

## TOWN ACCOUNTANT

In the following pages you will see internal reports produced by this office for the year ending June 30, 2006. The final statements from our auditors Powers & Sullivan are included after the Permanent Audit Committee section. This is the fourth year that GASB compliant statements have been presented in the Town Report. These statements include our fixed assets and infrastructure and represent a new method of presentation for governments. Part of that report is "Management Discussion and Analysis" (MD&A) which will give you an analysis of the financial activity for FY06 for the Town of Belmont.

The fiscal year ending June 30, 2006, ended on a positive financial note with our "free cash" certified for \$5,039,082, up from \$1,723,570 for the year ending June 30, 2005, \$1,079,716 for the year ended June 30, 2004, \$772,779 for the year ended June 30, 2003 and \$183,081 for the year ending June 30, 2002.

The "free cash" can truly be counted as the results of the Town's overall operations because it takes into account not only General Fund operations but also any deficits in other Town funds (Special Revenues). The free cash is usually a combination of revenues that come in over and above the budgeted amount as well as any appropriations that are turned back into the Unreserved Fund Balance at year end. This year, because of a very aggressive collection policy adopted by the Treasurer/Collector there has been the inflow of one time revenues. The Earnings on Investments were also stronger than they have been in the past few years due to an upsurge in the interest rates and the stock market. You will see the results of operations on the "Budget versus Actual Statement" for the General Fund, Water Enterprise, Sewer Enterprise and Capital Projects Funds. This also identifies the departments and revenue categories that resulted in the "free cash". The Balance Sheet gives a snap shot of the Cash, Receivables, and Payables for the Town as on June 30, 2006. There are essentially three separate Balance Sheets, one for the General Fund, one for the Water, Sewer and Electric Enterprises, and the other showing all other Funds. The presentations here are on a strict cash basis as required by the Department of Revenue, the final audited financials from our outside auditors show full accrual of revenues and expenditures and roll the fixed assets, infrastructure additions, and depreciation into the mix.

This year we are all working on the conversion of our financial records to the new MUNIS software. This is an effort that is being shared by our three major users – School, Town and BMLD. Since each of us is required to keep our records in a different manner, we have built the new system to accommodate everyone.

I would also like to thank Frank Martin, our Assistant Town Accountant and Paula Carroll our Accounts Payable employee for all their hard work. Each year my involvement with the Warrant Committee and the Capital Budget Committee makes me realize how hard our citizen committees work for the Town.

Respectfully submitted,  
Barbara Hagg, Town Accountant

**TOWN OF BELMONT  
GENERAL FUND BALANCE SHEET - JUNE 30, 2006**

**ASSETS**

<b>Cash:</b>			
Petty		\$ 1,000.00	
Checking & Savings		13,538,319.32	
<b>Total Cash</b>			\$ 13,539,319.32
<b>Taxes Receivables:</b>			
<b>Personal Property:</b>			
2002 and prior	8,387.15		
2003	5,492.41		
2004	3,621.17		
2005	3,270.90		
2006	4,151.61		
<b>Total Personal Property</b>		24,923.24	
<b>Real Estate:</b>			
Prior years	3,164.80		
2004	3,780.63		
2005	7,388.05		
2006	<u>145,148.42</u>		
<b>Total Real Estate</b>		159,481.90	
Tax Liens		582,550.05	
Deferred Real Estate		<u>659,202.15</u>	
<b>Total Taxes Receivable</b>			1,426,157.34
<b>Motor Vehicle Excise:</b>			
2000 & Prior	132,871.76		
2002	18,298.17		
2003	17,242.41		
2004	19,609.84		
2005	32,950.35		
2006	<u>138,166.32</u>		
<b>Total Motor Vehicle Excise</b>			359,138.85
<b>Departmental:</b>			
Ambulance	273,926.36		
Parking Fines	<u>394,822.00</u>		
<b>Total Departmental</b>			668,748.36
<b>Betterments:</b>			
Apportioned, not due	32,554.94		
Street, Sewer & Interest, Due	<u>201.85</u>		
<b>Total Betterments</b>			<u>32,756.79</u>
<b>Total Assets</b>			\$ 16,026,120.66

**LIABILITIES AND FUND EQUITY**

Warrants and Accounts Payable		2,592,152.47	
Payroll Withholding		827,689.96	
Deferred Revenue - Property Taxes	(931,234.74)		
Tax Liens	582,550.05		
Deferred Real Estate Taxes	659,202.15		
Motor Vehicle Excise	359,138.85		
Departmental Receivables	668,748.36		
Special Assessments	<u>32,756.79</u>	1,371,161.46	
Provisions for Abatement & Exemptions		1,115,639.36	
Undistributed Receipts		1,079,693.49	
Unclaimed Checks		137,507.56	
Guarantee Deposits		<u>56,019.71</u>	
<b>Total Liabilities</b>			7,179,864.01
<b>Fund Equity:</b>			
Stabilization Fund	5,480.59		
Reserved for Encumbrances-General	810,341.96		
Reserved for Expenditure	993,463.64		
Reserved for Abate and Exemptions	380,000.00		
Reserved for Bond Premium - Tax Rate	82,806.90		
Unreserved Fund Balance	<u>6,574,163.56</u>		
<b>Total Fund Equity</b>			<u>8,846,256.65</u>
<b>Total Liabilities &amp; Equity</b>			\$ 16,026,120.66

**TOWN OF BELMONT**  
**BALANCE SHEET-ENTERPRISE FUNDS**  
**JUNE 30, 2006**

	<u>Sewer Enterprise</u>	<u>Water Enterprise</u>	<u>Electric Light</u>	<u>Total</u>
<b><u>Assets</u></b>				
Cash and Investments	1,107,399.81	3,140,030.42	3,574,607.40	7,822,037.63
Accounts Receivable	-	-	-	-
Other Current Assets			524,759.66	524,759.66
Fixed Assets			7,577,398.94	7,577,398.94
User Rates & Liens Receivable	2,652,386.34	1,378,009.02	876,285.52	4,906,680.88
Amounts for Payment of Bonds/Notes				-
<b>Total Assets</b>	<b>3,759,786.15</b>	<b>4,518,039.44</b>	<b>12,553,051.52</b>	<b>20,830,877.11</b>
<b><u>Liabilities</u></b>				
Deferred Revenue	2,652,386.34	1,378,009.02	203.33	4,030,598.69
Accounts Payable			1,037,294.69	1,037,294.69
Guarantee Deposits			135,944.91	135,944.91
Due Comm. of Massachusetts			(37,186.60)	(37,186.60)
Reserve for Employee Vacation Accrual			118,728.08	118,728.08
Bonds Payable			800,000.00	800,000.00
<b>Total Liabilities</b>	<b>2,652,386.34</b>	<b>1,378,009.02</b>	<b>2,054,984.41</b>	<b>6,085,379.77</b>
<b><u>Fund Equity</u></b>				
Reserve for Encumbrances	419,276.13	1,393,843.26		1,813,119.39
Retained Earnings	688,123.68	1,746,187.16	10,498,067.11	12,932,377.95
<b>Total Equity</b>	<b>1,107,399.81</b>	<b>3,140,030.42</b>	<b>10,498,067.11</b>	<b>14,745,497.34</b>
<b>Total Liability &amp; Equity</b>	<b>3,759,786.15</b>	<b>4,518,039.44</b>	<b>12,553,051.52</b>	<b>20,830,877.11</b>

**TOWN OF BELMONT  
BALANCE SHEETS  
SPECIAL REVENUE FUNDS  
JUNE 30, 2006**

<u>Assets</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Trust &amp; Agency</u>	<u>Long-term Obligations</u>	<u>Total</u>
Cash and Investments	12,906,065.31	5,228,157.39	2,825,335.34		20,959,558.04
Accounts Receivable	9,250.00		129,176.25		138,426.25
Amounts for Payment of Bonds/Notes				35,218,055.00	35,218,055.00
<b>Total Assets</b>	<b>12,915,315.31</b>	<b>5,228,157.39</b>	<b>2,954,511.59</b>	<b>35,218,055.00</b>	<b>56,316,039.29</b>
<b>Liabilities</b>					
Deferred Revenue	9,250.00		129,176.25		138,426.25
Accounts Payable			202,352.10		202,352.10
Guarantee Deposits			1,200.00		1,200.00
Bond Anticipation Notes		2,500,000.00			2,500,000.00
Bonds Payable				35,218,055.00	35,218,055.00
<b>Total Liabilities</b>	<b>9,250.00</b>	<b>2,500,000.00</b>	<b>332,728.35</b>	<b>35,218,055.00</b>	<b>38,060,033.35</b>
<b>Fund Equity</b>					
Fund Balance-School Lunch	51,958.12				51,958.12
Revolving Fund Balance-School Tuition	269,793.22				269,793.22
Revolving Fund Balance-School Rentals	202,344.01				202,344.01
Revolving Fund Balance-Summer School	135,687.74				135,687.74
Revolving Fund Balance-School Athletics	153,854.94				153,854.94
Revolving Fund Balance/Gifts/Other -School	115,580.15				115,580.15
Revolving Fund Balance/Gifts/Other	653,135.74				653,135.74
Reserve for Approp. - Capital Endowment Fund	2,906,930.00				2,906,930.00
Reserve for Approp. - Insurance Proceeds	3,278,759.19				3,278,759.19
Reserve for Approp - Ash Landfill Stab Fund	3,784,044.85				3,784,044.85
Reserve for Approp - Sale of Cemetery Lots	707,537.50				707,537.50
Reserve for Approp. - Other	116,858.39				116,858.39
Fund Balance-School Federal	92,940.48				92,940.48
Fund Balance-Other Federal	13,520.42				13,520.42
Fund Balance-MWRA Sewer Grant/Loan	41,078.66				41,078.66
Fund Balance-School State	194,762.87				194,762.87
Fund Balance-Other State	187,279.03				187,279.03
Fund Balance-Chapter 90		(101,539.16)			(101,539.16)
Fund Balance - Capital		2,829,696.55			2,829,696.55
Fund Balance-Non-Expendable			552,921.44		552,921.44
Fund Balance-Expendable			2,011,118.95		2,011,118.95
Fund Balance - Health Claims Trust Funds			57,742.85		57,742.85
<b>Total Equity</b>	<b>12,906,065.31</b>	<b>2,728,157.39</b>	<b>2,621,783.24</b>	<b>-</b>	<b>18,256,005.94</b>
<b>Total Liability &amp; Equity</b>	<b>12,915,315.31</b>	<b>5,228,157.39</b>	<b>2,954,511.59</b>	<b>35,218,055.00</b>	<b>56,316,039.29</b>

TOWN OF BELMONT  
FY06 BUDGETED REVENUES EXPENDITURES VS ACTUAL

Description GENERAL FUND	Good/Service Rec'd not billed encumb to 06	Cont Project encumb to 06	FY06 Original Budget	Reserve Fund Transfer	STM Other Approp	Other Transfers	Total	Actual Revenues Expenditures	Good/Service Rec'd not billed encumb to 07	Cont Project encumb to 07	Balance to Unreserved FB
REVENUE											
Property Taxes (Net)			54,361,389.00				54,361,389.00	54,771,441.22			410,052.22
Tax Liens								566,476.85			566,476.85
Motor Vehicle Excise			2,425,000.00				2,425,000.00	2,877,589.71			452,589.71
Added Int & Costs			174,200.00				174,200.00	453,504.25			279,304.25
In Lieu of Taxes			523,600.00				523,600.00	265,435.25			4,835.25
Fees			205,800.00				205,800.00	182,777.99			59,306.64
Other Dept Revenue			1,247,200.00				1,247,200.00	1,429,977.99			182,777.99
Licenses & Permits			388,700.00				388,700.00	895,419.85			422,791.11
Interest on Investment			424,000.00				424,000.00	6,891,337.11			(11,015.89)
State Aid			6,902,353.00				6,902,353.00	299,872.40			62,072.40
All Other / Fines & Misc.			237,800.00				237,800.00	3,752,354.10	NESWC		
Other one time revenues			800,000.00		3,752,354.10		4,552,354.10				
GF Avail Fund (Unreserved FB)			320,000.00	60,000.00			380,000.00			Planned use of GF ba	(80,000.00)
GF Avail Fund (Abate & Exempt)			9,553.00				9,553.00			Planned use of GF ba	(320,000.00)
Premium on Sale of Bonds			1,125,700.00				1,125,700.00	1,125,700.00			(9,553.00)
Transfers from Enterprise Funds					124,324.31		124,324.31	151,350.70			27,026.39
Transfer from other fund-next yr expend								55,000.00			
Transfers from other funds			55,000.00				55,000.00				
<b>TOTAL REVENUE</b>			<b>69,200,295.00</b>		<b>3,936,678.41</b>		<b>73,136,973.41</b>	<b>74,975,057.18</b>			<b>1,838,083.77</b>
<b>OPERATING EXPENDITURES</b>											
General Government											
10 Legislative			11,200.00				11,200.00	7,716.92			3,483.08
16 Election & Registration			113,217.00			133.00	128,237.72	120,601.29			7,636.43
39 Town Clerk			136,384.00	14,887.72		1,136.91	152,408.63	121,349.77			16,171.14
3 Board of Selectmen			110,077.00	17,900.00		(14,302.00)	113,675.00	110,684.45			2,990.55
5 Community Relations			9,200.00			(5,500.00)	3,700.00	1,790.00			1,910.00
6 Committees/Commissions			18,774.00			(426.45)	18,347.55	18,347.55			-
50 General Mgmt Services		20,000.00	260,991.00			15,562.45	296,553.45	240,804.44	1,000.00		54,749.01
50 Information Technology			348,108.00			3,240.00	351,348.00	340,524.77			10,823.23
45 Human Resources			207,411.00			4,062.33	211,473.33	194,339.73			17,133.60
45 Legal Services			345,000.00			5,965.00	350,965.00	230,623.59		2,500.00	114,376.41
25 Finance & Acctg Services			297,340.00			13,839.00	311,179.00	277,403.45			23,299.55
29 Assessors Services			315,623.00			(14,566.30)	301,056.70	322,012.15			24,896.25
35 Treas Mgmt & Collections			527,478.00				527,478.00	481,315.45	5,500.00	1,200.00	183,862.28
39 Parking Clerk			42,017.00				42,017.00	39,924.64			2,092.36
Reserve Fund			400,000.00	(216,137.72)			183,862.28	3,282,202.24			26,233.76
99 Retirement			3,308,436.00				3,308,436.00	1,768,418.19			306,257.73
97 Insurance & Benefits		210,000.00	2,536,703.00		(63,035.00)	(320,692.08)	2,172,975.92	7,576,056.63		3,700.00	803,355.23
		230,000.00	8,887,959.00	(183,350.00)	(63,035.00)	(511,660.14)	8,469,913.86				
<b>Public Safety - Police</b>											
101 Police Administration			330,930.00			35,998.00	366,928.00	361,847.39			5,080.61
102 Public Safety Communications			686,565.00			24,990.00	711,545.00	691,502.65			20,042.35
101 Police Records			64,948.00			5,068.78	70,016.78	68,298.77			1,717.01
101 Police Patrol Services		797.60	3,099,696.00			62,063.00	3,162,558.60	2,927,285.21			235,272.39
101 Traffic Management			428,977.00			17,286.00	446,263.00	396,654.39			49,610.61
101 Detective & Investigation		268.63	235,655.00			25,492.00	261,147.63	259,230.05			2,165.56
101 Police Community Service			275,046.00			19,728.00	294,774.00	292,430.65			2,343.35
		1,066.23	5,121,809.00			190,627.78	5,313,503.01	4,997,251.11			316,251.90
<b>Public Safety - Fire</b>											
103 Fire Administration			288,249.00			(5,660.00)	282,589.00	266,700.14			15,888.86
103 Fire Suppression		2,400.00	3,777,119.00			114,779.33	3,895,709.63	3,863,801.07			31,908.56
108 Emergency Medical Services			119,300.00			24,025.00	143,325.00	143,735.96			(410.96)
104 Emergency Management			18,600.00				18,600.00	17,764.72			835.28
		1,411.30	4,203,268.00			133,144.33	4,340,223.63	4,292,001.89			48,221.74
<b>Education</b>											
200 Salaries			21,466,660.00				21,466,660.00	21,142,785.14			323,873.86
200 Fringe Benefits			4,952,265.00				4,952,265.00	5,067,709.03			(115,444.03)
200 Non Salary		175,844.99	6,866,474.00				6,762,318.99	6,710,944.38			(206,132.65)
290 Minuteman Regional			566,962.00				566,962.00	586,962.00			-
		175,844.99	33,592,361.00				33,768,205.99	33,508,401.55			2,297.15

TOWN OF BELMONT  
FY06 BUDGETED REVENUES EXPENDITURES VS ACTUAL

Description	Good/Service Rec'd not billed encumb to 06	Cont Project encumb to 06	FY06 Original Budget	Reserve Fund Transfer	STM Other Approp	Other Transfers	Total	Actual Revenues Expenditures	Good/Service Rec'd not billed encumb to 07	Cont Project encumb to 07	Balance to Unreserved FB
Public Service											
331 Community Development Admin	4,700.00		184,620.00			5,373.00	194,693.00	184,446.08	4,766.88		5,479.94
331 Planning	10,865.03	13,657.21	219,708.00				244,230.24	196,689.92	9,800.00		37,740.32
332 Engineering Services			89,020.00			725.00	89,745.00	16,750.89			72,994.11
333 Inspection Services			275,642.00			2,478.00	278,120.00	249,480.69			28,639.31
300 Public Service Admin	500.00	2,000.00	272,659.00			26,212.00	301,371.00	269,529.48		2,000.00	29,841.52
302 Street Maintenance	6,665.00		370,626.00			51,870.00	429,161.00	373,607.71	21,260.34		35,812.95
341 Snow Removal	1,133.30		406,181.00		53,035.00	2,850.00	462,066.00	462,065.51			0.49
342 Municipal Garage			485,360.00				483,195.30	483,195.30			31,402.31
342 Forestry Services		1,695.56	213,213.00		852.00		215,760.56	212,732.97			3,027.59
343 Delta & Grounds Maint	3,020.40		87,274.00				76,227.40	69,579.45	1,500.00		5,147.95
345 Solid Waste Coll & Disp	35,534.67	100.00	2,348,643.00		(29,864.00)	9,900.00	2,354,413.67	2,143,449.28			210,964.39
360 Street Lighting			190,000.00				199,800.00	199,836.40			63.60
345 Parks & Grounds Maint	3,336.00		482,229.00			13,286.00	498,515.00	485,965.51			12,885.49
344 Building Maint		4,156.74	608,351.00	21,350.00		45,679.00	679,536.74	622,356.92	7,841.06	3,649.00	45,689.76
347 Cemetery Maint		3,520.00	360,063.00			8,422.00	372,005.00	337,334.12			34,670.88
	65,754.40	25,129.51	6,593,589.00	21,350.00	53,035.00	120,418.00	6,879,275.91	6,275,617.92	45,168.38	6,129.00	552,360.61
Human Services											
502 Health Administration			249,246.00			7,003.70	256,249.70	254,125.35			2,124.35
510 Animal Control			65,100.00			1,954.59	67,054.59	60,710.24		325.00	6,019.35
522 Sealer of Wts & Measures			5,430.00				5,430.00	5,396.19			33.81
531 Council on Aging			477,786.00			19,084.70	496,870.70	451,658.43		200.00	45,012.27
551 Veterans Services		200.00	19,250.00			3,500.00	22,750.00	20,399.10		400.00	1,950.90
542 Youth Commission		200.00	42,306.00			925.04	43,431.04	37,071.32			6,359.72
		200.00	859,118.00			32,468.03	891,786.03	829,360.63		925.00	61,500.40
Culture & Recreation											
602 Library Administration			362,213.00			(3,753.47)	358,459.53	351,638.53	3,218.65		3,602.35
602 Library Public Service			990,651.00			26,648.31	1,017,299.31	1,003,459.34	803.75		13,036.22
602 Library Tech Service			220,577.00			6,607.16	227,184.16	226,594.06			590.10
621 Recreation Admin			142,691.00			3,887.00	146,578.00	143,588.17			2,989.83
621 Recreation Programs			471,449.00			1,613.00	473,062.00	469,658.56			3,203.44
			2,187,581.00			35,002.00	2,222,583.00	2,195,138.66	4,022.40		23,421.94
Debt & Interest											
700 Principal			2,798,170.00				2,798,170.00	2,798,170.00			
740 Interest			1,742,961.00			(207,800.00)	1,535,161.00	1,530,498.51			4,662.49
			4,541,131.00			(207,800.00)	4,333,331.00	4,328,668.51			4,662.49
Capital Projects											
Burbank Oil Spill Expense - One time Prior year capital votes & expend	6,494.57	1,026.87				(2,593.33)	4,928.11	4,562.11			
	486,191.01	132,898.65				(16,180.10)	602,909.56	194,819.67		408,089.89	
800 State Charges			1,427,430.00				1,427,430.00	1,426,649.00			781.00
Transfers Out - Capital Projects			1,666,700.00	162,000.00	60,000.00	207,800.00	2,096,500.00	2,096,500.00			
Transfers Out - Special Revenue					3,752,354.10		3,752,354.10	3,752,354.10			
Transfers Out - Sewer/Enterprise			19,349.29				19,349.29	19,349.29			
FB Reserved for Next Yrs Expenditures						ATM vote for FY07	19,139.43	19,139.43			19,139.43
Total Operating Expenditures	560,917.51	567,500.02	69,180,946.00		3,812,354.10	0.00	74,141,066.92	71,498,733.07	391,458.07	418,843.89	1,831,991.89
REVENUE > EXPENSES	(560,917.51)	(567,500.02)	19,349.00		124,324.31	(0.00)	(1,004,093.51)	3,476,324.11	(391,458.07)	(418,843.89)	3,670,075.66
Capital Projects Fund 30											
Revenue											
Transfer from General Fund			1,666,700.00	162,000.00	60,000.00	207,800.00	2,096,500.00	2,096,500.00			
Transfer from Spec Revenue					1,133,507.55		1,133,507.55	1,133,507.55			
Transfer from Trust Funds - Cap Endow			100,000.00				100,000.00	100,000.00			
Issuance of Temporary Debt											
Issuance of Permanent Debt								2,995,000.00			(2,995,000.00)
Total Revenue			1,766,700.00	162,000.00	1,193,507.55	207,800.00	3,330,007.55	6,325,007.55			(2,995,000.00)



TOWN OF BELMONT  
FY06 BUDGETED REVENUES EXPENDITURES VS ACTUAL

Description	Good/Service Rec'd not billed encumb to 06	Cont Project encumb to 06	FY06 Original Budget	Reserve Fund Transfer	STM Other Approp	Other Transfers	Total	Actual Revenues Expenditures	Good/Service Rec'd not billed encumb to 07	Cont Project encumb to 07	Balance to Unreserved FB
<b>SEWER ENTERPRISE</b>											
Revenues											
440 Sewer User Fees			5,193,328.00				5,193,328.00	5,822,287.23			628,959.23
Transfers In - Prior Year Deficit							-	19,349.29			19,349.29
<b>Total Revenues</b>			<b>5,193,328.00</b>				<b>5,193,328.00</b>	<b>5,841,636.52</b>			<b>648,308.52</b>
Expenditures											
440 Sanitary Sewer Maint	231,999.29	62,425.69	993,808.00			8,006.68	1,286,239.66	1,057,899.79	124,624.27		113,715.60
440 MWRA Assessment			3,556,210.00				3,556,210.00	3,502,437.00			53,773.00
MWRA Loan Repayment			280,000.00				280,000.00	-			280,000.00
Sewer Reserve Fund			25,000.00			(15,095.00)	9,905.00				9,905.00
Intergovernmental Indirect Cost			100,000.00				100,000.00	100,000.00			-
Transfer back to GF to reimb for deficit			-				-				-
440 Stormwater Maint			238,310.00			7,086.32	245,396.32	206,226.12			39,172.20
<b>Total Expenditures</b>	<b>231,999.29</b>	<b>62,425.69</b>	<b>5,193,328.00</b>				<b>5,487,752.98</b>	<b>4,866,562.91</b>	<b>124,624.27</b>		<b>496,565.80</b>
Revenues Over/Under Expenditures	(231,999.29)	(62,425.69)	-				(294,424.98)	975,073.61	(124,624.27)		1,144,874.32
<b>SEWER PROJECT</b>											
Bond Issues/Grant			125,000.00				125,000.00	125,000.00			-
Bond Projects			125,000.00				125,000.00	267,976.37		(142,976.37)	-
Revenues Over/Under Expenditures								(142,976.37)		142,976.37	-