounts payable and accrued liabilities	196	-	196
Net settlement due on investments purchased/sold	8,338	-	8,338
Total liabilities	8,534	-	8,534
Net Assets Held in Trust for Pension Benefits	$ 946,472	$ -	$ 946,472

	Municipal Employees' Retirement Fund	RAF/PBF/FRF Plan	Total Trust Funds
Addition			
Contributions:			
Employer - ARC	$ 26,642	$ 1,208	$ 27,850
Employer - other	845	-	845
Plan members	8,635	-	8,635
Total contributions	36,122	1,208	37,330
Investment Income:			
Net appreciation in fair value of investments	8,502	-	8,502
Interest and dividends	16,217	-	16,217
Total investment income	24,719	-	24,719
Less investment expense	4,409	-	4,409
Net investment income	20,310	-	20,310
Deductions			
Benefits	90,668	1,208	91,876
Administration	1,984	-	1,984
Other	373	-	373
Total deductions	93,025	1,208	94,233
Net decrease	(36,593)	-	(36,593)
Net Assets Held in Trust for Pension Benefits			
Beginning of year	983,065	-	983,065
End of year	$ 946,472	$ -	$ 946,472

Note 14. Governmental Funds – Fund Balance

Below is a table of fund balance categories and classifications at June 30, 2012 for the City governmental funds:

	General Fund	Capital Improvement Fund	Community Development Loan and Grant	Debt Service	Educational Grants	Nonmajor Governmental Funds
Fund balances:						
Non-spendable:						
Permanent funds	$ -	$ -	$ -	$ -	$ -	$ 8,359
Inventory	-	-	-	-	-	347
Total non-spendable	-	-	-	-	-	8,706
Restricted:						
Development and community affairs	-	-	2,419	-	-	2,877
Recreation and Culture	-	-	-	-	-	8,921
Human services	-	-	-	-	-	3,613
Education	-	-	-	-	1,416	2,922
Capital projects	-	-	-	-	-	9,614
Total restricted	-	-	2,419	-	1,416	27,947
Committed:						
Capital projects	-	2,182	-	-	-	1,670
Debt service	-	-	-	3,811	-	-
Education	-	-	-	-	-	-
Total committed	-	2,182	-	3,811	-	1,670
Assigned:						
Recreation	3	-	-	-	-	-
Benefits	2,400	-	-	-	-	-
Education	1,929	-	-	-	9,585	-
Total assigned	4,332	-	-	-	9,585	-
Unassigned:						
General government	25,781	-	-	-	-	-
Fund deficit	-	-	-	-	-	(7,522)
Total unassigned	25,781	-	-	-	-	(7,522)
Total fund balance	$ 30,113	$ 2,182	$ 2,419	$ 3,811	$ 11,001	$ 30,801

Note 15. Governmental Accounting Standards Board (GASB) Statements

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

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

- **GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements***, issued November 2010, will be effective for the City beginning with its year ending June 30, 2013. This Statement is intended to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. Specifically, this Statement improves financial reporting by establishing recognition, measurement, and disclosure requirements SCAs for both transferors and governmental operators, requiring governments to account for and report SCAs in the same manner, which improves the comparability of financial statements. This Statement also improves the decision usefulness of financial reporting by requiring that specific relevant disclosures be made by transferors and governmental operators about SCAs.
- **GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34***, issued November 2010, will be effective for the City beginning with its year ending June 30, 2013. This Statement is intended to improve financial reporting for a governmental financial reporting entity by improving guidance for including, presenting, and disclosing information about component units and equity interest transactions of a financial reporting entity. The amendments to the criteria for including component units allow users of financial statements to better assess the accountability of elected officials by ensuring that the financial reporting entity includes only organizations for which the elected officials are financially accountable or that are determined by the government to be misleading to exclude. The amendments to the criteria for blending also improve the focus of a financial reporting entity on the primary government by ensuring that the primary government includes only those component units that are so intertwined with the primary government that they are essentially the same as the primary government, and by clarifying which component units have that characteristic.
- **GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements***, issued January 2011, will be effective for the City beginning with its year ending June 30, 2013. This Statement is intended to enhance the usefulness of the Codification of Governmental Accounting and Financial Reporting Standards by incorporating guidance that previously could only be found in certain FASB and AICPA pronouncements. This Statement incorporates into the GASB's authoritative literature the applicable guidance previously presented in the following pronouncements issued before November 30, 1989: FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the AICPA's Committee on Accounting Procedure. By incorporating and maintaining this guidance in a single source, the GASB believes that GASB 62 reduces the complexity of locating and using authoritative literature needed to prepare state and local government financial reports.
- **GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position***, issued July 2011, will be effective for the City beginning with its year ending June 30, 2013. This Statement is intended to improve financial reporting by providing citizens and other users of state and local government financial reports with information about how past transactions will continue to impact a government's financial

statements in the future. This Statement provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities deferred inflows of resources, and net position (which is the net residual amount of the other elements). The Statement requires that deferred outflows of resources and deferred inflows of resources be reported separately from assets and liabilities. This Statement also amends certain provisions of Statement No. 34, Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments, and related pronouncements to reflect the residual measure in the statement of financial position as net position, rather than net assets.

- **GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities***, was issued March 2012. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The provisions of this Statement will be effective for the City beginning with its year ending June 30, 2014.

- **GASB Statement No. 66, *Technical Corrections—2012*,** was issued in March 2012. *The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.* The provisions of this Statement will be effective for the City beginning with its year ending June 30, 2014.

- **GASB Statement No. 67, *Financial Reporting for Pension Plans an amendment of GASB Statement No. 25***, was issued in June 2012. The objective of this Statement is to improve financial reporting by state and local governmental pension plans. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. This Statement replaces the requirements of Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and No. 50, *Pension Disclosures,* as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement and to defined contribution plans that provide postemployment benefits other than pensions. The provisions of this Statement will be effective for the City beginning with its year ending June 30, 2014.

- **GASB Statement No. 68, *Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27***, was issued in June 2012. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. The provisions of this Statement will be effective for the City beginning with its year ending June 30, 2015.

Required Supplementary Information

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL
(NON-GAAP BASIS) - GENERAL FUND
For the Year Ended June 30, 2012
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
GENERAL PROPERTY TAX				
Current year's levy	$ 259,394	$ 257,644	$ 257,693	$ 49
Levy of prior years	5,050	5,050	11,111	6,061
Interest and liens	2,800	2,800	4,131	1,331
Proceeds from lien sales	7,900	7,900	3,159	(4,741)
Total general property tax	275,144	273,394	276,094	2,700
OTHER LOCAL TAXES				
Business taxes	900	900	1,151	251
LICENSES, PERMITS, FEES AND OTHER				
Street use	24	24	28	4
Business Licenses:				
Health licenses	300	300	354	54
Police and protection licenses	45	45	39	(6)
Professional and occupational licenses	7	7	6	(1)
Total business licenses	352	352	399	47
Non-Business Licenses and Permits:				
Building structure and equipment permits	4,876	4,876	5,571	695
Other non-business licenses and permits	78	78	85	7
Total non-business licenses and permits	4,954	4,954	5,656	702
Total licenses and permits	5,330	5,330	6,083	753
FINES, FORFEITS AND PENALTIES	240	240	216	(24)
REVENUE FROM USE OF MONEY AND PROPERTY				
Income from investments	234	234	399	165
Income from use of property	923	923	590	(333)
Income from development properties	4,021	4,021	3,984	(37)
Total revenue from use of money and property	5,178	5,178	4,973	(205)

See Note to Required Supplementary Information.

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL
(NON-GAAP BASIS) - GENERAL FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
INTERGOVERNMENTAL REVENUE				
Federal Government	60	60	219	159
State of Connecticut:				
Education	191,986	191,986	191,983	(3)
Housing	405	405	546	141
Public Works	613	613	609	(4)
Elderly Services	260	260	221	(39)
Mashantucket Pequot Fund	8,768	8,768	7,236	(1,532)
Payment in Lieu of Taxes	46,431	46,431	46,966	535
Shared Taxes	250	250	282	32
Other	55	3,697	4,283	586
Total State of Connecticut	248,768	252,410	252,126	(284)
Total intergovernmental revenue	248,828	252,470	252,345	(125)
CHARGES FOR SERVICES				
General Government:				
Recording legal instruments	300	300	266	(34)
All other	1,142	1,142	1,216	74
Total general government	1,442	1,442	1,482	40
Public Safety:				
Police charges	76	76	72	(4)
Fire protection services	174	174	161	(13)
Total public safety	250	250	233	(17)
Public Works:				
Highways and streets	1	1	1	-
Sanitation	60	60	84	24
Total public works	61	61	85	24

See Note to Required Supplementary Information.

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND REVENUES AND OTHER FINANCING SOURCES - BUDGET AND ACTUAL
(NON-GAAP BASIS) - GENERAL FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
CHARGES FOR SERVICES, Cont'd.				
Other:				
Health	6	6	12	6
Social Services				-
Recreation	10	10	9	(1)
Miscellaneous	118	118	38	(80)
Total other	134	134	59	(75)
Total charges for services	1,887	1,887	1,859	(28)
REIMBURSEMENTS				
Other	320	320	304	(16)
Reimbursements from other funds	3,107	3,107	3,097	(10)
Total reimbursements	3,427	3,427	3,401	(26)
OTHER REVENUES				
Settlements	25	25	30	5
Miscellaneous	632	632	1,850	1,218
Total other revenues	657	657	1,880	1,223
OTHER FINANCING SOURCES				
Transfers in from other funds:				
Hartford Parking Facilities Fund	1,950	1,950	400	(1,550)
Operating Transfers In				-
Special Police Services	1,750	1,750	1,885	135
Capital Improvement Fund	100	100	193	93
Premium from Bond Sale	555	555	555	-
Total other financing sources	4,355	4,355	3,033	(1,322)
TOTAL	$ 545,946	$ 547,838	551,035	$ 3,197

Budgetary revenues are different than GAAP revenues because:	
State of Connecticut on-behalf contributions to the State Teachers' Retirement System for City teachers are not budgeted	28,237
Effect of GASB No. 54.	399
Budgetary revenues derived from reimbursements for expenditures allocated to other funds are excluded for GAAP financial statement reporting purposes	(3,097)
Total Revenues and Other Financing Sources as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 576,574

See Note to Required Supplementary Information.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND EXPENDITURES, ENCUMBRANCES AND OTHER FINANCING USES
(NON-GAAP BUDGETARY BASIS) - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
GENERAL GOVERNMENT				
Mayor	$ 700	$ 695	$ 685	$ 10
Court of Common Council	526	486	471	15
City Treasurer	522	452	369	83
Registrars of Voters	764	947	947	-
Corporation Counsel	1,774	1,783	1,762	21
Town and City Clerk	840	830	813	17
Internal Audit	478	478	476	2
Office of Information Services	1,016	1,156	1,054	102
Finance	3,602	3,527	3,306	221
Human Resources	1,211	1,001	901	100
Communications and New Media	879	808	754	54
Office of Management and Budget	939	898	720	178
Metro Hartford Information	3,327	3,327	3,327	-
Office of Young Children	5,986	5,986	5,981	5
Total general government	22,564	22,374	21,566	808
PUBLIC SAFETY				
Fire	32,481	31,478	31,415	63
Police	36,564	37,882	37,872	10
Emergency Services and Telecommunications	5,021	4,506	4,308	198
Total public safety	74,066	73,866	73,595	271
INFRASTRUCTURE AND LEISURE SERVICES				
Public Works	13,129	13,272	13,162	110
DEVELOPMENT AND COMMUNITY AFFAIRS				
Development Services	4,907	4,908	4,612	296
HUMAN SERVICES				
Health and Human Services	5,091	4,941	4,704	237
EDUCATION				
Board of Education	283,366	284,008	283,987	21
BENEFITS AND INSURANCE				
Benefits and insurance	66,807	67,601	67,598	3

See Note to Required Supplementary Information.

(Continued)

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF GENERAL FUND EXPENDITURES, ENCUMBRANCES AND OTHER FINANCING USES
(NON-GAAP BUDGETARY BASIS) - BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2012
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
SUNDRY				
Debt service	36,501	36,560	36,004	556
Hartford public library	7,915	7,915	7,915	-
Other sundry items	31,600	32,391	32,386	5
Total sundry	76,016	76,866	76,305	561
Total	545,946	547,836	545,529	2,307

Budgetary expenditures are different than GAAP expenditures because:	
State of Connecticut on-behalf payments to the Connecticut State Teacher's Retirement System for City teachers are not budgeted.	28,237
Reimbursements from other funds are credited against budgetary expenditures for GAAP financial statement reporting purposes	(3,097)
Effect of GASB No. 54.	(37)
Encumbrances	
June 30, 2011	973
June 30, 2012	(58)
Total Expenditures and Other Financing Sources as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 571,547

See Note to Required Supplementary Information.

REQUIRED SUPPLEMENTARY INFORMATION
PENSIONS AND OTHER POST RETIREMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS
June 30, 2012
(In Thousands)

Schedules of Funding Progress

City of Hartford Municipal Employees' Retirement Fund (City MERF)*

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
07/01/06	$ 1,021,491	$ 1,002,848	$ (18,643)	101.9%	$ 124,837	(14.9%)
07/01/07	1,092,128	1,090,715	(1,413)	100.1%	133,280	(1.1%)
07/01/08	1,123,379	1,099,441	(23,938)	102.2%	139,243	(17.3%)
07/01/09	1,089,184	1,126,965	37,781	96.6%	134,143	28.2%
07/01/10	1,041,572	1,175,040	133,468	88.6%	132,529	100.7%
07/01/11	1,017,602	1,218,900	201,298	83.5%	136,555	147.4%

RAF/PBF/FRF Plan

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
07/01/06	$ -	$ 9,389	$ 9,389	0.0%	N/A	N/A
07/01/07	-	8,276	8,276	0.0%	N/A	N/A
07/01/08	-	7,700	7,700	0.0%	N/A	N/A
07/01/09	-	7,249	7,249	0.0%	N/A	N/A
07/01/10	-	6,155	6,155	0.0%	N/A	N/A
07/01/11	-	6,653	6,653	0.0%	N/A	N/A

City of Hartford 415(m) Fund

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded (Overfunded) AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
07/01/06	$ -	$ 167	$ 167	0.0%	N/A	N/A
07/01/07	-	260	260	0.0%	N/A	N/A
07/01/08	-	213	213	0.0%	N/A	N/A
07/01/09	-	143	143	0.0%	N/A	N/A
07/01/10	-	180	180	0.0%	N/A	N/A
07/01/11	-	521	521	0.0%	N/A	N/A

* For the City's MERF Plan, the projected unit cost method was used for July 1, 2002 through July 1, 2006, and the entry age normal cost method was used beginning with the July 1, 2007 valuation.

REQUIRED SUPPLEMENTARY INFORMATION
PENSIONS AND OTHER POST RETIREMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS, Continued
June 30, 2012
(In Thousands)

OPEB

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded Accrued Liability (UAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/07	$ -	$ 373,386	$ 373,386	0.0%	N/A	N/A
07/01/08	-	302,988	302,988	0.0%	N/A	N/A
07/01/09	-	241,511	241,511	0.0%	307,857	78.4%
07/01/10	-	247,852	247,852	0.0%	307,857	81.0%
07/01/11	-	261,782	261,782	0.0%	326,820	80.1%

REQUIRED SUPPLEMENTARY INFORMATION
PENSIONS AND OTHER POST RETIREMENT BENEFITS
SCHEDULE OF ANNUAL REQUIRED CONTRIBUTIONS
June 30, 2012
(In Thousands)

City of Hartford Municipal Employees' Retirement Fund (City MERF)

Year Ended	Annual Required Contribution	Percentage Contributed
06/30/07	15,463	107.0%
06/30/08	13,253	125.0%
06/30/09	11,797	109.0%
06/30/10	9,602	113.0%
06/30/11	18,846	100.0%
06/30/12	27,600	100.0%

RAF/PBF/FRF Plan

Year Ended	Annual Required Contribution	Percentage Contributed
06/30/07	1,757	100.0%
06/30/08	1,967	100.0%
06/30/09	1,700	100.0%
06/30/10	1,521	100.0%
06/30/11	1,354	100.0%
06/30/12	1,097	100.0%

City of Hartford 415(M) Fund

Year Ended	Annual Required Contribution	Percentage Contributed
06/30/07	53	100.0%
06/30/08	61	100.0%
06/30/09	50	100.0%
06/30/10	43	100.0%
06/30/11	84	100.0%
06/30/12	121	100.0%

OPEB

Year Ended	Annual Required Contribution	Percentage Contributed
06/30/2008	$ 31,600	51.2%
06/30/2009	24,500	52.8%
06/30/2010	24,744	41.8%
06/30/2011	15,759	70.3%
06/30/2012	18,322	58.6%

Note 1. Stewardship, Compliance and Accountability

Budgetary information

The City adopted the legal budget for the 2011-2012 General Fund in accordance with the procedures summarized below:

By the third Monday in April, the Mayor must submit to the City Council a recommended operating budget for the fiscal year commencing the following July 1st. The operating budget includes proposed expenditures and the means of financing them.

Through direction of the Mayor and the City Council, open meetings and public hearings are held to obtain residents' and taxpayers' comments on the recommended budget.

The City Council modifies the budget by resolution (except revenues, debt service and pension requirements) and then submits the budget as amended to the Mayor for certification no later than May 21.

The Mayor may approve, reduce, and/or disapprove the budget within 48 hours, but no later than May 23.

Upon action by the Mayor, Council has until May 31 to adopt the budget, the appropriation ordinance and the tax levy ordinance. If it fails to adopt the budget by that date the budget as certified by the Mayor shall be deemed to be the budget of the City for the ensuing fiscal year and expenditures shall be made in accordance therewith (Hartford Municipal Code Sec. 9).

After the budget has been adopted and the new fiscal year begins, an appropriation may be amended. The Mayor may, at any time, transfer any unencumbered balance or portion thereof, from one classification of expenditures to another within the same department.

At the request of the Mayor, but only within the last three months of the fiscal year, the Court of Common Council may transfer by resolution, any unencumbered appropriation balance or portion thereof from one department or agency to another.

Supplemental appropriations are made on the recommendation of the Mayor upon certification by the Director of Finance that there exists an available general fund cash surplus to meet this appropriation.

Budgets for General Fund are presented on a basis consistent with generally accepted accounting principles except that encumbrances and transfers out are shown as budgetary obligations, transfers in are shown as revenues, State of Connecticut on-behalf contributions are shown as revenues and expenses, and reimbursements to and from other funds are shown as reductions of revenues and expenses.

The General Fund budget is the City's only legally adopted annual budget. Budgets for Special Revenue and Capital Projects Funds are adopted on a project length basis in accordance with related grant or funding agreements.

The level of control for the General Fund budget is at the department/major activity level which are authorized by ordinance. The level of control for Capital Projects Funds is appropriations at the project level. Total expenditures cannot exceed total appropriations by project, over the length of the project.

The Community Development Block Grant (Special Revenue) project budgets are approved by City Council. The level of control for all other Special Revenue Funds is at the project or program level in accordance with agreement provisions and various budgetary periods.

All unencumbered and unexpended appropriations lapse at year end for the General Fund. Appropriations do not lapse at year end for Special Revenue Funds. Appropriations for capital projects are carried forward until such time as the project is completed or terminated.

During the fiscal year ended June 30, 2012 there were two supplemental appropriations, one to the Board of Education for $643 thousand, and one to Livable Sustainable Neighborhood Initiative for $1.3 million in the General Fund supplemental budget appropriations and there were no additional appropriations against fund balance.

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

General Fund

GENERAL FUND

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

BALANCE SHEET - BY ACCOUNT - GENERAL FUND, WITH COMPARATIVE TOTALS FOR 2011
June 30, 2012

	General Fund	Hartford Public Library	Special Activities	**2012 Combined General Fund Totals**	2011 Combined General Fund Total
ASSETS					
Cash and cash equivalents	$ 74,373	$ 127	$ 1,726	**$ 76,226**	$ 78,102
Receivables, net	74,922	4	163	**75,089**	55,898
Due from other funds	400	-	-	**400**	488
Total assets	$ 149,695	$ 131	$ 1,889	**$ 151,715**	$ 134,488
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts and other payables	$ 55,187	$ 128	$ -	**$ 55,315**	$ 54,276
Due to other funds	-	-	-	**-**	1
Deferred/unearned revenue	66,269	-	18	**66,287**	55,125
Total liabilities	121,456	128	18	**121,602**	109,402
FUND BALANCES					
Assigned	2,458	3	1,871	**4,332**	2,525
Unassigned	25,781	-	-	**25,781**	22,561
Total fund balances	28,239	3	1,871	**30,113**	25,086
Total liabilities and fund balances	$ 149,695	$ 131	$ 1,889	**$ 151,715**	$ 134,488

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BY ACCOUNT - GENERAL FUND
For the Year Ended June 30, 2012

	General Fund	Hartford Public Library	Special Activities	Eliminate Interfund Transfers	2012 Totals
REVENUES					
Property taxes	$ 277,245	$ -	$ -	$ -	$ 277,245
Licenses and permits	6,299	-	-	-	6,299
Intergovernmental	280,582	-	-	-	280,582
Charges for services	1,859	-	399	-	2,258
Use of property	4,574	-	-	-	4,574
Investment income	399	-	-	-	399
Miscellaneous	2,377	-	-	-	2,377
Total revenues	573,335	-	399	-	573,734
EXPENDITURES					
Current:					
General government	21,566	-	-	-	21,566
Public safety	73,595	-	-	-	73,595
Public works	13,162	-	-	-	13,162
Development and community affairs	4,612	-	-	-	4,612
Human services	4,704	-	-	-	4,704
Education	313,049	-	20	-	313,069
Recreation and culture	-	7,972	-	-	7,972
Benefits and insurance	64,501	-	-	-	64,501
Other	29,445	-	-	-	29,445
Total expenditures	524,634	7,972	20	-	532,626
Revenues over (under) expenditures	48,701	(7,972)	379	-	41,108
OTHER FINANCING SOURCES (USES)					
Bond premium	555	-	-	-	555
Transfers in	2,285	7,915	-	(7,915)	2,285
Transfers out	(46,836)	-	-	7,915	(38,921)
Net other financing sources (uses)	(43,996)	7,915	-	-	(36,081)
Net change in fund balances	4,705	(57)	379	-	5,027
FUND BALANCES, beginning of year	23,534	60	1,492	-	25,086
FUND BALANCES, end of year	$ 28,239	$ 3	$ 1,871	$ -	$ 30,113

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CITY OF HARTFORD, CONNECTICUT

REPORT OF TAX COLLECTOR
GENERAL FUND
For the Year Ended June 30, 2012
(In Thousands)

Grand List Year	Taxes Collectible July 1, 2011	Lawful Corrections: Additions	Lawful Corrections: Deletions	Suspense Transfers
1995	$ -	$ -	$ -	$ -
1996	-	-	-	-
1997	-	-	-	-
1998	-	-	-	-
1999	-	-	-	-
2000	-	-	-	-
2001	-	-	-	-
2002	-	-	-	-
2003	1,053	49	6	1,077
2004	1,640	19	82	-
2005	3,130	184	15	-
2006	3,774	199	25	-
2007	4,285	193	261	-
2008	6,525	959	277	-
2009	12,492	1,847	933	-
Prior Years	32,899	3,450	1,599	1,077
2010	285,281	238	7,038	
Total Grand List	$ 318,180	$ 3,688	$ 8,637	$ 1,077
Suspense				
Total Tax Collections				

Note: Tax collections are reduced for refunds processed during the year related to both current and prior year's collections.

Adjusted Tax Levy	Collections				Taxes Receivable June 30, 2012
	Taxes	Interest	Liens	Total	
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
19	19	22	-	41	-
1,577	38	47	-	85	1,539
3,299	340	189	-	529	2,959
3,948	396	237	-	633	3,552
4,217	442	289	-	731	3,775
7,207	1,363	465	1	1,829	5,844
13,406	4,948	1,196	7	6,151	8,458
33,673	7,546	2,445	8	9,999	26,127
278,481	261,285	1,524	5	262,814	17,196
$ 312,154	268,831	3,969	13	272,813	$ 43,323
	133	213	-	346	
	$ 268,964	$ 4,182	$ 13	$ 273,159	

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Nonmajor
Governmental Funds

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are established in the City pursuant to State Statutes and local ordinance or resolution. Special revenue funds are a governmental fund type used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes.

Fund	Funding Source	Function
Section 8	Federal grants	Housing assistance
Miscellaneous Grants	State, federal, other grants	Various programs
Food Services Program	State and federal grants, and sales of food	School lunch and breakfast programs
Health Grants	State and federal grants	Health and human servies
Library Grants	Grants & contributions	Public library system
Community Development	Federal block grants	Housing and development
Home Program	Federal grants	Affordable housing
Parks & Recreation Trusts	Donation & trust income	Park and recreation
Human Servies Trust	Donation & trust income	Human services
Education Trusts	Donation & trust income	Education and scholarships
ARRA Stimulus Grants	Federal grants	Public safety
ARRA Capital Grants	Federal grants	Public works

Capital Projects Funds

Capital Projects Funds are used to account for financial resource to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds). The City's four nonmajor capital projects funds include the Vehicle Equipment and Techonology Fund, Redevelopment Fund, Capital Leases and HUD Special Projects Fund. The Vehicle Equiment and Technology Fund accounts for the acquisition and financing of public safety and public works vehicles and heavy equipment as well as technology purchases. The Redevelopment Fund accounts for the acquisition and impovement of properties for future development. The Capital Leases Fund accounts for the financing and acquisition of city vehicles and heavy equipment. The HUD Special Projects Fund accounts for special project funding used for urban development.

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes as defined by the grantor. The City's permanent trust funds include funds for public safety, parks and recreation, human services, and education.

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CITY OF HARTFORD, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012
(In Thousands)

	Special Revenue Funds				
	Section 8	**Miscellaneous Grants**	**Food Service Program**	**Health Grants**	**Community Development Act**
ASSETS					
Cash and cash equivalents	$ 2,394	$ 5,148	$ 3,151	$ 255	$ 621
Investments	-	-	-	-	-
Receivables:					
Intergovernmental receivable	-	3,718	1,716	885	981
Other receivables	-	1,324	-	-	-
Inventories and other assets	-	-	347	-	-
Total assets	$ 2,394	$ 10,190	$ 5,214	$ 1,140	$ 1,602
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts payable and accrued liabilities	$ 247	$ 7,900	$ 2,035	$ 729	$ 872
Due to other funds	-	-	-	-	-
Deferred revenue/unearned revenue	-	7,604	-	428	-
Total liabilities	247	15,504	2,035	1,157	872
Fund Balances					
Nonspendable	-		347	-	-
Restricted	2,147	-	2,832	-	730
Committed	-	-	-	-	-
Unassigned	-	(5,314)	-	(17)	-
Total fund balances (deficits)	2,147	(5,314)	3,179	(17)	730
Total liabilities and fund balances (deficits)	$ 2,394	$ 10,190	$ 5,214	$ 1,140	$ 1,602

Special Revenue Funds						Capital Projects Funds	
HOME Program	Library Grants	Parks and Recreation Trusts	ARRA Stimulus Grants	ARRA Capital Grants	Total	Capital Lease	Vehicle Equipment & Technology
$ 4	$ 218	$ 12	$ -	$ -	$ 11,803	$ 137	$ -
-	-	266	-	-	266	-	-
-	43	-	514	79	7,936	-	-
-	39	-	-	-	1,363	159	-
-		-	-	-	347	-	-
$ 4	$ 300	$ 278	$ 514	$ 79	$ 21,715	$ 296	$ -
$ -	$ 67	$ -	$ 514	$ 171	12,535	$ 875	$ 1,520
-	-	-	-	-	-	-	-
4	233	-	-	-	8,269	-	-
4	300	-	514	171	20,804	875	1,520
-	-	-	-	-	347	-	-
-	-	278	-	-	5,987	-	-
-	-	-	-	-	-	-	-
-	-	-	-	(92)	(5,423)	(579)	(1,520)
-	-	278	-	(92)	911	(579)	(1,520)
$ 4	$ 300	$ 278	$ 514	$ 79	$ 21,715	$ 296	$ -

(Continued)

CITY OF HARTFORD, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012
(In Thousands)

	Capital Projects Funds		
	Redevelop-ment	**HUD Special Projects**	**Total**
ASSETS			
Cash and cash equivalents	$ 2,997	$ 229	$ 3,363
Investments	-	-	-
Receivables:			
Intergovernmental receivable	-	9,614	9,614
Other receivables	-	-	159
Inventories and other assets	-	-	-
Total assets	$ 2,997	$ 9,843	$ 13,136
LIABILITIES AND FUND BALANCES (DEFICITS)			
Liabilities:			
Accounts payable and accrued liabilities	$ 1	$ 229	2,625
Due to other funds	-	-	-
Deferred revenue/unearned revenue	1,326	-	1,326
Total liabilities	1,327	229	3,951
Fund Balances			
Nonspendable	-	-	-
Restricted	-	9,614	9,614
Committed	1,670	-	1,670
Unassigned	-	-	(2,099)
Total fund balances (deficits)	1,670	9,614	9,185
Total liabilities and fund balances (deficits)	$ 2,997	$ 9,843	$ 13,136

Permanent Funds					
Public Safety	Parks and Recreation Trusts	Human Services Trusts	Education Trusts	Total	Total
$ 5	$ 585	$ 404	$ 2	$ 996	$ 16,162
1	19,056	3,406	103	22,566	22,832
-	-	-	-	-	17,550
-	-	-	-	-	1,522
-	-	-	-	-	347
$ 6	$ 19,641	$ 3,810	$ 105	$ 23,562	$ 58,413
$ 5	$ -	$ -	$ 4	$ 9	$ 15,169
-	2,848	-	-	2,848	2,848
-	-	-	-	-	9,595
5	2,848	-	4	2,857	27,612
1	8,150	197	11	8,359	8,706
-	8,643	3,613	90	12,346	27,947
-	-	-	-	-	1,670
-	-	-	-	-	(7,522)
1	16,793	3,810	101	20,705	30,801
$ 6	$ 19,641	$ 3,810	$ 105	$ 23,562	$ 58,413

CITY OF HARTFORD, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	Special Revenue Funds				
	Section 8	**Miscellaneous Grants**	**Food Service Program**	**Health Grants**	**Community Development Act**
REVENUES					
Intergovernmental revenues	$ 48,959	$ 23,140	$ 10,950	$ 8,923	$ 5,563
Charges for services	243	5,858	857	-	-
Investment income (loss)	5	-	-	-	-
Other revenues	-	675	579	415	288
Total revenues	49,207	29,673	12,386	9,338	5,851
EXPENDITURES					
General government	-	7,558	-	-	812
Public safety	-	8,263	-	-	104
Public works	-	191	-	-	207
Development and community affairs	49,405	3,401	-	-	2,016
Human services	-	12,817	-	9,489	2,235
Education	-	-	12,503	-	161
Recreation and culture	-	38	-	-	202
Capital outlay	-	330	-	-	-
Debt service	-	-	-	-	-
Total expenditures	49,405	32,598	12,503	9,489	5,737
Excess (deficiency) of revenues over expenditures	(198)	(2,925)	(117)	(151)	114
OTHER FINANCING SOURCES (USES)					
Transfers in	-	934	-	134	-
Transfers out	-	(3,732)	-	-	-
Bond proceeds	-	-	-	-	-
Bond premium	-	-	-	-	-
Total other financing sources (uses)	-	(2,798)	-	134	-
Changes in fund balance (deficits)	(198)	(5,723)	(117)	(17)	114
FUND BALANCE (DEFICITS), beginning, as restated	2,345	409	3,296	-	616
FUND BALANCE (DEFICITS), ending	$ 2,147	$ (5,314)	$ 3,179	$ (17)	$ 730

Special Revenue Funds						Capital Projects Funds	
HOME Program	Library Grants	Parks and Recreation Trusts	ARRA Stimulus Grants	ARRA Capital Grants	Total	Capital Lease	Vehicle Equipment & Technology
$ 1,431	$ 374	$ -	$ 1,341	$ 1,328	$ 102,009	$ -	$ -
-	185	-	-	-	7,143	-	-
-	-	22	-	-	27	-	-
-	598	-	-	-	2,555	-	68
1,431	1,157	22	1,341	1,328	111,734	-	68
-	-	-	-	-	8,370	85	-
-	-	-	1,341	-	9,708	-	-
-	-	-	-	1,420	1,818	724	-
1,431	-	-	-	-	56,253	-	-
-	-	-	-	-	24,541	-	-
-	-	-	-	-	12,664	-	-
-	1,157	2	-	-	1,399	-	-
-	-	-	-	-	330	-	1,990
-	-	-	-	-	-	1,985	-
1,431	1,157	2	1,341	1,420	115,083	2,794	1,990
-	-	20	-	(92)	(3,349)	(2,794)	(1,922)
-	-	-	-	-	1,068	1,961	-
-	-	-	-	-	(3,732)	-	-
-	-	-	-	-	-	-	600
-	-	-	-	-	-	-	4
-	-	-	-	-	(2,664)	1,961	604
-	-	20	-	(92)	(6,013)	(833)	(1,318)
-	-	258	-	-	6,924	254	(202)
$ -	$ -	$ 278	$ -	$ (92)	$ 911	$ (579)	$ (1,520)

(Continued)

CITY OF HARTFORD, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) - NONMAJOR GOVERNMENTAL FUNDS, Continued
For the Year Ended June 30, 2012
(In Thousands)

	Capital Projects Funds		
	Redevelop-ment	HUD Special Projects	Total
REVENUES			
Intergovernmental revenues	$ 18	$ -	$ 18
Charges for services	26	-	26
Investment income (loss)	2	162	164
Other revenues	-	-	68
Total revenues	46	162	276
EXPENDITURES			
General government	-	-	85
Public safety	-	-	-
Public works	-	-	724
Development and community affairs	37	-	37
Human services	-	-	-
Education	-	-	-
Recreation and culture	-	-	-
Capital outlay	-	-	1,990
Debt service	-	489	2,474
Total expenditures	37	489	5,310
Excess (deficiency) of revenues over expenditures	9	(327)	(5,034)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	1,961
Transfers out	-	-	-
Bond proceeds	-	-	600
Bond premium	-	-	4
Total other financing sources (uses)	-	-	2,565
Changes in fund balance (deficits)	9	(327)	(2,469)
FUND BALANCE (DEFICITS), beginning, as restated	1,661	9,941	11,654
FUND BALANCE (DEFICITS), ending	$ 1,670	$ 9,614	$ 9,185

Permanent Funds					
Public Safety	Parks and Recreation Trusts	Human Services Trusts	Education Trusts	Total	Total
$ -	$ -	$ -	$ -	$ -	$ 102,027
-	-	-	-	-	7,169
-	1,085	187	-	1,272	1,463
-	-	-	-	-	2,623
-	1,085	187	-	1,272	113,282
-	-	-	-	-	8,455
5	-	-	-	5	9,713
-	-	-	-	-	2,542
-	-	-	-	-	56,290
-	-	70	-	70	24,611
-	-	-	-	-	12,664
-	112	-	-	112	1,511
-	-	-	-	-	2,320
-	-	-	-	-	2,474
5	112	70	-	187	120,580
(5)	973	117	-	1,085	(7,298)
-	-	-	-	-	3,029
-	(1,150)	-	-	(1,150)	(4,882)
-	-	-	-	-	600
-	-	-	-	-	4
-	(1,150)	-	-	(1,150)	(1,249)
(5)	(177)	117	-	(65)	(8,547)
6	16,970	3,693	101	20,770	39,348
$ 1	$ 16,793	$ 3,810	$ 101	$ 20,705	$ 30,801

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Capital Improvement Fund

CAPITAL IMPROVEMENT FUND

The Capital Improvement Fund accounts for the purchase, construction or renovation of major capital assets. These activities are funded primarily from general obligation bonds and intergovernmental revenues.

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND
For the Year Ended June 30, 2012
(In Thousands)

Project Number	Description	Date Project Approved	Appropriations: Prior to July 1, 2011	Appropriations: Current Period	Appropriations: Cumulative Total	Expenditures: Prior to July 1, 2011	Expenditures: Current Period	Expenditures: Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
Facility Services										
Public Works Projects:										
Z5001	Telecommunications Equipment and Software. Includes the 311 System, Tax Collectors System, and Communications and Radios for the Police and Fire Departments	03/29/2005	$ 1,000	$ -	$ 1,000	$ 944	$ -	$ 944	$ -	56
W5265	Roof Replacement at the Public Works Facilities Building	01/12/2005	325	-	325	171	-	171	-	154
W6263	City Buildings Environmental Compliance	11/12/2005	600	-	600	582	-	582	-	18
W6264	City Buildings Energy Conservation, Security Technology and Communication	11/12/2005	600	-	600	560	35	595	-	5
W6269	Municipal Facility Renovations and Consolidation Study	11/12/2005	1,800	-	1,800	1,686	38	1,724	-	76
W6565	Rising Star Block, Pride Block, Infrastructure Structural Repairs	01/12/2005	3,000	-	3,000	2,974	-	2,974	-	26
A6501	Church Street Façade Restoration	01/12/2005	1,810	-	1,810	1,187	199	1,386	66	358
A6502	MAT Street Garage Façade Restoration	01/12/2005	2,300	-	2,300	922	265	1,187	19	1,094
A6503	Remainder of Construction Contract at Morgan St Garage	01/12/2005	1,590	-	1,590	1,439	12	1,451	5	134
A6504	Remainder of Repair Contracts at MAT Garage	01/12/2005	500	-	500	104	-	104	-	396
A6505	Remainder of Repairs Contracts at Church St Garage	01/12/2005	1,000	-	1,000	-	-	-	-	1,000
A6506	Streetscape Improvements at MAT Garage	01/12/2005	125	-	125	-	-	-	-	125
A6507	Streetscape Improvements at Church St Garage	01/12/2005	280	-	280	-	34	34	-	246
A6508	Landscaping/Lighting Improvements opposite Morgan St Garage	01/12/2005	432	-	432	227	-	227	-	205
W7268	Long Term Document Archive and Storage	07/1/2006	200	-	200	18	83	101	38	61
D6576	Acquisition of Land Woodland St./Albany Avenue	11/29/2005	1,325	-	1,325	1,293	24	1,317	-	8
D7576	Economic Development Site Acquisition	07/1/2006	1,450	-	1,450	583	4	587	-	863

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
W8262	City Buildings ADA Modifications FYE 2008 Appropriation	08/14/2007	950	-	950	857	90	947	3	-
W8264	City Buildings Energy Conservation Security Technology and Communication FYE 2008 Appropriation	08/14/2007	600	-	600	596	-	596	-	4
W8270	Salt, Sand & Truck Wash at 40 Jennings Road	08/14/2007	500	-	500	-	-	-	-	500
W8279	525 Main St. Building Renovations	08/14/2007	550	-	550	225	30	255	-	295
W8281	City Hall Entrance Plaza Improvements	08/14/2007	950	-	950	49	829	878	29	43
W8282	Burgdorf Environmental Clean-up & Campus Planning	08/14/2007	250	-	250	26	24	50	12	188
W8202	Energy Projects	11/27/2007	1,000	1,000	2,000	616	240	856	88	1,056
D8576	Economic Development Site Acquisition, FYE 2008 Appropriation	08/14/2007	750	-	750	74	-	74	-	676
D9514	Acquisition of Property for Development	5/29/2008	1,000	-	1,000	-	532	532	31	437
D9515	Downtown North/West Redevelopment	5/29/2008	4,250	-	4,250	2,186	1,171	3,357	-	893
D9584	Neighborhood Development Fund	5/29/2008	2,000	2,000	4,000	185	619	804	47	3,149
M9011	Early Learning Centers		1,000	-	1,000	-	-	-		1,000
W9201	Public Works Equipment	5/29/2008	500	-	500	-	347	347	102	51
W9262	City Buildings ADA Modifications FYE 2009 Appropriation	5/29/2008	950	-	950	62	108	170	77	703
W9263	City Buildings Environmental Compliance FYE 2009 Appropriation	5/29/2008	500	-	500	118	23	141	5	354
W9264	City Buildings Energy Conservation, Security Technology and Communication FYE 2009 Appropriation	5/29/2008	300	-	300	277	-	277	-	23
W9269	Municipal Facility Renovations	5/29/2008	750	-	750	698	34	732	18	-
W9276	Albany Avenue Library	5/29/2008	3,000	-	3,000	1,152	930	2,082	148	770
W9282	Burgdorf Environmental Clean-up & Campus Planning FYE 2009 Appropriation	5/29/2008	3,000	(600)	2,400	-	-	-	-	2,400
W9285	New Alternate Feed Generators	5/29/2008	500	-	500	-	-	-	-	500
W9288	North End Senior Center Renovations	5/29/2008	300	450	750	-	116	116	43	591
W9587	Bulky Waste Recycling Center		1,100	-	1,100	1,053	30	1,083	9	8

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
A9510	Parking Authority Capital Improvements	6/23/2008	2,000	-	2,000	-	-	-	-	2,000
W0592	South End Senior Center Improvements	9/22/2009	683	-	683	656	26	682	-	1
W1601	Pope Park Recreation Center Building Shell	6/1/2010	1,200	-	1,200	12	1,206	1,218	9	(27)
W1602	Energy Projects	6/1/2010	1,000	(1,000)	-	-	-	-	-	-
W1603	525 Main St. Roof Top Unit Replacement	6/1/2010	500	-	500	-	79	79	17	404
D1616	Enhance Founder Bridge Gateway	6/1/2010	2,700	-	2,700	-	131	131	199	2,370
D1617	Federal/State Matching Fund	6/1/2010	250	-	250	34	159	193	-	57
W2617	DOJ ADA Improv Municipal Facility	6/1/2011	-	500	500	-	12	12	47	441
W2618	Energy	6/1/2011	-	750	750	-	583	583	86	81
W2619	Renovations	6/1/2011	-	200	200	-	5	5	-	195
W2620	Central Library - auditorium	6/1/2011	-	1,200	1,200	-	1,101	1,101	45	54
D2637	Former Lyric Theater Building	6/1/2011	-	750	750	-	25	25	-	725
D2638	Proj. Initiation & Development	6/1/2011	-	150	150	-	22	22	28	100
D2639	Federal/State Matching Fund	6/1/2011	-	200	200	-	-	-	-	200
D2640	Faclilty Planning & Decommission	6/1/2011	-	250	250	-	-	-	-	250
Total Public Works Projects			51,370	5,850	57,220	21,566	9,166	30,732	1,171	25,317
Public Safety Projects:										
W0306	Major Renovations and Construction Improvements to Certain Fire Stations, Training Facility and Equipment Maintenance Facility Building	11/07/2000	6,200	-	6,200	6,200	-	6,200	-	-
W1115	Construction of a Public Safety Complex	11/07/2000	77,000	-	77,000	44,560	23,632	68,192	7,822	986
W7101	Firearms, Equipment Leasing and Transmitter Equipment	06/26/2007	650	-	650	145	-	145	1	504
W8117	Police Headquarters HVAC Improvements & Roof Replacement	08/14/2007	1,800	-	1,800	1,517	-	1,517	-	283
W9109	Fire Houses Citywide - Improvements & Renovations	6/23/2008	1,250	-	1,250	580	603	1,183	45	22
W9120	50 Jennings Rd Interior Mechanical Renovations	5/29/2008	200	-	200	-	-	-	-	200
Total Public Safety Projects			87,100	-	87,100	53,002	24,235	77,237	7,868	1,995

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
Recreation and Culture Projects:										
W5303	Elizabeth Park Pathway, Traffic and Parking Improvements	05/22/1995	1,125	-	1,125	957	-	957	-	168
W7243	Central (Main) Library Renovations/Improvements	08/12/1996	38,599	250	38,849	38,368	189	38,557	46	246
W7239	Library Branch Renovations	08/12/1996	5,500	-	5,500	4,395	896	5,291	213	(4)
W3010	Pope Park Pool Replacement	05/26/2000	1,581	-	1,581	1,475	-	1,475	49	57
W1383	Pool Enclosures for Certain Swimming Pools	11/07/2000	3,900	-	3,900	1,102	-	1,102	-	2,798
W2302	Batterson Park Infrastructure - Hartford Parks Trust Fund	05/24/2002	450	-	450	450	-	450	-	-
W2341	Park Ponds Restoration - Hartford Parks Trust Fund	05/24/2002	800	-	800	323	2	325	12	463
W5313	Colt, Goodwin & Keney Parks Restoration of Playing Fields Hartford Parks Trust Fund	05/24/2005	700	-	700	149	424	573	127	-
W6306	Pope Park Indoor Pool Repairs	11/12/2005	250	-	250	249	-	249	1	-
W6342	Lozada Park Preconstruction Planning, State DEP	02/28/2006	20	-	20	19	-	19	-	1
W7307	Colts Park and Coltsville Park Planning	07/1/2006	1,500	-	1,500	769	72	841	202	457
W7306	Pope Park Pool/Master Plan Work	10/11/2006	400	-	400	304	44	348	29	23
W7399	Kelvin Anderson Recreation Center Renovation and Expansion	10/11/2006	16,200	-	16,200	15,603	519	16,122	33	45
W7305	Blue Hills Recreation Center	01/9/2007	150	-	150	75	-	75	-	75
W8383	City Wide Pool Enhancements	08/14/2007	800	-	800	328	240	568	8	224
W8272	Central and Branch Library, Dwight	08/14/2007	2,000	-	2,000	167	1,331	1,498	517	(15)
W8351	Park Monuments, Pond House & Spray Pools Renovations & Improvements	08/14/2007	500	-	500	496	-	496	7	(3)
W8201	Citywide Day Care and Park Enhancements	11/15/2007	600	-	600	104	388	492	89	19
W9398	Playground & Building Improvements	6/23/2008	1,000	-	1,000	576	33	609	71	320
W9588	Lozada Park Improvements	3/9/2009	390	-	390	390	-	390	-	-
W9589	Levee System Improvements	5/12/2009	5,000	-	5,000	4,542	443	4,985	386	(371)
W0591	Hyland Park Improvements and Renovations	9/11/2009	500	-	500	476	13	489	11	-
W0593	Improvements to Pope Park West	6/2/2009	139	-	139	27	112	139	-	-
W0594	North Cemetery	6/2/2009	1,000	-	1,000	36	786	822	95	83

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
W0595	Keney Park Pavilion	6/2/2009	50	-	50	1	5	6	1	43
W0596	Goodwin Park Pond House Improvement	6/2/2009	450	-	450	-	40	40	6	404
W0597	Keney/Waverly Expansion Athletic Fields	6/2/2009	500	-	500	1	21	22	477	1
W1604	Batterson Park Infrastructure Improvements	6/1/2010	1,000	-	1,000	17	596	613	291	96
W1605	I-Quilt/Bushnell Park	6/1/2010	100	-	100	65	-	65	-	35
W2621	DOJ ADA Park Improvement	6/1/2011	-	500	500	-	84	84	21	395
W2622	Park Improvement & Playground	6/1/2011	-	2,250	2,250	-	597	597	1,466	187
W2623	Urban Forrestry Mgmt & Planning	6/1/2011	-	900	900	-	499	499	391	10
W2625	Beautification/Improvements	6/1/2011	-	250	250	-	121	121	129	-
W2627	Pulaski Mall Improvements	6/1/2011	-	250	250	-	24	24	105	121
W2637	Goodwin Park Fencing CSAP 201	6/1/2011	-	125	125	-	25	25	90	10
Total Recreation and Culture Projects			85,204	4,525	89,729	71,464	7,504	78,968	4,873	5,888
Education Projects										
QB534	Renovation of Hartford High School Project	09/23/1997	114,500	-	114,500	114,328	-	114,328	81	91
QB537	Renovations of Various Hartford Schools	08/11/1998	27,000	-	27,000	24,403	(73)	24,330	-	2,670
QB546	Renovations and Construction Improvements to Hartford Public Schools	11/07/2000	129,590	-	129,590	127,919	1	127,920	168	1,502
QB548	Breakthrough Academy Interdistrict Magnet School	10/28/2002	30,500	-	30,500	30,320	27	30,347	5	148
QB549	Sports Science Academy Magnet High School	05/12/2003	67,649	-	67,649	64,656	-	64,656	903	2,090
QB550	Greater Hartford Classical Magnet School	11/13/2003	37,950	-	37,950	37,825	(45)	37,780	71	99
QB551	Pathways to Technology Magnet School	11/13/2003	36,950	-	36,950	6,814	-	6,814	1,155	28,981
QB553	University High School for Science	08/11/2004	43,000	-	43,000	41,985	5	41,990	319	691
QB554	Capital College Preparatory Magnet	08/11/2004	45,650	-	45,650	38,514	2,213	40,727	2,529	2,394
QB556	Annie Fisher Magnet School	07/12/2005	45,500	-	45,500	41,346	2,868	44,214	1,702	(416)
QB557	Richard B. Kinsella, Magnet School of Arts	07/12/2005	38,015	-	38,015	37,923	-	37,923	8	84
QB559	Mary Hooker Environment Studies Magnet School	07/11/2006	43,500	-	43,500	35,591	1,798	37,389	2,722	3,389
Q8416	Weaver High School Renovations	08/14/2007	940	-	940	-	-	-	-	940
Q8417	Bulkeley High School Improvements to Air Handling System	08/14/2007	240	-	240	-	-	-	-	240
Q8418	Betances Elementary School Replacement of Five Rear Staircases	08/14/2007	45	-	45	-	-	-	-	45
Q1564	Journalism & New Media High School	06/09/2008	37,450	-	37,450	1,349	7,534	8,883	23,246	5,321
Q1565	Dwight Bellizzi Middle School	06/09/2008	13,000	-	13,000	975	3,613	4,588	7,309	1,103
Q1566	International Baccalaureate School	06/09/2008	55,050	-	55,050	2,046	8,075	10,121	39,871	5,058
Q9430	Window Replacement Fox School	6/23/2008	2,000	-	2,000	1,423	(16)	1,407	-	593
Q9553	Transitional Classroom University of Science	1/12/2009	1,650	-	1,650	1,295	-	1,295	-	355
Q9901	MD Fox Elementary School	1/12/2009	52,400	(2,000)	50,400	1,905	14,910	16,815	29,566	4,019
Q9902	Student Bathrooms - Bulkeley	10/27/2008	700	-	700	518	-	518	-	182
Q9912	Opportunity High School	1/1/2012	-	-	-	-	13	13	44	(57)
Q0903	Burns Roof & Asbestos Abate	6/2/2009	700	165	865	694	171	865	-	-
Q0904	Roofs/Masonry Intrusion Alan	6/2/2009	9,300	(5,231)	4,069	571	273	844	505	2,720

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
Q0905	M.L. King (Gifted and Talented)	6/2/2009	100	-	100	-	49	49	-	51
Q0906	Burns (Language Lab)	6/2/2009	700	-	700	-	-	-	-	700
Q2907	West Middle School	7/1/2012	-	54,600	54,600	-	1	1	-	54,599
Q2908	Hartford Middle Magnet School	7/1/2012	-	29,440	29,440	-	1	1	-	29,439
Q2909	Parkville School HVAC Units	7/1/2012	-	1,425	1,425	-	26	26	750	649
Q2910	Fox Middle School Cooling Tower Unit	7/1/2012	-	271	271	-	40	40	127	104
Q2911	Kinsella High School	7/1/2012	-	70	70	-	-	-	-	70
Total Education Projects			834,079	78,740	912,819	612,400	41,484	653,884	111,081	147,854
Other	Q2905 (QB904) Milner Academy Roof Project		-	1,480	1,480	-	1,362	1,362	134	(16)
	Q2906 (QB904) Batchelder School Roof Project		-	1,820	1,820	-	1,559	1,559	161	100
			-	3,300	3,300	-	2,921	2,921	295	84
Total Facility Services			1,057,753	92,415	1,150,168	758,432	85,310	843,742	125,288	181,138
Engineering Services										
W9519	Road Improvement Program	08/11/1998	12,955	-	12,955	11,037	(262)	10,775	12	2,168
W1519	Streetscape Improvements	11/07/2000	16,700	-	16,700	10,892	405	11,297	1,248	4,155
W1534	Reconstruction of Woodland Street	06/11/2001	1,525	-	1,525	1,392	-	1,392	133	-
W3560	Demolition of Mixmaster Temple Street	05/12/2003	917	-	917	829	(35)	794	-	123
W3570	Trinity College Area Improvements	11/13/2003	4,565	-	4,565	4,542	-	4,542	-	23
W4548	Riverwalk North Project	11/09/2004	4,686	-	4,686	4,686	-	4,686	-	-
W1520	Flood Control System Improvements	11/07/2000	13,000	-	13,000	12,593	173	12,766	49	185
W5547	Streetscape Improvements on Huyshope Avenue	03/14/2006	948	-	948	914	-	914	-	34
W6522	Trumbull Street Streetscapes	07/01/2006	5,000	-	5,000	4,341	243	4,584	338	78
W7574	School Area Pedestrian Routes Safety Enhancements	07/01/2006	300	-	300	200	14	214	37	49
W8562	Match Funds for State/Federal Infrastructure Grants FYE 2008 Appropriation	08/14/2007	1,190	-	1,190	885	-	885	8	297
W8510	Reconstruction of Asylum St. from Main St. to Trumbull St. CFDA 20.205-State 63-570	07/10/2007	1,266	-	1,266	1,030	37	1,067	-	199
W8556	Street Rehabilitation FYE 2008 Appropriation	08/14/2007	4,000	-	4,000	3,843	66	3,909	73	18
W8519	Streetscapes FYE 2008 Appropriation	08/14/2007	2,000	-	2,000	362	32	394	13	1,593
W8577	Main Street, Streetscapes	08/14/2007	475	-	475	-	89	89	296	90

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
W8518	Streetscape Improvements along Park St. from Sisson Ave. to Prospect Ave.	10/11/2007	4,040	-	4,040	2,789	29	2,818	-	1,222
W8523	Extension of Mark Twain Dr.	04/28/2008	2,728	-	2,728	2,647	1	2,648	-	80
W9510	Street Rehabilitation & Road Improvements	5/29/2008	4,000	-	4,000	-	3,148	3,148	819	33
W9511	Streetscape Projects - North & South	6/23/2008	2,000	-	2,000	-	12	12	-	1,988
W9512	Flood Control Infrastructure Improvements	5/29/2008	1,000	600	1,600	399	188	587	88	925
W9549	Central Business District Streetlight Replacement	5/29/2008	250	-	250	-	247	247	1	2
W9562	Match Funds for State/Federal Infrastructure Grants FYE 2009	5/29/2008	1,500	-	1,500	161	-	161	-	1,339
W9586	Clean Water Related Infrastructure Supplemental Funding	5/29/2008	1,500	-	1,500	16	65	81	-	1,419
W0598	Citywide Decorative Light Replacement	6/2/2009	350	-	350	-	146	146	93	111
W0599	Citywide Guide Rail & Traffic Island	6/2/2009	700	-	700	149	-	149	18	533
W1600	Park St./Pope Commons Streetscape Improvements	7/1/2010	95	-	95	1	105	106	-	(11)
W1606	Repair of 12 City Bridges	6/1/2010	900	-	900	-	-	-	-	900
W1607	Sidewalk Replacement	6/1/2010	200	-	200	82	82	164		36
W1608	Traffic Signals and Cameras	6/1/2010	1,500	-	1,500	-	8	8	20	1,472
W1609	Street Paving	6/1/2010	3,000	-	3,000	2,307	555	2,862	-	138
W1610	Connect Regional, Nat'l Trails	6/1/2010	200	-	200	-	-	-	-	200
W1612	Streetlight Replacement	6/1/2010	300	-	300	-	-	-	-	300
W1613	Farmington/Broad/Asylum Intersection	6/1/2010	3,500	-	3,500	-	-	-	-	3,500
W1614	South Green Ornamental Fence	6/1/2010	200	-	200	-	61	61	29	110
W1615	Traffic Calming	6/1/2010	500	-	500	-	167	167	54	279
W1616	Coltsville Streetscape Flood Control Design	6/1/2011	-	850	850	-	233	233	617	-
W2629	Improvements	6/1/2011	-	3,000	3,000	-	140	140	86	2,774
W2630	Traffic calming	6/1/2011	-	250	250	-	-	-	-	250
W2632	Streetlight Replacement Program	6/1/2011	-	500	500	-	7	7	154	339
D2649	Colt Gateway Project	6/1/2011	-	5,300	5,300	-	3	3	-	5,297
Total Engineering Services			97,990	10,500	108,490	66,097	5,959	72,056	4,186	32,248

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

Project Number	Description	Date Project Approved	Appropriations: Prior to July 1, 2011	Appropriations: Current Period	Appropriations: Cumulative Total	Expenditures: Prior to July 1, 2011	Expenditures: Current Period	Expenditures: Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
Transportation Services										
Public Works Projects:										
W0511	Upgrade of Hartford Traffic Signals	11/23/1999	1,861	-	1,861	1,820	-	1,820	-	41
W6550	Safety Improvements to Franklin and Benton	08/16/2005	92	-	92	92	-	92	-	-
W6551	Safety Improvements to Washington and Ward	08/16/2005	92	-	92	92	-	92	-	-
W7564	City Sidewalk Replacements	10/11/2006	300	-	300	296	1	297	-	3
W8550	Safety Improvements at the Intersection of New Britain Ave. and Henry Street.	10/10/2007	87	-	87	25	-	25	-	62
A8509	On-Street Parking Meters	02/13/2008	3,300	-	3,300	3,225	-	3,225	-	75
Total Transportation Services			5,732	-	5,732	5,550	1	5,551	-	181
Local Capital Improvement Program										
Public Works Projects:										
W5534	LOCIP - Woodland Street Bridge Rehabilitation Match	10/10/1995	250	-	250	236	-	236	-	14
W7244	Library Renovations	09/11/1996	1,000	-	1,000	988	-	988	-	12
W0521	STP Federal Road Reconstruction Match - 064-99-030	10/27/1999	400	-	400	388	-	388	12	-
W1263	Municipal Building Improvements – 064-00-030; 064-01-060	10/11/2000	716	-	716	693	-	693	14	9
W2552	Signalization of Franklin Avenue/Ward Street and Washington/Ward Street - LOCIP project #242 – 064-01-010	09/12/2001	20	-	20	20	-	20	-	-
W2553	Reconstruction of Broad and/or Vine Street - LOCIP Project #553 - 064-01 040	09/12/2001	300	-	300	281	-	281	-	19
W4270	Truck Wash Facility - LOCIP Project #247 - 064-03-010	09/15/2003	75	-	75	37	-	37	-	38

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

			Appropriations			Expenditures				
Project Number	Description	Date Project Approved	Prior to July 1, 2011	Current Period	Cumulative Total	Prior to July 1, 2011	Current Period	Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
W4271	Sand/Salt Storage Building - LOCIP Project #248 - 064-03-020	09/15/2003	750	-	750	118	6	124	77	549
W4563	City Bridges Condition Study - LOCIP Project #536 - 064-03-040	09/15/2003	125	-	125	48	24	72	5	48
W4556	Street Resurfacing and Repairs - LOCIP Project #556 - 064-03-050,064-05-040&064-06-030	09/15/2003	3,850	-	3,850	3,808	31	3,839	10	1
W4117	Police Headquarters - Heating, Ventilation, and Air Conditioning (HVAC Improvements) -LOCIP Project #117-064-03-080&064-05-020	09/15/2003	2,066	-	2,066	2,002	-	2,002	10	54
W4268	Department of Public Works Maps and Storage Facility - LOCIP Project #255 - 064-03-070	09/15/2003	100	-	100	4	-	4	-	96
W4203	Installation of Automated Fuel Control and Accounting System for Vehicle Fueling System - LOCIP Project #561 - 064-03-090	09/15/2003	150	-	150	132	-	132	17	1
W5268	City Hall Fourth Floor Improvements - LOCIP Project #260 - 064-04-040	10/13/2004	400	-	400	377	13	390	1	9
W5269	Central Business District Streetlight Replacement - LOCIP Project #549 064-04-050	10/13/2004	500	-	500	476	24	500	-	-
W5383	Colt and Keney Park Swimming Pool Renovations - LOCIP Project #383 - 064-04-070	10/13/2004	250	-	250	109	-	109	-	141
W6572	Plan of Conservation and Development LOCIP Project #572 064-05-050	11/29/2005	500	-	500	482	9	491	-	9

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS, ETC. – CAPITAL IMPROVEMENT FUND, Continued
For the Year Ended June 30, 2012
(In Thousands)

Project Number	Description	Date Project Approved	Appropriations: Prior to July 1, 2011	Appropriations: Current Period	Appropriations: Cumulative Total	Expenditures: Prior to July 1, 2011	Expenditures: Current Period	Expenditures: Cumulative Total	Outstanding Encumbrances	Unencumbered Balance
W7568	Citywide Neighborhood Traffic Calming Master Plan LOCIP Project #568, 064-05-070	02/16/2006	250	-	250	109	31	140	31	79
W7265	Roof Replacements at Various City Buildings Project #265, 064-06-010	01/30/2007	750	-	750	368	210	578	160	12
W7266	Boiler Replacement at Various City Buildings Project #266, 064-06-020	01/30/2007	250	-	250	159	91	250	-	-
W6568	Citywide Neighborhood Traffic Calming Project #568, 064-06-040	01/30/2007	250	-	250	239	9	248	2	-
W7575	Citywide Decorative Light Replacements Project #575, 064-06-050	01/30/2007	225	-	225	90	28	118	11	96
W9590	LOCIP Project #581 - Handicap Ramps	6/9/2009	250	-	250	-	5	5	195	50
W2624	Park Master Plan Update	6/1/2011	-	350	350	-	-	-	-	350
W2626	Improvements	6/1/2011	-	250	250	-	23	23	8	219
W2628	Traffic signalization	6/1/2011	-	750	750	-	13	13	49	688
W2631	Citywide Bike Lanes	6/1/2011	-	50	50	-	-	-	-	50
W2633	Street Design & Reconstruction	6/1/2011	-	900	900	-	-	-	-	900
W2634	Sidewalk Replacement	6/1/2011	-	500	500	-	14	14	103	383
W2635	Street Repaving & Repair	6/1/2011	-	300	300	-	300	300	-	-
D2636	Citywide Streetscapes - Planning	6/1/2011	-	250	250	-	-	-	-	250
Total Local Capital Improvement Program			13,427	3,350	16,777	11,164	831	11,995	705	4,077
TOTAL CAPITAL IMPROVEMENT FUND			$ 1,174,902	$ 106,265	$ 1,281,167	$ 841,243	92,101	$ 933,344	$ 130,179	$ 217,644
Conversion to GAAP based financial statement reporting:										
	Previous year retainage and off system accrued payables						(5,914)		(5,914)	
	Current year retainage and off system accrued payables						4,372			
		TOTAL					$ 90,559		$ 124,265	

Internal Service Funds

INTERNAL SERVICE FUNDS

Internal service funds are used to report any activity that provides goods or services to other funds, departments, or agencies of the City, or to other governments, on a cost-reimbursement basis.

The City maintains seven (7) internal service funds to account for the risk management program for employee benefits including retirees, municipal actives, BOE actives, new hires, VEBA, workers' compensation, and general liability, including property damage.

An internal service fund is also maintained for the Metro Hartford Information Services Fund (MHIS). The accounting and reporting for the centralized computer services, including communication systems, is maintained through this internal service fund.

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CITY OF HARTFORD, CONNECTICUT

COMBINING STATEMENT OF NET ASSETS (DEFICITS) - INTERNAL SERVICE FUNDS
June 30, 2012
(In Thousands)

	Workers' Compensation	Liability and Property Damage	Metro Hartford Information Services
ASSETS			
Cash and cash equivalents	$ 3,450	$ 25	$ 1,842
Other receivables	-	145	-
Total assets	3,450	170	1,842
LIABILITIES			
Current:			
Accounts payable and accrued liabilities	355	22	411
Insurance claims payable	5,200	2,160	-
Claims incurred and not reported	-	-	-
Total current liabilities	5,555	2,182	411
Noncurrent:			
Insurance claims payable	-	1,440	-
Claims incurred and not reported	14,400	2,300	-
Total noncurrent liabilities	14,400	3,740	-
NET ASSETS (DEFICITS)			
Unrestricted	(16,505)	(5,752)	1,431
Total net assets (deficits)	$ (16,505)	$ (5,752)	$ 1,431

Retirees	Municipal Actives	BOE Actives	New Hires	VEBA	Totals
$ 1,489	$ 16,102	$ 28,629	$ 384	$ 174	$ 52,095
439	-	264	-	-	848
1,928	16,102	28,893	384	174	52,943
885	107	702	-	-	2,482
-	-	-	-	-	7,360
1,043	1,223	2,398	148	-	4,812
1,928	1,330	3,100	148	-	14,654
-	-	-	-	-	1,440
-	-	-	-	-	16,700
-	-	-	-	-	18,140
-	14,772	25,793	236	174	20,149
$ -	$ 14,772	$ 25,793	$ 236	$ 174	$ 20,149

CITY OF HARTFORD, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS (DEFICITS) - INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	Workers' Compensation	Liability and Property Damage	Metro Hartford Information Services	Retirees
OPERATING REVENUES				
City's contribution	$ 7,523	$ 2,841	$ 5,658	$ 8,764
Pensioners contribution	-	-	-	10,809
Other	-	96	762	783
Total operating revenues	7,523	2,937	6,420	20,356
OPERATING EXPENSES				
Administrative	-	317	597	2,229
Operations	18	-	5,598	-
Insurance benefits and claims paid	10,454	2,423	-	18,646
Total operating expenses	10,472	2,740	6,195	20,875
Changes in fund balance (deficits)	(2,949)	197	225	(519)
NET ASSETS (DEFICITS), beginning of year	(13,556)	(5,949)	1,206	519
NET ASSETS (DEFICITS), end of year	$ (16,505)	$ (5,752)	$ 1,431	$ -

Municipal Actives	BOE Actives	New Hires	VEBA	Totals
$ 17,310	$ 45,655	$ 1,577	$ -	$ 89,328
3,456	7,604	418	-	22,287
368	454	735	-	3,198
21,134	53,713	2,730	-	114,813
1,249	2,609	160	-	7,161
-	-	-	-	5,616
20,358	39,409	2,446	-	93,736
21,607	42,018	2,606	-	106,513
(473)	11,695	124	-	8,300
15,245	14,098	112	174	11,849
$ 14,772	$ 25,793	$ 236	$ 174	$ 20,149

CITY OF HARTFORD, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	Workers' Compensation	Liability and Property Damage	Metro Hartford Information Services	Retirees
Cash Flows From Operating Activities				
City's contribution	$ 7,523	$ 2,792	$ 5,658	$ 8,807
Cash received from other	-	-	762	783
Cash received from users	-	-	-	10,809
Cash paid for salaries and benefits	-	-	(597)	(2,229)
Cash paid for claims	(6,971)	(2,767)	(5,245)	(18,133)
Net cash provided by (used in) operating activities	552	25	578	37
Net increase (decrease) in cash and cash equivalents	552	25	578	37
Cash and Cash Equivalents, beginning of year	2,898	-	1,264	1,452
Cash and Cash Equivalents, end of year	$ 3,450	$ 25	$ 1,842	$ 1,489
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities				
Operating income (loss)	$ (2,949)	$ 197	$ 225	$ (519)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
(Increase) decrease in other receivables	-	(145)	-	44
(Decrease) increase in accounts payable	101	(327)	353	832
Increase (decrease) in due to other funds	-	-	-	-
(Decrease) increase in insurance claims payable	900	(1,300)	-	-
(Decrease) increase in claims incurred but not reported	2,500	1,600	-	(320)
Net cash provided by (used in) operating activities	$ 552	$ 25	$ 578	$ 37

Municipal Actives	BOE Actives	New Hires	VEBA	Totals
$ 17,310	$ 45,518	$ 1,577	$ -	$ 89,185
368	454	735	-	3,102
3,456	7,604	418	-	22,287
(1,249)	(2,609)	(2,430)	-	(9,114)
(20,017)	(39,047)	(160)	-	(92,340)
(132)	11,920	140	-	13,120
(132)	11,920	140	-	13,120
16,234	16,709	244	174	38,975
$ 16,102	$ 28,629	$ 384	$ 174	$ 52,095
$ (473)	$ 11,695	$ 124	$ -	$ 8,300
	(137)	-	-	(238)
107	335	-	-	1,401
-	-	-	-	-
-	-	-	-	(400)
234	27	16	-	4,057
$ (132)	$ 11,920	$ 140	$ -	$ 13,120

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Agency Funds

AGENCY FUNDS

Agency funds are used to report resources held by the City in a purely custodial capacity (assets equal liabilities).

The City reports student activities, including class events and various other functions of the Hartford Public School System, within the School Agency Funds.

CITY OF HARTFORD, CONECTICUT **EXHIBIT E-1**

COMBINING BALANCE SHEET - AGENCY FUNDS
June 30, 2012
(In Thousands)

	Student Activity Funds	Adult Education Book Fund	Totals
ASSETS			
Cash and cash equivalents	$ 892	$ 9	$ 901
LIABILITIES			
Due to student groups and other	$ 892	$ 9	$ 901

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
For the Year Ended June 30, 2012
(In Thousands)

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
STUDENT ACTIVITY FUNDS				
Assets				
Cash and cash equivalents	$ 596	$ 1,434	$ 1,138	$ 892
Liabilities				
Due to student groups	$ 596	$ 1,434	$ 1,138	$ 892
ADULT EDUCATION BOOK FUND				
Assets				
Cash	$ 9	$ -	$ -	$ 9
Liabilities				
Due to other	$ 9	$ -	$ -	$ 9
TOTAL ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	$ 605	$ 1,434	$ 1,138	$ 901
Liabilities				
Due to student groups	$ 596	$ 1,434	$ 1,138	$ 892
Due to other	9	-	-	9
Total	$ 605	$ 1,434	$ 1,138	$ 901

Capital Assets Used in the Operation of Governmental Funds

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

Capital asset reporting by function and source is presented in these schedules. Assets are reported primarily at historical cost or estimated historical cost. Current and accumulated provisions for depreciation are not included in the schedules.

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS,
COMPARATIVE SCHEDULE BY SOURCE
June 30, 2012 and 2011
(In Thousands)

	2012	2011
Governmental funds capital assets:		
Land and land improvements	**$ 87,597**	$ 92,123
Buildings	**1,131,850**	1,004,429
Other structures	**28,591**	24,885
Furniture and equipment	**39,925**	40,067
Rolling equipment	**42,539**	40,884
Infrastructure	**461,198**	451,895
Construction in progress	**156,310**	206,364
Total	**$ 1,948,010**	$ 1,860,647
Investments in governmental funds capital assets:		
Total governmental funds capital assets	**$ 1,948,010**	$ 1,860,647

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Statistical Section

STATISTICAL SECTION INFORMATION

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

Statistical section information is presented in the following categories:

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

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

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Sources: Unless otherwise noted, the information in the tables is derived from the comprehensive annual financial reports for the relevant year.

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CITY OF HARTFORD, CONNECTICUT

NET ASSETS BY COMPONENT
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2012	**2011**	**2010**	**2009**	**2008**
Governmental activities					
Invested in capital assets, net of related debt	$ 966,580	$ 954,780	$ 956,310	$ 910,440	$ 877,583
Restricted	70,155	62,466	63,564	63,642	64,098
Unrestricted	50,814	47,155	36,231	12,324	(5,966)
Total governmental activities net assets	1,087,549	1,064,401	1,056,105	986,406	935,715
Business-type activities					
Invested in capital assets, net of related debt	34,623	35,417	36,256	37,683	35,974
Restricted	-	-	-	-	-
Unrestricted	2,400	1,678	684	-	-
Total business-type activities net assets	37,023	37,095	36,940	37,683	35,974
Primary Government					
Invested in capital assets, net of related debt	1,001,203	990,197	992,566	948,123	913,557
Restricted	70,155	62,466	63,564	63,642	64,098
Unrestricted	53,214	48,833	36,915	12,324	(5,966)
Total primary government net assets	$ 1,124,572	$ 1,101,496	$ 1,093,045	$ 1,024,089	$ 971,689

Notes:
(1) Schedule prepared on the accrual basis of accounting.

TABLE 1

Fiscal Year				
2007	**2006**	**2005**	**2004**	**2003**
$ 815,601	$ 737,253	$ 425,801	$ 355,753	$ 338,416
65,320	55,509	53,375	50,445	48,188
43,920	53,952	58,531	44,137	73,832
924,841	846,714	537,707	450,335	460,436
36,969	36,641	33,145	31,056	35,377
-	-	-	17,843	17,625
1,562	1,033	4,604	-	947
38,531	37,674	37,749	48,899	53,949
852,570	773,894	458,946	386,809	373,793
65,320	55,509	53,375	68,288	65,813
45,482	54,985	63,135	44,137	74,779
$ 963,372	$ 884,388	$ 575,456	$ 499,234	$ 514,385

CITY OF HARTFORD, CONNECTICUT

CHANGES IN NET ASSETS
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2012	**2011**	**2010**	**2009**	**2008**
Expenses					
Governmental activities:					
General government	$ 72,165	$ 58,302	$ 61,687	$ 58,575	$ 115,504
Public safety	101,603	99,448	98,563	95,466	83,414
Public works	42,428	37,698	38,215	30,290	29,127
Development and community affairs	63,779	61,408	63,475	56,269	51,777
Human services	30,146	28,574	31,799	34,601	30,042
Education	487,717	472,210	477,009	450,428	496,857
Recreation and culture	9,728	9,332	9,632	10,227	10,338
Benefits and insurance	-	-	-	-	-
Sundry	-	-	-	-	-
Interest on long-term debt	14,743	15,322	19,125	17,169	13,723
Total governmental activities expenses	822,309	782,294	799,505	753,025	830,782
Business-type activities:					
Hartford Parking Facilities	3,729	4,096	4,185	3,760	3,897
American Airlines Building	-	-	-	-	-
G. Fox Building	-	-	-	-	-
Total business-type activities net assets	3,729	4,096	4,185	3,760	3,897
Total primary government expenses	826,038	786,390	803,690	756,785	834,679
Program Revenues					
Governmental activities					
Charges for services:					
General government	3,108	2,152	2,241	2,374	2,907
Public safety	1,772	2,472	1,739	2,053	4,696
Public works	10,378	10,770	10,089	14,715	14,224
Recreation and culture	194	95	537	458	2,514
Other	5,011	6,689	4,808	5,398	1,340
Operating grants and contributions	445,168	408,617	420,882	391,919	466,397
Capital grants and contributions	25,912	15,797	96,958	71,908	58,545
Total governmental activities program revenues	491,543	446,592	537,254	488,825	550,623

TABLE 2

Fiscal Year				
2007	**2006**	**2005**	**2004**	**2003**
$ 97,524	$ 94,466	$ 22,080	$ 18,002	$ 20,645
77,513	74,179	71,142	67,442	72,533
23,821	24,730	16,881	26,702	26,497
47,702	45,570	54,484	48,305	42,025
30,755	24,022	18,853	19,126	21,043
397,355	375,615	295,963	291,152	280,120
10,231	9,991	7,446	9,737	11,137
-	-	102,396	105,141	79,783
-	-	22,589	12,058	11,722
11,045	6,941	9,409	6,860	7,806
695,946	655,514	621,243	604,525	573,311
3,768	3,701	5,876	4,067	3,991
-	-	-	863	763
-	-	-	-	-
3,768	3,701	5,876	4,930	4,754
699,714	659,215	627,119	609,455	578,065
4,324	4,227	4,109	2,894	1,740
5,439	7,843	6,226	5,412	5,196
12,155	12,278	11,142	13,240	11,311
2,383	2,063	2,077	2,891	2,729
1,434	1,674	1,970	1,785	2,662
382,080	364,191	330,611	313,870	318,736
73,070	122,823	98,134	24,745	8,044
480,885	515,099	454,269	364,837	350,418

CITY OF HARTFORD, CONNECTICUT

CHANGES IN NET ASSETS, CONTINUED
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2012	**2011**	**2010**	**2009**	**2008**
Business-type activities:					
Charges for services:					
Parking facilities*	4,054	4,732	4,791	5,309	6,724
Other enterprise funds	-	-	-	-	-
Capital grants and contributions	-	-	-	3,214	167
Total business-type activities program revenues	4,054	4,732	4,791	8,523	6,891
Total primary government program revenues	495,597	451,324	542,045	497,348	557,514
Net (expense)/revenue					
Governmental activities	(330,766)	(335,702)	(262,251)	(264,200)	(280,159)
Business-type activities	325	636	606	4,763	2,994
Total primary government net expense	(330,441)	(335,066)	(261,645)	(259,437)	(277,165)
General revenues and other changes in net expenses					
Governmental activities:					
Property taxes	290,165	283,835	272,939	256,520	229,500
Unrestricted grants and contributions	58,767	55,207	51,975	53,234	47,698
Investment earnings	2,205	3,079	3,319	(416)	3,692
Other general revenues	2,377	1,389	2,367	2,492	4,581
Transfers and other	400	488	1,350	3,061	5,562
Special item - net loss on sale of property	-	-	-	-	-
Total governmental activities	353,914	343,998	331,950	314,891	291,033
Business-type activities: (2)					
Investment earnings	3	7	1	7	11
Other general revenues	-	-	-	-	-
Special item - net loss on sale of property	-	-	-	-	-
Transfers and other	(400)	(488)	(1,350)	(3,061)	(5,562)
Total business-type activities	(397)	(481)	(1,349)	(3,054)	(5,551)
Total primary government	353,517	343,517	330,601	311,837	285,482
Changes in net assets					
Governmental activities	23,148	8,296	69,699	50,691	10,874
Business-type activities	(72)	155	(743)	1,709	(2,557)
Total primary government	$ 23,076	$ 8,451	$ 68,956	$ 52,400	$ 8,317

* Prior to 2005, the parking facilities charges for services are classified with the City's other enterprise fund charges for services. After 2004, the City's parking facilities enterprise fund is the only business-type activities function generating charges for services.

Notes:
(1) Schedule prepared on the accrual basis of accounting.
(2) The City began the cost allocation of benefits, insurance and other indirect expenses within its governmental functions in 2006.

TABLE 2

Fiscal Year				
2007	**2006**	**2005**	**2004**	**2003**
6,337	4,840	3,698	-	-
-	-	-	3,825	3,778
-	37	43	-	-
6,337	4,877	3,741	3,825	3,778
487,222	519,976	458,010	368,662	354,196
(215,061)	(140,415)	(166,974)	(239,688)	(222,893)
2,569	1,176	(2,135)	(1,105)	(976)
(212,492)	(139,239)	(169,109)	(240,793)	(223,869)
229,734	215,285	196,846	191,514	172,094
49,262	41,861	39,907	37,755	44,026
8,519	5,490	3,949	3,515	2,344
3,920	4,779	3,829	1,726	4,376
1,753	1,381	9,815	1,813	103
-	-	-	(6,736)	-
293,188	268,796	254,346	229,587	222,943
41	130	500	272	477
-	-	300	-	-
-	-	-	(2,404)	-
(1,753)	(1,381)	(9,815)	(1,813)	(103)
(1,712)	(1,251)	(9,015)	(3,945)	374
291,476	267,545	245,331	225,642	223,317
78,127	128,381	87,372	(10,101)	50
857	(75)	(11,150)	(5,050)	(602)
$ 78,984	$ 128,306	$ 76,222	$ (15,151)	$ (552)

CITY OF HARTFORD, CONNECTICUT

FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2012	**2011**	**2010**	**2009**	**2008**
General fund					
Nonspendable	$ -	$ -	$ -	$ -	$ -
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	4,332	2,525	-	-	-
Unassigned	25,781	22,561	-	-	-
Reserved	-	-	148	95	-
Unreserved	-	-	18,500	16,218	27,900
Total general fund	$ 30,113	$ 25,086	$ 18,648	$ 16,313	$ 27,900
All other governmental funds					
Nonspendable	$ 8,706	$ 18,583	$ -	$ -	$ -
Restricted	31,782	22,004	-	-	-
Committed	7,663	31,020	-	-	-
Assigned	9,585	-	-	-	-
Unassigned	(7,522)	(202)	-	-	-
Reserved	-	-	89,367	99,213	95,227
Unreserved, reported in:					
Debt service funds	-	-	146	146	146
Special revenue funds	-	-	12,258	8,748	9,176
Capital project funds	-	-	(9,057)	(4,404)	8,229
Total all other governmental funds	$ 50,214	$ 71,405	$ 92,714	$ 103,703	$ 112,778

Notes:
(1) Schedule prepared on the modified accrual basis of accounting.
(2) 2011 first year of fund balance presentation under GASB Statement No. 54.

TABLE 3

Fiscal Year				
2007	**2006**	**2005**	**2004**	**2003**
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	246	143	379	1,453
34,467	32,969	30,776	21,093	24,340
$ 34,467	$ 33,215	$ 30,919	$ 21,472	$ 25,793
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
81,122	62,397	115,549	49,752	28,966
3,238	2,747	1,834	39	39
17,151	17,771	3,187	5,011	7,305
60,226	38,593	(36,609)	19,586	34,436
$ 161,737	$ 121,508	$ 83,961	$ 74,388	$ 70,746

CITY OF HARTFORD, CONNECTICUT

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year				
	2012	**2011**	**2010**	**2009**	**2008**
Revenues:					
Property taxes	$ 277,245	$ 274,013	$ 266,990	$ 250,668	$ 232,955
Licenses, permits, and other charges	6,299	4,891	5,608	8,155	9,850
Intergovernmental revenues	509,770	475,622	556,756	505,062	567,464
Charges for services	9,427	10,742	8,777	9,353	7,531
Use of property	4,574	6,354	4,368	4,196	4,294
Investment income	2,204	3,079	3,319	(416)	3,653
Miscellaneous	15,867	13,860	17,449	16,733	18,347
Total revenues	825,386	788,561	863,267	793,751	844,094
Expenditures:					
General government	30,021	21,547	21,642	23,739	25,776
Public safety	83,308	84,283	79,799	80,388	79,424
Public works	21,804	15,282	20,119	17,712	14,998
Development and community affairs	62,798	60,501	61,857	54,857	52,876
Human services	29,315	27,878	31,256	33,786	29,879
Education	435,301	419,099	421,032	400,535	479,031
Recreation and culture	9,483	9,477	9,145	9,234	9,636
Benefits and insurance	64,501	65,160	55,791	57,985	57,012
Other	29,445	26,637	31,042	28,955	28,122
Capital outlay	92,879	68,018	119,275	113,021	101,332
Debt Service:					
Principal	25,100	22,723	20,536	24,590	19,838
Interest	14,547	15,471	16,627	15,954	13,063
Total expenditures	898,502	836,076	888,121	860,756	910,987
Excess of revenues over (under) expenditures	(73,116)	(47,515)	(24,854)	(67,005)	(66,893)
Other Financing Sources (Uses)					
Transfers in	44,203	43,780	52,233	56,633	55,761
Transfers out	(43,803)	(43,292)	(50,883)	(53,572)	(50,199)
Bonds issued	71,280	25,000	14,000	40,225	-
Capital leases	-	-	-	1,700	3,883
Bond premium	7,765	304	1,796	1,357	-
Refunding bonds issued	-	-	12,150	-	-
Payment to refunding bond escrow agent	(22,493)	-	(13,244)	-	-
Section 108 loans and CWF serial notes		7,000	-	-	1,922
Proceeds from sale of property	-	-	-	-	-
Total other financing sources (uses)	56,952	32,792	16,052	46,343	11,367
Net change in fund balances	(16,164)	(14,723)	(8,802)	(20,662)	(55,526)
Fund Balances, beginning of year	96,491	111,214	120,016	140,678	196,204
Fund Balances, end of year	$ 80,327	$ 96,491	$ 111,214	$ 120,016	$ 140,678
Debt Service as a Percentage of Noncapital Expenditures	4.94%	5.40%	5.40%	5.40%	4.06%

Notes:
(1) Schedule prepared on the modified accrual basis of accounting.

TABLE 4

Fiscal Year				
2007	**2006**	**2005**	**2004**	**2003**
$ 231,638	$ 208,241	$ 197,028	$ 183,048	$ 172,279
8,594	10,058	9,681	10,307	6,991
503,669	523,276	454,432	385,155	373,706
8,184	9,734	8,322	7,546	6,847
4,314	4,085	3,925	5,079	10,025
8,452	5,413	3,889	3,482	2,244
15,120	18,805	19,224	11,896	12,375
779,971	779,612	696,501	606,513	584,467
20,487	16,266	14,737	17,497	20,720
77,898	74,519	69,671	67,441	70,113
15,820	15,362	16,729	23,386	25,259
53,441	52,020	63,369	50,567	46,345
30,581	23,867	18,824	19,044	20,951
391,131	368,936	286,985	275,176	277,559
9,401	8,014	6,832	8,414	8,847
54,754	47,348	100,797	89,470	74,820
28,755	26,709	22,589	12,275	11,414
106,647	163,076	136,903	32,293	13,394
16,810	15,901	14,150	14,515	14,830
9,965	9,020	6,037	6,700	7,898
815,690	821,038	757,623	616,778	592,150
(35,719)	(41,426)	(61,122)	(10,265)	(7,683)
53,222	40,069	54,881	40,770	40,779
(51,469)	(36,239)	(45,066)	(38,944)	(40,618)
70,000	70,000	66,300	-	-
3,164	4,526	2,822	-	-
2,283	2,913	3,093	-	1,640
-	-	29,510	-	30,225
-	-	(32,866)	-	(32,396)
-	-	1,468	-	-
-	-	-	7,760	-
77,200	81,269	80,142	9,586	(370)
41,481	39,843	19,020	(679)	(8,053)
154,723	114,880	95,860	96,539	104,592
$ 196,204	$ 154,723	$ 114,880	$ 95,860	$ 96,539
3.79%	3.79%	3.25%	3.63%	3.93%

TABLE 5

CITY OF HARTFORD, CONNECTICUT
ASSESSED VALUE AND ESTIMATED ACTUAL OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(thousands)

Fiscal Year	Grand List Year	Land and Buildings	Personal Property	Motor Vehicle	Gross Taxable	Less Tax Exempt Property	Net Taxable Grand List	Total Direct Tax Rate (in mils)	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2012	2010	6,454,818	663,558	264,267	7,382,643	3,644,266	3,738,377	71.79%	7,739,104	(2)
2011	2009	5,990,870	639,547	257,817	6,888,234	3,302,820	3,585,414	71.79%	7,088,777	(2)
2010	2008	5,981,880	639,564	259,922	6,881,366	3,302,820	3,578,546	72.79%	7,646,419	(2)
2009	2007	5,187,321	678,893	258,996	6,125,210	2,678,393	3,446,817	68.34%	(3)	(3)
2008	2006	4,751,126	672,107	268,835	5,692,068	2,355,636	3,336,432	63.39%	(2)	(2)
2007	2005	4,602,272	695,752	265,073	5,563,097	1,952,351	3,610,746	64.82%	5,158,209	70.00%
2006	2004	4,517,806	674,941	300,819	5,493,566	1,983,982	3,509,584	60.82%	5,013,691	70.00%
2005	2003	4,482,273	731,144	282,932	5,496,349	1,950,749	3,545,600	56.32%	5,065,143	70.00%
2004	2002	4,498,815	736,813	310,330	5,545,958	1,941,233	3,604,725	52.92%	5,149,607	70.00%
2003	2001	4,412,462	767,052	316,646	5,496,160	1,890,005	3,606,155	48.00%	5,151,650	70.00%

Source: City of Hartford, Assessor's Office

Notes:

(1) 2006 real property grand list is adjusted to reflect statutory revaluation

(2) Assessed Value is 70% of Estimated Actual Value from 2001 to 2005

(3) Beginning in 2006 Assessed Value-not all property at 70%

PRINCIPAL TAXPAYERS
Current Year and Nine Years Ago
(In Thousands)

	2012			2003		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Travelers Indemnity Co. Affilliate	$ 136,028	1	3.63%	$ 29,846	10	0.83%
Hartford Fire Insurance & Twin City Ins.	130,215	2	3.48%	130,729	2	3.68%
Aetna Life Insurance Company	124,497	3	3.33%	144,428	1	4.06%
Connecticut Light & Power	123,141	4	3.29%	92,103	4	2.59%
Northland Properties	90,891	5	2.43%	-		0.00%
Mac-State Square LLC	66,687	6	1.78%	-		0.00%
City Place I LTD Ptnshp	58,120	7	1.55%	68,962	5	1.94%
Talcott II Gold, LLC	53,672	8	1.43%	38,266	8	1.08%
FGA 280 Trumbull LLC	46,757	9	1.25%	-		0.00%
Connecticut River Plaza	41,400	10	1.11%	-		0.00%
Travelers Insurance Co	-		-	98,006	3	2.76%
Fleet Bank NA	-		-	58,244	6	1.64%
Hartford Steam Boiler	-		-	52,187	7	1.47%
Rappaport, Jerome Jr. (280 Trumbull St)	-		-	31,782	9	0.89%
	$ 871,408		23.28%	$ 744,553		20.94%

Source: City of Hartford Assessor's Office

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(In Thousands)

Fiscal Year Ended June 30,	Grand List Year	Net Taxable Grand List	Mill Rate	Original Tax Levy	Adjusted Tax Levy	Amount	Percentage of Levy	Tax Collections in Subsequent Years	Amount	Percentage of Levy
2012	2010	$ 3,743,726	$ 71.79	$ 285,281	$ 278,481	$ 261,285	91.59%	$ 7,680	$ 268,965	94.28%
2011	2009	3,604,167	72.79	277,997	268,745	256,253	92.18%	7,104	263,357	94.73%
2010	2008	3,578,546	72.79	252,509	262,987	241,828	95.77%	7,358	249,186	98.68%
2009	2007	3,465,777	68.34	244,858	242,777	233,628	95.41%	5,184	238,812	97.53%
2008	2006	3,704,353	63.39	233,705	221,445	213,260	91.25%	6,154	219,414	93.89%
2007	2005	3,596,490	64.82	233,373	229,963	219,241	93.94%	3,395	222,636	95.40%
2006	2004	3,510,147	60.82	210,146	209,283	198,964	94.68%	5,679	204,643	97.38%
2005	2003	3,545,600	56.32	196,887	185,277	185,277	94.10%	5,846	191,123	97.07%
2004	2002	3,604,725	52.92	190,277	169,117	169,117	88.88%	6,532	175,649	92.31%
2003	2001	3,606,156	48.00	173,465	168,065	158,888	91.60%	8,037	166,925	96.23%

Source: City of Hartford Tax Collector's Office.

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(In Thousands)

Fiscal Year	General Purpose	Schools	Civic Center	Section 108 Loans	Capital Leases	Hartford Parking Facilities	Total Bonded Debt	(1) Debt Payable from Enterprise Revenues	Net General Bonded Debt	Ratio of Total Debt Per Taxable Assessed Value	Ratio of Total Debt Per Capita	Percentage of Personal Income
2012	$ 202,464	$ 118,621	$ 725	$12,614	$ 1,159	$ 26,615	$ 362,198	$ 26,615	$ 335,583	8.96%	2,688	11.53%
2011	223,176	96,909	1,700	12,941	3,031	28,040	365,797	28,040	337,757	9.37%	2,707	11.57%
2010	187,694	99,651	2,675	6,245	5,157	29,405	330,827	29,405	301,422	8.42%	2,430	10.31%
2009	166,273	125,922	3,650	2,478	8,142	30,710	337,175	30,710	306,465	8.84%	2,461	12.35%
2008	134,118	137,222	4,800	2,845	9,278	31,965	320,228	31,965	288,263	7.78%	2,314	9.36%
2007	139,796	148,079	6,000	3,115	7,228	33,175	337,393	33,175	304,218	8.46%	2,443	10.39%
2006	94,802	137,208	7,200	11,220	6,315	34,340	291,085	34,340	256,745	7.31%	2,064	8.86%
2005	56,719	118,746	8,615	11,288	2,720	34,340	232,428	34,340	198,088	5.59%	1,587	6.98%
2004	33,763	88,712	10,030	9,910	-	32,115	* 174,530	32,115	142,415	3.95%	1,145	5.06%
2003	37,703	97,872	11,445	1,995	-	32,115	* 181,130	32,115	149,015	4.13%	1,196	5.00%

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

* Revenue bonds refunded in 2005 with the issuance of general obligation refunding bonds.

(1) These amounts are the general obligation bonds that are being repaid by the Parking Fund.

STATEMENT OF DEBT LIMITATION
June 30, 2012
(In Thousands)

Total Fiscal Year 2012 tax collections (taxes, interest and fees)	$ 273,163
Tax Relief for the elderly	326
Base for establishing debt limit	$ 273,489

	General Purpose	Schools	Sewers	Urban Renewal	Pension Funding	Total
Debt Limitation						
2 1/4 times base	$ 615,350	$ -	$ -	$ -	$ -	$ 615,350
4 1/2 times base	-	1,230,701	-	-	-	1,230,701
3 3/4 times base	-	-	1,025,584	-	-	1,025,584
3 1/4 times base	-	-	-	888,839	-	888,839
3 times base	-	-	-	-	820,467	820,467
Total debt limitation	615,350	1,230,701	1,025,584	888,839	820,467	4,580,941
Debt, as defined by Statute:						
Bonds payable	229,804	118,621	-	-	-	348,425
Bonds authorized - unissued	93,501	175,298	8,578	-	-	277,377
Bond anticipation notes	38,755	13,745	-	-	-	52,500
Overlapping debt	-	-	63,620	-	-	63,620
Serial notes payable	-	-	1,497	-	-	1,497
School building grants receivable	-	(21,215)	-	-	-	(21,215)
Total indebtedness	362,060	286,449	73,695	-	-	722,204
Debt limitation in excess of outstanding and authorized debt	$ 253,290	$ 944,252	$ 951,889	$ 888,839	$ 820,467	$ 3,858,737

Note: Total indebtedness above amounts to $4.6 million but in no event shall total indebtedness exceed $1.9 billion (seven times the base for debt limitation computation.

School building grants totaling $11.0 million are applicable to outstanding bond issues. It is estimated that an additional $175.3 million of authorized education project costs will be funded through State of Connecticut progress payments.

LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(In Thousands)

	Fiscal Year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt Limit	$ 1,914,423	$ 1,869,469	$ 1,881,467	$ 1,764,168	$ 1,558,669	$ 1,623,692	$ 1,454,201	$ 1,376,389	$ 1,283,989	$ 1,184,505
Total net debt applicable to limit	722,204	605,267	588,156	503,253	416,180	396,682	352,585	354,831	382,338	366,710
Legal Debt Margin	$ 1,192,219	$ 1,264,202	$ 1,293,311	$ 1,260,915	$ 1,142,489	$ 1,227,010	$ 1,101,616	$ 1,021,558	$ 901,651	$ 817,795
Total net debt applicable to the limit as percentage of debt limit	37.72%	32.38%	31.26%	28.53%	26.70%	24.43%	24.25%	25.78%	29.78%	30.96%

STATEMENT OF DIRECT AND OVERLAPPING DEBT
Last Ten Fiscal Years
(In Thousands)

Fiscal Year	Governmental General Obligation Bonds	MDC Bonded Debt	MDC Self Funded Debt	MDC Overlapping Debt All Paticipating Governments	City's Percentage Share of MDC Debt	City's Share of MDC Debt	City's Total Direct Debt	City's Total Overlapping Debt	City's Total Direct and Overlapping Debt	Ratio of Debt to Taxable Assessed Value	Debt per Capita
2012	$ 321,810	$ 320,803	$ 121,821	$ 419,411	28%	$ 118,609	$ 321,810	$ 118,609	$ 440,419	11.8%	3.53
2011	293,745	301,973	122,780	327,393	28%	91,539	293,745	91,539	385,284	10.8%	3.09
2010	290,020	299,391	92,930	206,461	28%	57,437	290,020	57,437	347,457	10.1%	2.79
2009	287,334	218,195	79,888	138,308	28%	38,187	287,334	38,187	325,520	9.4%	2.61
2008	273,765	181,340	74,267	107,073	27%	29,434	273,765	29,434	303,199	9.1%	2.43
2007	292,710	102,162	26,977	75,185	27%	20,353	292,710	20,353	313,063	8.7%	2.51
2006	239,210	112,301	30,053	82,248	27%	22,026	239,210	22,026	261,236	7.4%	2.10
2005	184,080	122,819	33,267	89,552	27%	24,510	184,080	24,510	208,590	5.9%	1.67
2004	132,505	117,897	28,835	89,062	28%	24,768	132,505	24,768	157,273	4.4%	1.26
2003	147,020	111,899	23,121	88,778	29%	25,710	147,020	25,710	172,730	4.8%	1.39

Notes:
(1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.
(2) MDC - Metropolitan District Commission.
(3) Metropolitan District's overlapping debt is the net direct debt, primarily sewer infrastructure, supported by the MDC's member municipalities taxing authority
Each member municipality's share of the MDC's overlapping debt is based on its percentage share of the overall annual town tax levy.

DEMOGRAPHIC AND EMPLOYMENT STATISTICS

Last Ten Calendar Years

						Labor Force		Percentage Unemployed (3)			
Fiscal Year	Population (1)	School Enrollment (2)	Median Age (1)	Median Family Income (1)	Calendar Year	Employed (3)	Unemployed (3)	City of Hartford	Hartford Labor Market Area(LMA)	State of Connecticut	United States
2012	124,867	20,899	29.7	29,107	2011	43,712	8,031	15.5%	8.5%	8.4%	8.2%
2011	124,775	20,953	29.8	29,190	2010	43,054	8,331	16.4%	9.2%	9.1%	9.2%
2010	124,060	22,069	30.1	29,224	2009	43,627	7,192	14.2%	8.3%	8.2%	9.3%
2009	124,512	22,360	30.4	24,820	2008	43,481	7,062	14.0%	8.0%	8.0%	8.9%
2008	124,563	22,319	30.4	30,805	2007	44,534	4,367	8.9%	5.1%	5.9%	6.0%
2007	124,512	22,172	32.0	29,293	2006	44,044	4,178	8.7%	4.4%	4.3%	4.7%
2006	124,397	22,296	30.4	28,984	2005	43,404	4,670	9.7%	5.1%	4.9%	5.1%
2005	124,848	24,407	29.7	28,362	2004	42,899	4,835	10.1%	5.2%	4.9%	5.5%
2004	124,387	24,614	29.7	28,132	2003	42,825	5,443	11.3%	5.8%	5.5%	6.0%
2003	124,588	24,598	29.7	29,788	2002	43,284	4,198	8.8%	4.5%	4.3%	5.8%

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

(2) Hartford Board of Education (2005 and prior), (State Department of Education for fiscal years 2006 and forward).

(3) State of Connecticut, Department of Labor (Calendar Year).

* Started recording Statistic in FY 10

TABLE 13

CITY OF HARTFORD, CONNECTICUT
PRINCIPAL EMPLOYERS
Hartford's Major Employers

Business Name	Nature of Business	Area	Employees (1)
Pratt & Whitney	Aerospace Industries (Mfrs)	Hartford	5,000 - 9,999
Hartford	Insurance	Hartford	5,000 - 9,999
Uconn Health Ctr	Schools-Universities & Colleges Academic	Hartford	5,000 - 9,999
Hartford Financial Svc Group	Insurance	Hartford	5,000 - 9,999
Hartford Insurance Group	Insurance	Hartford	5,000 - 9,999
Cigna Corp	Medical Insurance Plans	Hartford	1,000 - 4,999
Travelers	Insurance	Hartford	1,000 - 4,999
Connecticut Dept of Trnsprtn	Government Offices-State	Hartford	1,000 - 4,999
Hartford Life Insurance CO	Insurance-Life (Agents)	Hartford	1,000 - 4,999
St Francis Hospital & Med Ctr	Hospitals	Hartford	1,000 - 4,999
MT Sinai Rehabilitation Hosp	Rehabilitation Services	Hartford	1,000 - 4,999
Espn Inc	Television-Cable & Catv	Hartford	1,000 - 4,999
City of Hartford Connecticut	Government Offices-City, Village & Twp	Hartford	1,000 - 4,999
Aetna Inc	Insurance	Hartford	1,000 - 4,999
Highways Bureau	Road Building Contractors	Hartford	1,000 - 4,999
Hospital-Central Connecticut	Hospitals	Hartford	1,000 - 4,999
Lake Compounce	Amusement & Theme Parks	Hartford	1,000 - 4,999
Middlesex Hospital	Hospitals	Hartford	1,000 - 4,999
Vets Adm Medical Ctr	Hospitals	Hartford	1,000 - 4,999
Healthtrax Inc	Health Clubs Studios & Gymnasiums	Hartford	1,000 - 4,999
Alstom Power Inc	Electric Companies	Hartford	1,000 - 4,999
Connecticut Valley Hospital	Psychiatric Hospitals	Hartford	1,000 - 4,999
Fremont Riverview Llc	Nonclassified Establishments	Hartford	1,000 - 4,999
Manchester Hospital	Hospitals	Hartford	1,000 - 4,999
Institute of Living	Mental Health Services	Hartford	1,000 - 4,999

Source: Connecticut Department of Labor, 2012

BUDGETED FULL-TIME EQUIVALENT EMPLOYEES
Last Ten Fiscal Years

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
City Department										
Mayor's Office	10	20	23	25	26	28	22	22	12	5
Court of Common Council	7	9	9	10	10	10	10	10	9	11
Treasurer	10	10	10	7	7	7	13	11	9	11
Registrars of Voters	8	8	8	8	10	9	9	9	9	9
Corporation Counsel	22	17	17	17	16	15	13	14	13	16
Town & City Clerk	15	14	15	18	19	16	11	11	11	12
Internal Audit	5	5	5	5	5	5	4	4	2	-
City Manager	17	-	-	-	-	-	-	-	19	31
Metro Hartford Information System	8	17	18	22	25	23	20	11	13	21
Finance	17	53	54	57	66	58	61	50	43	60
Human Resources	46	13	13	15	14	13	12	12	12	16
Office of Human Relations	15	8	9	11	9	9	9	10	7	10
Office of Management & Budget	12	12	11	13	15	12	11	14	-	-
Fire	377	407	391	399	361	369	366	404	401	393
Police	526	525	522	559	511	517	533	519	497	547
Emergency Services & Telecommunications	78	69	69	67	60	68	70	60	-	-
Public Works	232	196	198	233	232	245	261	263	55	-
Development Services	60	54	56	59	69	67	81	56	280	301
Health & Human Services	43	50	52	61	65	63	68	76	46	66
Office for Young Children *	-	3	3	3	-	-	-	-	66	94
Office for Youth Services	-	5	5	4	6	3	-	-	-	-
	18	-	-	-	-	-	-	-	-	-
Total	1,526	1,495	1,488	1,593	1,526	1,537	1,574	1,556	1,504	1,603
Board of Education										
Teachers	1,680	1,658	1,639	1,790	2,058	1,987	1,953	1,869	1,897	1,933
Administrators	163	156	110	173	146	160	127	120	118	127
Paraprofessionals	380	370	384	213	484	453	488	540	479	520
Clerical	123	129	125	142	175	202	200	176	178	203
Nurses	54	50	49	40	41	52	53	51	52	45
Security	87	89	87	75	85	99	93	81	81	84
Custodial	195	197	202	207	225	218	212	199	206	215
Guidance Counselors	26	29	31	39	44	47	43	41	42	48
Social Workers	45	50	52	54	62	69	69	66	70	74
Psychologists	21	23	21	25	25	23	23	24	22	26
Support Staff	349	321	282	91	188	271	251	190	185	199
Others	1	1	11	156	163	99	119	87	95	117
Total	3,124	3,073	2,993	3,005	3,696	3,680	3,631	3,444	3,425	3,591
Grand Total	4,650	4,568	4,481	4,598	5,222	5,217	5,205	5,000	4,929	5,194

* This Office was established in FY 2009

CITY OF HARTFORD, CONNECTICUT

OPERATING INDICATORS BY FUNCTION
Last Seven Fiscal Years

	FISCAL YEAR						
	2012	2011	2010	2009	2008	2007	2006
General Government							
Finance							
Number of bills mailed	$ 82,241	$ 80,020	$ 80,020	$ 75,710	$ 75,710	$ 72,395	$ 73,025
Number of invoices approved for payment	79,236	68,649	81,611	74,865	74,865	123,587	102,138
Number of internal control reviews performed	18	17	14	14	15	16	15
Assessor							
Number of deeds processed	1,746	1,668	1,501	1,829	2,710	3,365	3,338
Number of veterans exemptions	1,316	2,270	787	1,374	1,670	1,913	1,548
Board of assessment appeals adjustments	(1,332,497)	(1,491,791)	(2,094,060)	(1,479,909)	(5,859,236)	(5,962,926)	(4,276,153)
Personnel							
Number of applications processed	1,276	2,779	1,458	1,701	1,974	2,350	2,674
Vacancies filled through promotion	97	72	57	58	67	218	159
Vacancies filled through new hires	154	225	85	54	153	166	109
City Clerk							
Land records recorded	11,614	11,602	12,985	13,287	16,500	21,000	22,000
Marriage licenses issued	2,451	1,462	1,462	1,680	1,284	910	1,233
Death certificates issued	10,634	11,126	11,126	10,992	12,600	2,690	2,539
Birth certificates issued	19,889	22,951	22,951	24,568	21,200	7,150	8,928
Management Information Systems							
Help desk calls:							
City	3,250	3,309	3,034	3,664	3,664	3,356	3,057
Schools	11,665	11,494	8,282	10,976	10,976	11,645	9,616
Unassigned			-	-	-	-	85
Availability, all systems	99.7%	99.9%	99.0%	99.7%	99.0%	99.9%	*
Federal E-Rate Funds received	2,626,928	3,463,810	3,553,112	3,381,433	4,070,487	2,504,945	*
Website hits (www.hartford.gov)	**	13,386,564	13,386,564	30,639,065	30,639,065	22,187,131	18,827,679
Elections							
Voters added	6,756	3,559	5,576	6,801	5,075	3,533	2,483
Voters removed	5,675	4,280	5,876	6,984	4,455	4,397	3,957
Voter changes	8,621	7,797	11,263	11,715	11,950	10,836	10,550
Total voters	45,859	44,368	45,492	46,612	41,026	40,209	41,142
Public Safety							
Police							
911 calls	8,065	9,687	12,179	15,861	19,030	20,784	23,289
Non-emergency calls	115,361	117,522	115,310	106,316	106,699	108,625	107,896
DWI arrests	404	336	-	249	168	156	133
Fire							
Fire	824	1,005	1,056	1,053	1,228	1,240	856
No Fire	20	26	24	24	26	28	16
Rescue & Emergency Medical Services	15,289	14,583	15,460	14,818	14,350	11,465	9,247
Hazardous Conditions	1,233	827	714	766	819	794	615
Service Calls	2,133	2,376	2,361	2,013	2,413	2,523	1,491
Good Intent Calls	1,174	1,255	1,216	1,046	1,254	3,007	1,658
False Alarm & False Calls	1,678	1,719	1,988	1,947	1,904	2,143	1,581
Severe Weather & Natural Disaster	8	2	2	2	-	1	2
Special Incident Type	89	180	201	138	92	112	58
Other	-	-	-	-	-	21	21

OPERATING INDICATORS BY FUNCTION, Continued
Last Seven Fiscal Years

	FISCAL YEAR						
	2012	2011	2010	2009	2008	2007	2006
Public Works							
Engineering & Administration							
Lane miles paved	47	49	37	37	37	37	411
Development and Community Affairs							
Development Services							
Housing vouchers, residential assistance (families)	5,057	4,917	4,720	4,784	4,614	4,619	4,336
Zoning Board appeals	14	11	22	53	60	57	48
Code violations	1,972	1,909	1,931	1,493	6,002	10,415	9,594
Citations issued	484	372	10	41	1,799	2,786	2,449
Human Services							
General Human Services							
Job placements (out of 240 referrals)	*	-	-	50	52	72	48
Senior Center							
Preventative health clinic services	*	3,635	1,216	297			
Outreach services (duplicated units)	*	2,686	15,679	16,480	63,981	76,820	32,196
Youth & Family Services							
Counseling cases	*	1,223	1,395	1,387	1,387	85	297
Young parent cases (FYE 2008 No longer done)	N/A	N/A	N/A	N/A	N/A	45	55
Education							
Average Class Size - Kindergarten	19.8	19.0	18.3	18.9	19.1	18.6	18.2
Average Class Size - Grade 2	18.4	18.7	17.5	18.2	18.2	18.3	19.0
Average Class Size - Grade 5	20.5	20.5	18.6	20.3	20.9	18.9	20.1
Average Class Size - Grade 7	20.9	18.2	19.3	22.0	22.0	20.6	20.8
Recreation and culture							
Number of youth registrations	*	2,319	2,319	2,100	2,549	2,300	2,040
Number of youth program hours	*	53,550	53,550	26,654	30,995	23,924	23,873
Number of hours provided by volunteers	*	1,983	1,983	1,600	1,450	1,302	1,040

* Information not available
** Statistic no longer reported.

CITY OF HARTFORD, CONNECTICUT

CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM
Last Seven Fiscal Years

	FISCAL YEAR						
Function/Program	2012	2011	2010	2009	2008	2007	2006
Public Safety							
Police							
Stations	3	3	3	3	3	3	3
Vehicles	280	283	257	235	235	231	225
Fire							
Firefighting/rescue vehicles	27	27	26	28	29	26	30
Other vehicles	61	62	55	56	50	48	40
Fire stations	12	12	12	12	12	12	12
Public Works							
Infrastructure							
Concrete road miles	63	63	63	63	63	63	63
Asphalt road miles	151	150	148	148	148	148	148
Bridges	9	9	8	8	8	8	8
Traffic lights	245	245	241	241	241	241	238
Conduit system (miles)	8	8	8	8	8	8	8
Street Maintenance							
Dump trucks	47	46	31	31	31	31	42
Sweepers	9	9	7	7	7	7	16
Parks and Cemeteries							
Parks							
Large multi-use	9	9	9	9	9	9	9
Medium size	10	10	10	10	10	10	10
Smaller/playgrounds	10	10	10	10	10	10	10
Cemeteries	5	5	5	5	5	5	5
Building Maintenance							
Parking lots	3	3	1	1	1	1	1
Parking garages	3	3	3	3	3	3	3
Education							
School buildings	44	45	44	45	45	44	40
Administrative buildings	3	3	3	3	3	3	3
Recreation and Culture							
Recreation							
Number of basketball courts	32	29	32	33	32	32	32
Number of football fields	5	4	6	6	6	6	6
Number of multi-use fields	3	3	4	4	4	4	1
Number of playscapes/grounds	28	27	27	28	27	27	27
Number of soccer fields	9	3	6	6	6	6	6
Number of softball fields	9	9	16	16	16	16	16
Number of tennis courts	25	25	24	27	27	27	27
Mowers	46	42	42	35	35	35	35
Other vehicles	31	33	33	47	47	47	47
Libraries							
Central	1	1	1	1	1	1	1
Number of Branches	9	9	9	9	9	9	9