



DEDICATED
TO
NEWTOWN, CT
12/14/12



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TOWN TELEPHONE DIRECTORY

TOWN HALL

(617 Orange Center Road)

Phone – 203-891-4700 Fax – 203-891-2185

First Selectman (Ext. 4701, 4737, 4738)	Tax Assessor (Ext.4722, 4723, 4724)
Town Clerk (Ext. 4728, 4729, 4730)	Tax Collector (Ext. 4725, 4726, 4736)
Sanitarian (Ext. 4719, 4732, 4733)	Building Official (Ext. 4713, 4714, 4748)
Public Works (Ext. 4712, 4718, 4741)	Accounting (Ext. 4766, 4739)
Town Plan & Zoning (Ext. 4731, 4743)	Registrar of Voters - Democrat (Ext. 4715)
Treasurer (Ext. 4734)	Registrar of Voters - Republican (Ext. 4716)
Finance Director (Ext.4740)	Orange Government Access TV (Ext.4749)
Inland Wetlands Enforcement Officer (Ext. 4746)	WPCA Administrator (Ext.4746)

Monday through Friday, 8:30 a.m. to 4:30 pm

HIGH PLAINS COMMUNITY CENTER

(525 Orange Center Road)

Park & Recreation

203-891-4790
Fax 203-891-2173
8:30 a.m. – 4:30 p.m.
Monday – Friday
Town Pool – 203-891-4761

Community Services

203-891-4788
Fax 203-891-2191
8:30 a.m. – 4:30 p.m.
Monday – Friday

Youth Services 203-891-4785
Transportation 203-891-4788
Senior Services 203-891-4789
Outreach Worker 203-891-4787

THE CLARK BUILDING

(605A Orange Center Road)

Orange Visiting Nurse Association

203-891-4752 Fax 203-891-2169

Orange Economic Development Corp.

203-891-1045 Fax 203 - 891-1044

Orange Chamber of Commerce

203-795-3328 Fax 203-795-5926

Family Counseling Services/Bridges

203-795-6698/203-878-6356

Orange Drug/Alcohol Action Committee

203-891-4701 Fax 203-891-2169

OTHER TOWN SITES

Orange Police Department (Non-emergency) - 314 Lambert Road.....	203-891-2130
Fire Marshal - 355 Boston Post Road.....	203-891-4711
Case Memorial Library - 176 Tyler City Road.....	203-891-2170
Orange Post Office - 36 Old Tavern Road.....	203-795-3523
Town Garage - 308 Lambert Road	203-891-4775
Transfer Station	203-891-2177
Tree Warden.....	203-397-2361
Poison Control Center-UCONN Health Center.....	800-343-2722
Silverbrook Estates 100 Red Cedar	203-891-8265
Animal Control- 664 E. Broadway, Milford.....	203-783-3279

SCHOOLS

Orange Board of Education 637 Orange Center Road, Orange.....	203-891-8020
Mary L. Tracy School 650 School House Lane, Orange.....	203-891-8028
Race Brook School 107 Grannis Road, Orange.....	203-891-8030
Turkey Hill School 441 Turkey Hill Road, Orange.....	203-891-8040
Peck Place School 500 Peck Lane, Orange.....	203-891-8034
Amity Regional Senior High School 25 Newton Road, Woodbridge ..	203-397-4830
Amity Regional Middle School 30 Ohman Avenue, Orange.....	203-392-3200
Amity Adult Education 130 Ohman Avenue, Orange.....	203-392-3215

COURTS

Fifth Circuit Court - Derby Clerk of Court.....	203-735-7438
Superior Court - Milford Clerk of Court.....	203-877-4293
Small Claims Court - Milford.....	203-874-0674
Probate Court – Parsons Govt Center Milford.....	203-783-3205

DIRECTORY OF TOWN OFFICIALS

First Selectman.....	James M. Zeoli
Selectmen	Joseph F. Blake, John J. Carangelo, Mitchell R. Goldblatt, Ralph G. Okenquist, Judith W. Williams
Assessor	Mark B. Branchesi, CCMA
Building and Demolition Official	Fred Trotta, CBO
Building Electrical Inspector	Elfo Pol
Community Services Director.....	Carol Nardini
Community Services Elderly Outreach Worker.....	Denise Stein
Community Services Senior Services Coordinator	Dennis Marsh
Community Services Youth Coordinator.....	John Ulatowski
Drug/Alcohol Action Committee Coordinator	Joan Kreiger
Emergency Management Director	Fred Palmer
Finance & Administration Director	Albert W. Chiarenzelli
Fire Chief	Charles Gagel
Fire Marshal	Timothy P. Smith
Fire Marshal, Deputy	James Vincent
Inland & Wetlands Enforcement Officer	R. Scott Allen
Library Director	Meryl Farber
Building Superintendent	John Stewart
Health Director.....	Joseph Zelson, M.D.
Health, Visiting Nurse Director	Judith G. Benson
Park & Recreation Director	Daniel Lynch
Police Chief	Robert Gagne
Police Chief, Assistant	Edward Koether
Probate Judge	Beverly Streit-Kefalas
Public Works Director	Stephen M. Savarese, P.E.,L.S.
Public Works Highway Crew Chief	Don Foyer, Sr.
Registrar of Voters – Democratic	Carmela Apuzzo
Registrar of Voters – Republican	Mary DeVito
Sanitarian	Fred Schumacher, R.S.
School Superintendent Amity District #5.....	Dr. John Brady
School Superintendent Elementary Schools	Lynn McMullin
School Business Administrator	Kevin McNabola
State Representative 114 th Assembly District	Themis Klarides
State Representative, 117 th Assembly District	Paul Davis
State Representative, 119 th Assembly District.....	James Maroney
State Senator, 14 th Senatorial District	Gayle Slossberg
Tax Collector	Sandra Pierson
Town Clerk & Registrar of Vital Statistics	Patrick B. O’Sullivan, CCTC
Town Counsel	Vincent M. Marino, Esq.
Town Counsel - Labor	Michael J. Dorney, Esq.
Town Meeting Moderator	Robert Mirto, Esq.
Town Committee Chairman - Democratic.....	Trish Pearson
Town Committee Chairman - Republican	Rick Roberts
Treasurer	Joseph Scaglia
Tree Warden	Edgar L. Vaughn
Water Pollution Control Authority (WPCA) Administrator.....	R. Scott Allen
Zoning Enforcement Officer	Paul Dinice

BOARDS AND COMMISSIONS

Elected

BOARD OF SELECTMEN

James M. Zeoli, First Selectman (11/13) Joseph F. Blake (11/13) John J. Carangelo (11/13)
Mitchell R. Goldblatt (11/13) Ralph G. Okenquist (11/13) Judith W. Williams (11/13)

BOARD OF FINANCE

Kevin Houlihan, Chairman (11/15) Joseph P. Nuzzo (11/13) James Leahy (11/15)
Kevin Moffett (11/15) John Cifarelli (11/13) Glen Ketchian (11/13)
Fred Kendrick (11/15)-alternate

TOWN PLAN & ZONING COMMISSION

Walter Clark, IV, Chairman (11/13) Paul Kaplan (11/16) Ralph Aschettino (11/15)
Judy Smith- Morgan (11/15) Oscar Parente (11/13) William Peretto (11/15) – alternate
Paul Dinice - Zoning Enforcement Officer

ORANGE BOARD OF EDUCATION

Jeanne Consiglio-Hoin, Chairman (11/13) William Kraut (11/15) Amy Criscuolo (11/13)
Jeffrey Cap, (11/13) Scott Massey (11/13) Susan Falvey (11/15)
Robert Ricciardi (11/15) Jody Dietch (11/15) Keith Marquis (11/15)
Debra Marino (11/13)

AMITY BOARD OF EDUCATION

(ORANGE MEMBERS)

Sue L. Cohen (11/13) Tracy Russo (11/15) Christopher Browe (11/15)
Thomas Hurley (11/13) Diane Crocco (11/15) Steven DeMaio (11/13)
John Grasso, Jr. (11/15)

CONSTABLES

Randolph Thomas (11/13) Jeffrey Vargo (11/13) Santo Galatioto, Jr (11/13)
Michael Donadeo (11/13) Jody Daymon (11/13) Kristen Marquis (11/13)
Robert Shanley (11/13)

REGISTRARS OF VOTERS

Mary DeVito, Republican Registrar (1/13) Carmela N. Apuzzo, Democratic Registrar (1/13)

TOWN CLERK

Patrick B. O'Sullivan, II (1/14)

TAX COLLECTOR

Sandra Pierson (11/13)

JUSTICE OF THE PEACE

Carmela N. Apuzzo (1/13) Richard A. Mason (1/13) Susan A. Clark (1/13)
Anita M. Pol (1/13) Marian G. Reid (1/13) Marie Gull (1/13)
Gerald Still (1/13) Maria Papaluca (1/13) Susan Noonan (1/13)
Lynda Anderson (1/13) Karen J. Arnold (1/13) Tracy A. Benedetto (1/13)
Bonnie Collier (1/13) Vincent J. Farricelli (1/13) Scott Hibson (1/13)
Marian K. Hurley (1/13) Carlyne A. Labrecque (1/13) Sheila O'Neill (1/13)
Andrea Shiffrin (1/13)

STANDING COMMITTEES

Appointed

BOARD OF ASSESSMENT APPEALS

Richard Cenami, Chairman (12/13) Andrew Blanchette (12/15) Albert Melotto (12/13)
Richard Polio (12/15) George Russo, Jr. (12/15)

CASE MEMORIAL LIBRARY COMMISSION

Kenneth Ziman, Chairman (12/13)	Ursula Hindel (12/13)	Katalin Baltimore, V. Chair (12/15)
Maureen White (12/13)	Elizabeth Meyer (12/13)	Diana Duarte (12/13)
Geraldine George (12/15)	Nancy Becque (12/15)	Sharon Greco (12/15)
Donna Monro (12/15)	Stephanie Cuzzocreo (12/15)	Edward Martin (12/15)
Michael Teller (12/15)	Dolores Nastri (12/13)	

ORANGE VISITING NURSES ASSOCIATION BOARD

Thomas Krause, Chairman (12/13)	Julie Davis (12/15)	Stan Rutowicz (12/15)
Marianne Bauer (12/13)	Jean Virshup (12/15)	Loretta Smith (12/15)
Patricia Zeoli (12/13)	Barbara Bacal (12/13)	Richard Zorena (12/13)

PARK & RECREATION COMMISSION

Joseph Lembo, Chairman (10/12)	Lisa Zarny (10/12)	James Ronai (12/13)
Chuck Stackpole (10/12)	James O'Connor (12/13)	Stephen Bespuda (12/13)
Linda Kantor (10/12)	Nicholas Bencivengo (12/13)	David Corris (12/13)

BOARD OF POLICE COMMISSIONERS

Don Lewis, Chairman (12/12)	Mark Grasso (12/13)	Susan Lewin (12/15)
John Barton (12/13)	Roy Cuzzocreo (12/15)	

SAFETY COMMISSION

Fred Palmer, Chairman (12/13)	Robert Gagne (12/13)	Charles Gagel (12/13)
Fred Trotta (12/13)	Timothy Smith (12/13)	John Barton (12/13)
Lynn McMullin (12/13)		

ORANGE GOVERNMENT ACCESS TELEVISION (OGAT)

Sol Silverstein, Chairman (12/13)	Gary DelPiano (12/15)	Nancy Nastri (12/15)
Stanley Czuba (12/13)	Andrea Shiffrin (12/15)	Bridget Albert (12/13)
	Ron Davis, Coordinator	

TREE COMMITTEE

Gail Nixon, Chairman (10/14)	Nancy Nyhan (10/12)	Bruce Lindsay (10/14)
John Dorais (10/13)	Philip Grande (10/13)	Ed Vaughn, Tree Warden

COMMITTEE FOR THE CARE OF VETERAN'S GRAVES

Anthony Monaco, Chairman (3/13)	Paul Tarbox (3/13)	Richard Manley (3/13)
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WATER POLLUTION CONTROL AUTHORITY

Robert Kleffman, Chairman (2/13)	Michael Visnic (2/15)	Nick Mastrangelo (2/16)
Philip Grande, Sr. (2/14)	C. Robert Sigler (2/16)	

INLAND WETLANDS & WATER COURSES COMMISSION

Rick Mangione, Chairman (12/15)	Lesley Giovanelli, (12/15)	Ronald Ruotolo (12/13)
John Belfonti (12/13)	William Peretto (12/15)	James Ewen (12/13)
Diana Ross (12/15)	R. Scott Allen, Enforcement Officer	

BOARD OF ZONING APPEAL

Noah Eisenhandler, Chairman (12/15)	Pat Panza (12/12)	Kenneth Gambardella (12/13)
Rudolph Miller (12/13)	Gregory Natalino (12/15)	Mathew Pickering (12/15) – alternate

AD HOC COMMITTEES

Appointed

2012 BOND DEVELOPMENT COMMITTEE

James M. Zeoli	Ralph Okenquist	Mitchell Goldblatt
Albert Chiarenzelli	Kevin McNabola	Frederick Kendrick
Kevin Moffett	William Kraut	

CAPITAL PLANNING COMMITTEE

Selectman Ralph Okenquist, Chairman	Frederick Kendrick	Ernest Lucarelli
William Powell	Stephen Savarese	Michael Luzzi
Robert DeFeo	Joseph Lembo	Robert Gagne
First Selectman James Zeoli		

ELDERLY HOUSING LIAISON COMMITTEE

Fred Palmer, Chairman	Dennis Marsh	Albert M. Clark, III
Nancy Nyhan	Joseph Blake	Joy Habib

ORANGE COUNTRY FAIR COMMITTEE

Karen McCausland, Co-Chair (12/15)	Bryan Clark (12/13)	Kevin Monck, Co-Chair (12/15)
Marianne Bauer (12/15)	Wilson Daymon (12/15)	Robert Archambault (12/15)
Paul Estok, III (12/13)	George Plaskowitz (12/13)	Emory Allaire (12/13)
Walter Bspuda (12/15)	Walter Hine (12/13)	Robert Fantarella (12/15)
Gerald Butcher (12/13)	Stephen Bspuda (12/13)	

ORANGE FAMILY COUNSELING

ADVISORY COMMITTEE

Michael Mizzone, (12/12)	Patricia Miller (12/13)	Joseph D. Sullivan (12/15)
	John P. McGill (12/14)	

HPCC RENOVATION COMMITTEE

Selectman Joseph Blake, Chairman	Daniel Lynch	Carol Nardini
Tom Pisano	Kathy Gulia	Adam Wade
John Stewart		

MEMORIAL DAY COMMITTEE

Kevin Gilbert, Chairman (1/13)	Robert Mirto (1/13)	Andrew Steinbrick (1/13)
Robert Gagne (1/13)	Mary Jewell (1/13)	Donald Jewell (1/13)
Richard Hoin (1/13)	George Geane 1/13)	Al Pol (1/13)
Richard Manley (1/13)	Lynn McMullin (1/13)	James Marena (1/13)
John S. Sullivan (1/13)	John P. Sullivan (1/13)	Ronald Wachter (1/13)
Frederick O'Brien (1/13)		

MUNICIPAL AGENT FOR THE ELDERLY

Denise Stein (2/13)

OPEN SPACE SEARCH COMMITTEE

Albert M. Clark, III, Chairman	Fred DeDomenico	Dorothy L. Berger
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PENSION BOARD

Eric Hendlin, Chairman (12/13)	Paul Dinice (12/13)	Peter Firla (12/13)
Jose Taverner (12/13)	Selectman Mitchell Goldblatt (12/13)	

PERSONNEL COMMITTEE

First Selectman James Zeoli Selectman Joseph Blake Selectman Ralph Okenquist

ORANGE RAILROAD STATION COMMITTEE

Joseph Lembo, Co-Chairman Paul Grimmer Len Farber
Armand Cantafio Rudy Zimmerman Robert Archambault

RECYCLING COMMITTEE

Thomas George, Chairman Kathryn LaFontana Mitchell Goldblatt
Stephanie Jatlow Stephen Savarese John Brown
Mary-Jo Sterakowski

SAFETY & HEALTH COMMITTEE

Carol Nardini, Chairman (4/14) Robert Gagne (4/14) Donald Foyer (4/13)
Fred Schumacher (4/13) Meryl Farber (4/13) Karen Goldberg (4/13)
Dan Lynch (4/14) Joseph Oleschuk (4/14) Karin Lewis (4/14)

**HEARING OFFICER FOR ABANDONED
OR UNREGISTERED MOTOR VEHICLES**

Jeffrey Sachs, Esq.

VIOLATION HEARING OFFICERS

Philip Nizzardo Jena Bonazzoli-Barretta David DiBenedetto

WAR REMEMBRANCE COMMITTEE

Severio (Bob) Fodero, Chairman Carol Rapuano Jeffrey Dyer
John LaViola Elaine Arena

YOUTH SERVICES

Marie Gull, Chairman (12/13) Robert Catalde (12/13) Sharon Stockel (12/13)
John Manfreda (12/13) Peter Boppert (12/13) Robert Gagne (12/13)
Jon O'Keefe 12/13) Patricia Moffett (12/13)
EmilyRose Martino (12/13), Student Rep Rachel Marcus (12/13), Student Rep
Matthew Schmitt (12/13), Student rep
John Ulatowski, Coordinator

REPRESENTATIVES

Appointed

REGIONAL ACTION COUNCIL

Joan Kreiger

ADVISORY COUNCIL FOR CABLE TV

Marlene Silverstein (06/13) Pasquale Tancreti (06/13) Ronald Davis (06/13)

AMITY FINANCIAL ADVISORY BOARD

Joseph Nuzzo

BRIDGES

John P. McGill

CATCHMENT AREA COUNCIL #6

Linda Corriveau (4/14)

COUNCIL OF GOVERNMENTS

First Selectman James M. Zeoli (11/13)

GATEWAY COMMUNITY COLLEGE
INTERNAL EXECUTIVE OVERSIGHT COMMITTEE

Linda Siclari

LIBRARIES ON LINE (LION)

Meryl Farber

LONG ISLAND SOUND COUNCIL

Carol Martin

TOWN MEETING MODERATOR

Robert Mirto, Esq. Town Meeting Moderator (12/13)
Shelby Wilson, Esq., Deputy Meeting Moderator (12/13)
Thomas Hurley, Deputy Meeting Moderator (12/13)

REGIONAL PLANNING AGENCY

Paul Kaplan

TEAM BOARD OF DIRECTORS

ORANGE REPRESENTATIVE

Stephane Skibo

SOUTH CENTRAL REGIONAL
DISTRICT CONVENTION & VISITORS BUREAU

Brian Gaus (12/12)

TOWN HISTORIAN

Virginia Reinhard

GREATER NEW HAVEN TRANSIT DISTRICT

Michael Storz (1/13) Lawrence Levy (1/13),alt. Carol Nardini, Liaison

REGIONAL WATER AUTHORITY POLICY BOARD

Jasper Jaser (6/11)

TOWN OF ORANGE CALENDAR
SEPTEMBER 2012 THROUGH OCTOBER 2013

- September 2012.....Board of Assessment Appeals Meeting - Motor Vehicles only.
- September 15..... Last day for renters to file Elderly Tax Relief Applications.
- Sept. 1 - Nov. 1..... Applications for Farm, Forest or Open Space Exemptions P.A. 490.
Property owners already receiving exemptions need not apply.
- October 1.....Grand List Date - Tax liability established for all owners of property even if personal property is subsequently transferred or disposed of.
- Oct. 2, 2011 to
Sept.30, 2012.....Supplementary List for motor vehicles purchased in this period will become due on January 1, 2013.
- September 30.....Veterans Discharge not previously filed in Orange must be placed on record ON OR BEFORE SEPTEMBER 30 to qualify for exemptions.
- Oct. 1 to Nov. 1.....All taxable personal property EXCEPT registered motor vehicles must be declared to the Assessor. Real Estate and Motor Vehicles need not be declared.
- October 20..... Saturday elector session for new voters – 10 a.m. –2 p.m.
- October 30 Cut off date for admission of electors for 18 year old residents and for residents of a municipality who moved on or before October 30, 2012.
Session from 9 a.m. - 8 p.m.
- Nov. 1 to March 15... Applications for those eligible for energy assistance.
- November 5..... Limited session from 9 a.m.-5 p.m. for Admission of Electors – only those qualified since October 30, 2012.
- November 6 Presidential Election - polls open 6:00 a.m. - close at 8:00 p.m.
- Jan. 1, 2013..... Supplemental Auto Tax and second installment of Real Estate, Personal Property and Regular Motor Vehicles tax due with one month's grace.
Minimum interest - \$2.00. Interest accrues at the rate of 1-1/2 % per month from due date.
- Feb. 1 to May 15.....Senior Tax Stabilization Program – Applications in Assessor's Office.
- February 1..... Elderly Homeowners may start applying for tax relief under Sec. 12-170a through May 15
- February 1.....Last day to pay second installment of 2011 Grand List and Real Estate, Personal Property and Auto taxes without penalty.
- March or April.....Board of Assessment appeals open session to hear appeals. Dates will be announced.
- March 31.....Last day for paying Real Estate Taxes before liens are recorded.
- April 1.....All unpaid Real Estate Taxes will be liened as of this date.
- AprilAnnual Budget Hearing.
- May.....Combined Annual Town Meeting and Budget Meeting.
- May 15.....Elderly renters may start applying for tax relief under Sec. 12-170a through September 15.
- May 15.....Last day for homeowners to file elderly relief applications.
- June 1 - 30.....Dog Licenses due and payable at the Town Clerk's Office. All dogs six months old and older must be licensed. Owners must submit rabies vaccination certificate to obtain license.
- June 30.....Last day to pay dog licenses without penalty.
- July 1, 2013.....First installment of Grand List 10/11/12 Real Estate, Personal Property and Motor Vehicle taxes are due with one month's grace. Bills may be paid in person at the Office of the Tax Collector or may be paid by mail. If paid by mail, please follow directions on bills. Call 891-4725 if you have any questions.
- August 1.....Last day to pay taxes without interest for the taxes due July 1, 2013 first installment. Interest charged is 1-1/2 % per month (from date due) with a minimum of \$2.00.
- Feb. 1 to Sept. 30.....Additional Veteran's exemptions based on income annual filing.

ANIMAL CONTROL

From July 1, 2011 through June 30, 2012 District Animal Control reports the following totals:

The staff handled 190 calls for the Town of Orange.

- 57 total dogs and cats taken by District Animal Control
- 33 were redeemed by their owners.
- 20 were adopted out as pets
- 3 animals had to be put down due to illness or injury
- 1 animal was dead on arrival
- 15 bites were reported.
- 0 infractions were issued
- 129 complaints were received from residents

These numbers are not inclusive of wildlife calls.

BOARD OF ASSESSMENT APPEALS

The Board of Assessment Appeals is a quasi-judicial board comprised of local citizens appointed by the First Selectman. The board convenes annually to hear complaints on real estate assessments, motor vehicle assessments and business personal property assessments. Upon written application to the Board, each appellant is issued an appointment with board members where the appellant may enter oral or written arguments concerning their disagreement with the assessment. The Board deliberates each case and sends each appellant a written decision on the disposition of their appeal. The Board of Assessment Appeals heard fifty seven cases from appellants concerning the October 1, 2011 grand list. *In addition, the board reviewed nineteen cases where the Town of Orange purchased land from Hubbell Incorporated after October 1, 2011.* A summary of the April 2012 appeals is as follows:

Residential	36
Commercial	15
Business Personal Property	<u>6</u>
Total Appeals	57

Out of fifty-seven appeals filed, thirty-six were granted relief and twenty-one were denied.

Real Estate

The total loss in assessed value, on real property, via appeals to the BAA is as follows:

Appeals	Pre phase-in	Post phase-in
30	-2,176,300	-1,177,960

The Board of Assessment Appeal's review of nineteen cases where the Town of Orange purchased land from Hubbell Incorporated after October 1, 2011 led to Board declaring each case tax exempt as of October 1, 2011. The total loss, incurred through this action is as follows:

Cases	Pre phase-in	Post phase-in
19	- 3,253,800	-1,918,980

Business Personal Property

The total loss in assessed value incurred through six appeals relative to the business personal property section of the 2011 grand list equaled -861,760.

ZONING BOARD OF APPEALS

Meetings of the Zoning Board of Appeals are held on the first Monday of each month at 7:00 p.m., in the meeting room of the Orange Town Hall. It is the function of the ZBA to act on the following petitions:

1. Appeals of the Decision of the Zoning Enforcement Officer;
2. Applications for Approval of Location for Gasoline Station; Limited Repairer's License; General Repairer's License; Used or New Car Dealer's License;
3. Petitions for Variance of the Requirements of the Orange Zoning Regulations.

All petitions must be submitted at least three weeks prior to each regularly scheduled meeting. Application forms are available in the Zoning Office at Town Hall. Fees must accompany all petitions for properties

During fiscal year 2011-2012, the ZBA approved seven petitions. Three petitions were denied. One decision of the Zoning Enforcement Officer was reversed.

ASSESSOR'S REPORT

The following displays the computations for the October 1, 2010 grand list for the Town of Orange, Connecticut. This presentation is prior to any adjustments that may be made by the Orange Board of Assessment Appeals. An abstract of the 2010 grand list will be filed with the Town Clerk on or before February 28, 2011.

Phase-in and Public Act 09-60

On April 11, 2007, the Board of Selectmen voted to phase-in the October 1, 2006 state mandated revaluation over a five year period commencing with the October 1, 2006 grand list. On June 1, 2009, the Board of Selectmen approved SB#997, also known as Public Act 09-60, which effectively suspends the phase-in process and freezes real estate assessments in the second year of phase in until the next scheduled general revaluation. The October 1, 2010 grand list reflects the provisions Public Act 09-60.

Tax exempt

The tax exempt real estate section of the October 1, 2010 grand list increased from 158,812,100 to 168,281,100. This increase was the net effect of the Board of Assessment Appeals declaring 141 Frontage Road tax exempt, declaring the new water tank owned by the SCRWA on Grassy Hill Road exempt from Pilot payment via SA 77-98 and the correction of errors in the tax exempt section of the grand list which were brought to light through the implementation of Town's Geographic Information System.

Gross Grand List Taxable

The gross taxable grand list reflects the total of all gross assessments of taxable accounts and is prior to deducting all statutory exemptions and *phase-in exemptions*. This total excludes tax exempt real estate. The gross taxable grand list for October 1, 2010 before adjustments by the Board of Assessment Appeals equaled **2,186,194,448** or a decrease of 1.00181 percent (1.81 tenths of one percent), when compared to the October 1, 2009 gross taxable grand list before corrections from the Board of Assessment Appeals which equaled 2,190,164,425.

All real estate value estimates and assessments are based on the October 1, 2006 grand list which was the by product of general revaluation, as mandated by the State of Connecticut. The prior revaluation was conducted on October 1, 2000.

Total Exemptions

Total exemptions are deducted from the gross taxable grand list to derive the net grand list. Exemptions are in compliance with State and Federal law as well as local ordinance. They include, but are not limited to, veterans, blind, totally disabled, ambulance type vehicles, income challenged veterans, and local additional tax relief programs for veterans. In addition to those exemptions stated above, *the phase-in is also stated as an exemption in the Town of Orange's administrative software system and in this presentation.*

The total exemptions, *excluding phase-in*, for the October 1, 2010 grand list before adjustments from the Board of Assessment Appeals equaled, **12,027,336** a decrease of 3,030,788 when compared to the total exemptions posted, *excluding phase-in*, for October 1, 2009 grand list which was 15,058,124. The decrease in exemptions, *excluding phase-in*, was attributed to a decrease in manufacturer’s exemptions claims due to closings, regular veterans, local additional veteran’s exemptions and expiration of the hybrid motor vehicle tax exemption.

Phase-in Exemptions

The exemption amount attributed to the phase-in for the October 1, 2010 grand list before Board of Assessment Appeals equaled 420,694,902.

The exemption amount attributed to the phase-in for the October 1, 2009 grand list before Board of Assessment Appeals equaled 419,891,928.

Net Grand List –Growth Estimate

The net grand list is the sum of all taxable assessments after exemptions. Since the phase-in is effect, this section of the grand list report presents the October 1, 2010 net grand list **before phase-in** and before adjustments from the Board of Assessment Appeals to illustrate **taxable growth**. The October 1, 2010 net grand list displayed a decrease of approximately **four hundredths of one percent** as compared with the October 1, 2009 net grand list before adjustments from the Board of Assessment Appeals. The following compares the 2010 net grand list, **prior to phase in** and before Board of Assessment Appeals and the 2009 net grand list, **prior to phase-in** and before adjustments by the Board of Assessment Appeals:

<u>Category</u>	<u>2010 grand list</u>	<u>2009 grand list</u>	<u>%change</u>
net real estate <i>with out phase in</i>	1,968,478,510	1,971,063,110	0.99869
net motor vehicles	116,421,800	112,177,300	1.03784
net business personal property	89,266,802	91,865,891	0.97171
net grand list with out phase in	2,174,167,112	2,175,106,301	0.99957

Phase-in Net Grand list

Since the Town of Orange elected to implement phase- in, **the phase- in net grand list is the portion of the grand list upon which taxes are based**. On June 1, 2009 the Orange Board of Selectmen approved SB#997, also known as Public Act 09-60, which effectively suspends the phase-in process and freezes real estate assessments in the second year of phase in until the next scheduled general revaluation. The following compares the 2010 net grand list in PA 09-60 format to the 2009 net grand list in PA 09-60 format prior to adjustments for Board of Assessment Appeals:

<u>Category</u>	<u>2010 net grand list</u>	<u>2009 net grand list</u>	<u>%CHANGE</u>
net real estate <i>via PA 09-60</i>	1,547,783,608	1,551,171,182	0.99781612
net motor vehicle	116,421,800	112,177,300	1.03783742
net business personal property	89,266,802	91,865,891	0.97170779
<u>total net phase-in grand list</u>	1,753,472,210	1,755,214,373	0.99900744

The 2010 net phase-in grand list **decreased by approximately 9.9 hundredths of one percent** when compared to the 2009 net phase in grand list before adjustments from the Board of Assessment Appeals.

Real Estate

The net real estate section of 2010 grand list posted a decrease of **2.19 tenths of one percent**. By declaring 141 Frontage Road tax exempt, a loss of 12,500,900 in taxable assessed value prior to phase-in and, conversely, a loss of 11,757,080 in taxable assessed value after phase-in were incurred. While the United Illuminating projects on 100 Marsh Hill Road and 180 Marsh Hill Road, as well as other new construction, such as the completion of Chase Bank, and the addition of newly declared units at Field Stone Village, aided in recovering this loss, the regional slow down in new construction and the continuing economic malaise which is gripping the rest of the nation, prevented an increase in this section of the grand list for the first time since 1990.

Motor Vehicle

The motor vehicle section of this net grand list **increased by 3.78 percent** as compared with totals posted for 2009. The value of newly registered current model year passenger cars were more than enough to off set the accrued depreciation from recurring vehicles. The net increase was also aided by the expiration of the local hybrid property tax exemption. It expired on July 1, 2010.

Business Personal Property

This section of the grand list **decreased by 2.911 percent** when compared with totals posted in 2009. The 2010 business personal property section reflects the loss of the following major companies as well as many medium and small companies. Major companies are; **KX Technologies, Finlay Fine Jewelry Corp, Cooper Surgical Inc,** and **Hubbell Incorporated**. Approximately, sixty medium and small businesses were also lost. The size and number of companies, new to the 2010 grand list, could not offset losses incurred through accrued depreciation of existing taxable assets and from those who were lost to the Town.

As in past years, performance trends are enclosed for each section of the grand list together with the allocation of the 2010 net grand list before the application of phase-in. The top 10 taxpayers for 2010 are also included in both non phase- in and PA09-60 phase- in formats.

BUILDING DEPARTMENT

On August 1, 2009, the State of Connecticut adopted amendments to the statewide building code. This code is the building code for every town and city in the state. The State Building Code is periodically revised.

Today, we use and enforce modern building codes that address structural, fire, electrical, and mechanical safety as well as health, security and even energy conservation. Our job is to make sure that our homes, schools, businesses, and other structures are safe places to live, work and play. We inspect construction projects at several stages to ensure that happens.

The Building Department also works with the Fire Marshal's Office to evaluate structural damage as a result of fire or other causes.

In fiscal year 2011-2012, the Building Department building permits issued, totaled 431, and mechanical, electric and plumbing permits issued, totaled 682.

The Southern Connecticut Gas Company is extending its gas line to many locations in Orange, and as a result many homes have been converting over to natural gas for heat and hot water.

The construction on both the office and maintenance buildings for The United Illuminating Company was completed. The Certificate of Occupancy for the office building was issued on 3/1/12, and for the maintenance building on 5/1/12.

AD HOC CAPITAL PLANNING COMMITTEE

The Ad Hoc Capital Planning Committee continued its annual activity of requesting inputs from the various town Departments, Boards and Commissions for FY2013 Short Term Capital Projects. The Committee met several times reviewing those inputs and subsequently recommended the following projects: Replacement of the Police Department Pistol Range, Transfer of the Police Radio Repeater to High Plains, Replacement of a Public Works Mason Dump Truck, Repair/Repaint of Mary L. Tracy School Exterior Trim, Parking Lot Study at Peck Place School, Purchase of a New Pick-up Truck/Plow for Park & Recreation, and Replacement of Park & Recreation Large Tractor Mower for inclusion in the annual town operating budget. \$234,000 was included by the Board of Finance for Short Term Capital Projects in the FY 2013 Budget.

The committee also proposed a ten-year capital plan consisting of projects for roads, vehicles, town building improvements, and school building improvements. These projects are under consideration by a separate Bond Committee.

TOWN CLERK

The Town Clerks Office is responsible for the accurate recording and preservation of all land records, maps, Boards and Commissions schedules, agendas and minutes of meetings, Vital Statistics (Births, Marriages & Deaths), Elections and Referendums, as well as various other town records to be with state statutes, federal regulations and the town charter.

Municipal Election was held on November 8, 2011

First Selectman	McNabola	1962
	Zeoli	3151

There was approximately a 51% voter turnout.

There was a Republican Presidential Primary on April 24, 2012

Romney	231	Santorum	22
Paul	47	Uncommitted	6
Gingrich	22		

On January 1, 2009, the State of Connecticut implemented a new on-line system to purchase Sport Licenses such as Fishing, Hunting, Duck Stamps, and Pheasant Tags. As a result the Town Clerks Office **No Longer** sells these licenses.

Amity School Operating Budget	5-08-12	\$43,613,162	passed
Amity School Bonds Facilities Improvement	5-08-12	\$1,748,000	passed
Town Operating Budget 11-12	5-17-12	\$59,242,951	passed

The Annual Town Meeting was held May 10, 2012 at High Plains Community Center to consider a number of issues. 1) To authorize the Board of Selectmen to sell and convey land acquired by the town; passed by voice vote 2) Installment due dates for the payment of property taxes were approved for July 1st and Jan 1st and passed by voice vote. 3) The budget for FY 12-13, prepared by the Board of Finance, was presented and deferred to a machine vote referendum, which was held on May 17, 2012.

Vital Statistics	<u>2010</u>	<u>2011</u>	<u>2012</u>
Births	69	87	81
Deaths	130	152	142
Marriages (issued)	65	73	41

Town Revenues	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>
Marriage	737	803	583
Recording Fees	71,807	78,753	75,536
Conveyance	229,418	162,002	150,991
Dog License	3,285	4,085	2,803
Miscellaneous/Copies	9,251	13,185	10,615
Vital	7593	11,583	9,937
Historic Preservation	2,512	2,700	2,510
LOCIP	7,536	8,100	7,530

The Historic Preservation Account established in July 2000 is an on-going accumulating account, so that over time the Town Clerks Office can complete major preservation projects without impacting other areas of town services. In addition, the Town Clerks Office has received, this year, a grant from the State Historic Preservation Program for \$3,500, which was used to allow the public access to the land records.

Mary Jane Whalen, CATC, and Patrick B. O'Sullivan, Town Clerk, have attended the numerous Connecticut Town Clerk conferences this past year, in order to keep up on changes in laws and legislation effecting local government, new technology and methods of improving public service in the Town Clerks Office.

COMMUNITY SERVICES

The Community Services Department entered its 32nd year of delivering social services to the residents of Orange. Services and programs include a full array of activities for seniors and youth, medical transportation for persons with disabilities and seniors. Behavioral health services are provided through a contract with Bridges, Inc., with services available at both the main office in Milford and a satellite office in Orange. The Department also provides limited financial support to income-eligible residents through Its Community Assistance Fund. Of note, the Rotary Club of Orange and the town provided financing for a new minivan. Staff has exercised considerable effort to fundraise to insure that residents in need maybe assisted. The town is fortunate to have such a group of committed, resourceful, and compassionate professionals at their service. Through the generosity of individuals, families, local businesses, and civic and service groups, staff raised a record \$14,000 for the Community Assistance Fund. The generosity of the members of this community indeed make Orange a special place to live. A special thank you goes to the citizens who serve on the Community Services Commission, the Department's various advisory committees, and the volunteers whose time and talent support and enhance the programs and services provided through this department. Our senior center continues to provide activities that promote independence, creativity, and sound physical and emotional health for residents over the age of 55. With the advancement of mobile electronic devices, more classes focusing on iPads and iPhones have been offered. We continue to serve as a satellite to the New Haven branch of Institute for Learning in Retirement (ILR) by hosting classes at High Plains Community Center. OCS partnered with the Church of the Good Shepherd to provide Wednesday lunches when the Elderly Nutrition Program provided required a cutback in service because of lack of funding. We continued to serve town youth with after-school programs, art colony, and job bank. We gave 3,738 rides to town residents, receiving \$4,292 in donations. In cooperation with the Orange Lions Club, 128 dinners were served at the 17th Annual Thanksgiving Dinner. Through our Holiday Program, local residents and community organizations donated 25 gift baskets. Also, 25 families (including elderly and 24 children) received holiday gifts. Our monthly Legal Clinic served 49 residents.

ELDERLY OUTREACH, MUNICIPAL AGENT FOR THE ELDERLY

Business Sponsor Bingo

An opportunity was created for area businesses to sponsor bingo. The Senior Center Bingo is normally attended by 50 or more senior residents and is held on Thursdays from 1:00 to 3:30 pm.

Sponsoring Companies will have the opportunity to hang a company banner and leave marketing materials in the Senior Café for the entire sponsor month. The sponsor will also be able to leave any contact, referral or marketing materials with Denise Stein, M.S., LPC, Elderly Outreach Worker/Municipal Agent for future referrals.

Sponsorship would involve a \$100 donation, which will be used for the Community Service Department Fuel Bank, they would also furnish a light snack for the intermission of one bingo during their sponsoring month, and provide a basket or gift certificate for the final prize of the day.

Orange Community Services has raised \$600 for the town emergency fuel bank through this project. This fiscal year the donation amount went to \$100.

Energy Assistance

The office of the Elderly Outreach Worker/Municipal Agent is an intake sight for the State of CT Energy Assistance program and Operation Fuel. The Elderly Outreach Worker/Municipal Agent received 200 inquiries for Energy Assistance. This breaks down to 76 TEAM Applications, Thirty-four households were served by the Town's Emergency Fuel Bank, and there were Eighty Nine Inquiries into the energy program.

Community Assistance Fund

Community Assistance Fund is a combination of the town's Emergency Fuel Bank, the Food Pantry, Financial Grant not to exceed \$500.

Orange Community Services has helped 28 households from the Town Fuel Bank for a total of \$9,018.56. This is a change from last year when 34 households were helped for a total of \$16,019.83.

Thirty-seven households were served through the Emergency Food Pantry. Households are made up of a mixture of adults, children, and seniors. The spirit of the Food Pantry is no one who request food is denied food upon their initial visit. At that time, they are informed of the program's guidelines and asked to present income and residency verification for their second request.

Community Assistance Fund granted \$1,000.00 in assistance for a scholarship to the Park & Recreation Summer Camp and the Girl Scout Summer Camp. Other assistance provided by the fund includes grocery gift cards.

Friendly Visitor / Telephone Reassurance Program

The Elderly Outreach Worker manages the daily activities of the Friendly Visitor/Telephone Reassurance Program. The Elderly Outreach Worker/Municipal Agent has held quarterly meetings for training and venting purposes. Besides the initial training,

volunteers have received training regarding Home Health Care, Downsizing a Home, Congregate Housing, Alzheimer's Disease & Assisted Living, and Orange Visiting Nurse Association. Friendly Visitors recorded a total hours of 342 hours with 7 volunteers. That averages over 3 hours per month per match.

Personal Development & Trainings

In August 2011, the Elderly Outreach Person attended an EZ4U Money Management Seminar. In August, it was a Go Green Seminar to Save Money. In October, the Annual Area Agency on Aging Conference was attended. In Feb, the Outreach Person attended a Fall Prevention Workshop, and a Yale Symposium on Stress/Recovery. In May, I attended the Impact of Aging on Family Dynamics.

Print Media

The Elderly Outreach Worker/Municipal Agent writes a monthly column for the Orange Town News. The column has covered the Low Vision, TRIAD and Exercise, Scams, Nutrition and Great Web Sites.

Handyman Skills Bank

The Senior Center's, Senior Leadership Program has developed a Handyman Skills Bank; The Handyman Skills Bank will assist limited income seniors with light chores around the house. The Elderly Outreach Worker Coordinates the volunteers with the work requested. The Outreach Worker has arranged for 31 handyman jobs which were completed by five volunteers.

TRIAD

The Elderly Outreach Worker/Municipal Agent facilitates the TRIAD bi-monthly meetings.

The Orange TRIAD continues to plan events and sponsored a Scam Panel that was well attended. TRIAD has a goal of having a panel presentation on Sheltering at Home.

Client Contacts

The Elderly Outreach Worker/Municipal Agent spoke with 747 different persons and made 1,055 referrals to area programs.

ORANGE SENIOR SERVICES

The Orange Senior Center provides activities that promote independence, creativity, and sound physical and emotional health for residents over the age of 55. There is no membership fee for residents. Non-residents may join for \$10 a year for a single person and \$15 for two people living at the same address. After some pruning of no longer current addresses we managed to trim the newsletter mailing down to 1,459 in June 2012 from 1622 in July 2011. That is a saving of \$43.68 a month or \$524.20 a year. The membership of the center has increased from 1979 at the end of FY 2010-11 to 2,408 at the end of FY 2011-12, an increase of 429 people.

Three town residents were honored at the annual Pasta Festa! Fundraiser as Living Treasures. 260 people attended the event. It raised over \$3,300 for the Senior Center. The annual summer cookout was attended by 168 seniors in July, 2011. The Senior Center arranged for many day, overnight, and longer trips, including a 9 day trip to the Canyon Country out west, 3 day trip Vermont Getaway, Christmas in Newport RI with a visit to LaSalette Shrine, Foxwoods, Oktoberfest, Lobster Bash, Tanglewood, an overnight at the Turning Stone Casino to see UCONN Women play Basketball, various theaters to see Ronan Tynan, "My Fair Lady", "Bell, Book, & Candle", "Sister Act", "George M", and "Jonah" while on a 3 day trip to Pennsylvania, to name a few.

The Senior Center hosted a Veteran's Day Appreciation show, Valentine's Party with the Orange Lions Club, Christmas Carolers, Bells of Fire bell choir, and a Softball Tournament to raise revenue for the Community Assistance Fund.

The Senior Center organized a sewing group to participate with International Hope for Women's program Dress a Girl. Presently about 12 women sew old pillow cases into dresses for impoverished children in lesser develop nations.

Classes and activities are offered to exercise and stretch the body, mind, and spirit including yoga, tai chi, watercolor painting, computers, bridge lessons, zumba gold, fitness, tap dancing, line dancing, chair exercise, opera appreciation, and arthritis exercise classes. A monthly Lunch and Learn presents speakers on interesting topics. The afghan ladies made afghans for foster children. Wii Bowling, Chess Club, billiards, and table tennis are enjoyed by many members at the center. AARP offers a monthly Driver's Safety Class and yearly Income Tax Assistance. The Senior Center continued with a monthly birthday recognition event for its membership.

The Orange Senior Center hosts an annual Health & Safety Fair with 35 vendors and which drew over 200 people. The event rose over \$1,800 for the Community Assistance Fund.

A hot lunch provided by the Elderly Nutrition Program of FSW is served daily in the senior café. During the fiscal year 2011-2012, 4,499 meals were served, the program was operational for 217 days; \$6,985.80 was raised through donations at an average of \$32.19 per day. Besides the FSW mandated closed days, the lunch program was closed 14 days due to holidays, fairs or activities, and inclement weather. FSW replaced the funding for Wednesday lunches February 2012. Orange Community Services worked with the Church of the Good Shepherd to supply a Wednesday Lunch option.

YOUTH SERVICES

Through fiscal year 2011-12, Youth Services incorporated eighteen program/events with participation by over six-hundred youth. Youth Services again assisted the Art in the Library Committee by coordinating with Orange Elementary and Kindergarten schools the 5th Annual Children of Orange K-6 Art Exhibit at Case Library. Coordinator also assisted with the hanging of the exhibit. One-hundred and four students exhibited their art work in areas of drawing, painting, and 3-D. Approximately 170 persons attended the reception. Coordinator was assisted by school personnel in the accumulation of artwork.

The Middle School 7th and 8th grade dances were attended by 564 students cumulatively and assisted by approximately 25 chaperones on a rotating basis. Students were able to enjoy professional DJ, food, and raffle prizes. An Incoming 7th grade picnic was held for new seventh graders at High Plains. Games, raffles, fun booths, food and refreshments were provided through a grant from the Lion's Club. The Job Bank assisted thirty-one youth in gaining employment with area residents. Varied job areas were offered such as yard work, painting, cleaning attics/basements, mother's helper, tutoring, snow shoveling, and more. During the year, fifty-one jobs were offered to members helping them to experience a variety of work experiences and community interaction. Through an Enhancement grant provided by the State Department of Education to Youth Service Bureaus an Artist Colony was initiated which was comprised of three separate classes totaling 30 youth who were offered two sessions of drawing and one of watercolors. Art professionals taught students perception, dimension, depth, measuring techniques, brush utilization, and color scheme. The program assisted students to complete a finished work of art, improve their artistic abilities, and reinforce a sense of confidence in their work toward future endeavors. Through the program students were also able to participate in a trip to the New Britain Museum of American Art, receive gift cards, and be recognized for their achievements at an artists/parents Recognition dinner. The 5th Annual Art Colony was also held which displayed art work submitted from students from grades K-12 on walls at HPCC for 3 months. Students were able to have their art work exhibited which was seen by hundreds of visitors. SDE grants were completed for the coming fiscal year encompassing the Annual grant and Enhancement grant. Also an SDE Individual Services report in regard the previous fiscal year was completed as well. The Youth Services Intergenerational Tutoring program enjoyed another successful year which incorporated seventeen students and eleven tutors. Tutors worked one-to-one with students at Case Library once per week. Parents provided tutors with academic updates and progress reports. A student-parent-tutor graduation was held in June for participants. A "Life after High School" Career-Job Fair 2 was held and fourteen area merchants, educational representatives, and vendors set up display tables to inform and talk with youth about their prospective life goals. Youth Services worked with four students in regard Court Community service totaling 75 hours. Assignments included administrative, garage, custodial, and food pantry. Also, three babysitting classes were held during the school vacation weeks. Thirty- four students received course instruction/materials as well as First Aid certification and lunch. Thirty Amity High School students worked with Youth Services as volunteers for school credits being utilized in areas of Middle School dances, special events, food pantry, Lion's Club activities, Town concerts, administrative duties, and Community Services. Youth Services utilized a variety of publicity options in regard programming and events which were the Youth Services online newsletter, newspaper, parent list serve, fliers, and school

announcements. Monthly meetings were attended by Coordinator with organizations such as BOW (Bethany, Orange, and Woodbridge Collaborative), PCYC (Planning for Children and Youth Committee), Orange Family Counseling, and Youth Services Advisory Board. Youth Services utilized an area merchants base in regard their services and received discounted prices for all events during the year. Parent chaperones were utilized as volunteers assisting at Youth Services dances and the annual Incoming 7th grade picnic.

CONSERVATION COMMISSION

With help from the Senior Leadership Group, the Orange Conservation Commission completed updating the Open Spaces trail maps. These maps can be found on the South Central Regional Council of Governments website. We were fortunate to have the Senior Leadership Group help in putting together and updating the trail maps and creating a brochure with the maps of all the open spaces in Town. These maps can be found at the Library, Town Hall and Senior Center. The Leadership Team has given the Commission the software that was used so that in the future the Conservation Commission can update trails as needed.

This is our second year to have a booth at the Agricultural Fair and has been a great way to introduce the community to the different Open Spaces we have in Town. The recently purchased Turkey Hill Preserve was the centerpiece of the display.

We had three Eagle Scout Projects in 2012. The first was the Howard Brooks Trail renovation at Racebrook Tract. The project was completed by Thomas Meehan who renovated and restored nature trail and its surrounding area back to its former glory. The second project, completed by Tim Brown, was the creation of a 24ft, footbridge over wetlands from the parking area on St. Johns Drive to the Ewen Preserve and was necessary to provide access to the preserve. The third project, completed by Jacob Wilcek, involved cleaning trash in and around the Paul Ode Trail and building some small foot bridges and relocating kiosk.

CT Trail Days was held at the Howard Brooks Conservation Area. Chris Shaw from the Land Trust did an instructional guided walk of the area. We also, did a workday for that area the week before.

This year we received a check from the Garden Club as a gift to replace a washed out foot bridge on the Riverside Drive side of the Howard Brooks Conservation Area. The gift afforded us to buy the material and the bridge will be completed by volunteers. The collapsed extended deck at the Howard Brooks Trail was removed and new railings installed. Various water tolerant plants were located in the wet areas along the walkway.

The new Wepawaug Bridge was damaged from a fallen tree. Public Works removed the tree and replacement materials were purchased. Repairs were completed by Jim Ewen.

Hubbell Open Space was officially named Turkey Hill Preserve. Two trails have been marked red and blue. The Parking area has been mowed. As per Town policy, ATV's are not being allowed and signs will be posted. Police Department will monitor Housatonic Overlook and have been provided with a weatherproof combination lock for the gate.

TOWN COUNSEL

General Matters

The general work of the Town Counsel followed the patterns of past years. Principally, advice was given to the First Selectman, Board of Selectmen and various town boards, commissions and agencies on legal issues facing the Town. Numerous contracts were reviewed and negotiated for construction, goods and consulting services on behalf of the Town.

Zoning Matters

Numerous zoning issues were addressed during this fiscal year. The Town purchased the property generally referred to as the Hubbell Property which concluded the affordable housing appeals commenced by Hubbell Corporation and the Wepawaug Development, LLC suit against the Town for rejecting the group's application under Conn. Gen. Stat. 8-30g, the Affordable Housing Statute, to amend the Zoning Regulations to create an Affordable Single Family Design District Zone and to Amend the Town's Zoning Map.

Litigation Matters

There was no significant litigation brought by or against the town during the past fiscal year. A few tax appeals that remained pending were finalized.

ORANGE DRUG/ALCOHOL ACTION COMMITTEE (ODAAC)

ODAAC (Orange Drug/Alcohol Action Committee) serves the Amity area as the Local Prevention Council (LPC) for Bethany, Orange and Woodbridge, as designated by the State of Connecticut Department of Mental Health and Addiction Services. The mission of the committee is to educate the residents of Bethany, Orange and Woodbridge about the roll that "prevention" plays in leading healthy lifestyles. The committee supports the efforts of drug, alcohol, and tobacco prevent initiatives through funding as granted by a partnership with the Valley Substance Abuse Action Committee and BH Care. Such funding allows the committee to support initiatives in the Amity regional school district as well as the elementary schools of all three towns. During FY 11-12, ODAAC supported and participated in Red Ribbon Week, health and wellness educational modules and a community wide panel examining the dangers of texting while driving. Additionally, members of the ODAAC committee attended and received certification in mental health first aid and tobacco education. Each year, speakers, programs, supplies and events are supported by the work of the ODAAC committee members, who include a part-time coordinator, school representatives, parents, counselors and other community members who remain committed to keeping town residents safe from the dangers of unhealthy decision-making. ODAAC works to deliver important educational messages to residents of all ages.

ORANGE ECONOMIC DEVELOPMENT COMMISSION

During the 2011-2012 Fiscal Year, the Orange Economic Development Commission supported the marketing aspects of the Town of Orange's Economic Development program. The OEDCommission undertook a series of activities coordinated to enhance the Town's ability to attract retail, commercial, and industrial businesses. Some of these activities included:

- Support of the OrangeLife Magazine
- Completely updated the OrangeEDC.com website,
- Monthly Newsletter distributed via email to economic development contacts, and
- Produced the 10th Annual the Orange Community and Business Exposition and associated Brokers Tour.

The members of the Orange Economic Development Commission include, Armand Cantafio, Chairman; Royce Brosler, Barbara Germano, Nisha Falcigno, and Carl Russell. The Orange Economic Development Commission is continually improving outreach to prospective business and ensuring that tools are in place for successful economic development initiatives.

The *OrangeLife*, which is produced by the Orange Economic Development Corporation and supported by the Commission, is designed to highlight and celebrate what it means to be a member of the Orange community. The magazine supports local businesses, as well as contains useful information regarding the Town of Orange. Over 7,000 magazines are delivered twice per year to every home, business and post office boxes within Orange.

The Economic Development Commission supported the production of a monthly newsletter that is electronically delivered to local, regional and national contacts. These contacts include retailers, developers, and real estate professionals. The newsletter has enabled business contacts to directly and immediately contact the town's economic development professionals.

A major accomplishment this year was the complete overhaul of the OrangeEDC.com website. Located at ww.orangeedc.com, the website has a new look and new features to provide a clear perspective of the Town of Orange. The website will also accommodate yearly upgrades to the site, so the OEDCommission can continue to build upon the new web platform.

The Orange Economic Development Commission has been a key driver of the Annual Orange Business & Community Exposition. The Expo, which was held on June 16, 2012 at the High Plains Community, saw the participation of over 500 persons during the day long affair. This year's event incorporated 68 vendors showcasing their products and services at the Expo. In addition to the usual activities, the Orange Economic Development Commission hosted the 6th Annual Broker's Tour. The tour which included a number of regional commercial brokerage firms toured a number of Orange's available

commercial and industrial properties. The event was well received by the broker's and has become a staple of the Annual Orange Business & Community Expo.

The Orange Economic Development Commission is pleased to perform these activities on behalf of the Orange community and welcomes comments or suggestions to assist in furthering the economic development potential of the town.

ORANGE ECONOMIC DEVELOPMENT CORPORATION

The Orange Economic Development Corporation is a private, not-for-profit organization designed to support economic development initiatives, create economic opportunities and manage the day-to-day economic development activities on behalf of the Town of Orange. The corporation is represented by private business, local residents and representatives of the Town of Orange.

During the 2012 Fiscal Year, the Orange Economic Development Corporation continued to facilitate the economic development efforts on behalf of the Town of Orange. The Town of Orange had a productive year in terms of business growth, as 32 new businesses opened their doors as compared to the 6 business closing that occurred during the year. To further highlight business, growth in the community the commercial and industrial vacancies rates have declined from 7.33% to 6.34%, with the biggest percentage decline coming from the industrial zone which saw a 3.19% decline to end the year with a vacancy rate of 3.70%. Both retail and industrial rates are now at their lowest rate since the OEDC has been maintaining these types of records (2009).

The OrangeLife Magazine was distributed in June and December 2012. The magazine, which is distributed to over 6,200 businesses, residents and post office boxes features compelling stories of the life and times of Orange residents. The office has also purchased magazine racks that were placed at High Plains Community Center, Case Memorial Library and Town Hall, which has resulted in the distribution of an additional 1,000 magazines. The OEDC intends on purchasing additional racks for placement in private businesses and will increase the total number of printed copies to 8,500.

The Orange Economic Development Corporation continues to manage project specific activities as guided by the Town of Orange and our own Board of Directors. These projects include those listed below:

- **Boston Post Road Banner Program**
- **Orange Business Expo**
- **STEAP Edison Road Extension Project**
- **OrangeEDC.com Website**

The OEDC will continue to build upon the public / private partnership created through the town's energetic economic development program. The Corporation anticipates a productive and exciting year throughout fiscal year 2012/2013.

AMITY REGIONAL SCHOOL DISTRICT #5

The Regional School District was incorporated in 1953 to serve the education needs of students in grades 7-12 who reside in the towns of Orange, Woodbridge and Bethany, Connecticut. The district has been meeting this goal with distinction since that time. Amity students regularly exceed state and national averages on standardized exams and continue to demonstrate their competence in a myriad of non-standardized assessments. Amity students achieve at high levels across all content areas. In the spring of 2012, students in grades 7, 8 and 10 continued their outstanding performance on the Connecticut State testing program outpacing state, reference group and their own previous performance. This year excellent progress was maintained at the grade 10 level - Amity students scored #3 in the District Reference Group in reading, #4 in science, #6 in writing and #7 in math. In grade 7 Amity was #3 in the District Reference Group in math, #4 in reading and #4 in writing. Grade 8 scores were also near the top of the District Reference Group.

The Amity Board of Education is committed to seeing that each school and service area in the district receives comparable resources from the budget. Issues such as enrollment, teacher/student ratio, district and school-based improvement plans, improved student performance on state-mandated tests, curriculum initiatives, health and safety needs in each facility and future capital plans drive the budget. The Superintendent convenes meetings with district leaders to seek input regarding the needs of the entire district and to achieve equitable distribution of resources. The Superintendent's Proposed Budget is presented to the Amity Finance Committee each year in January. This Committee scrutinizes the Superintendent's request and suggests alterations. The Superintendent and administrative team review the suggested alterations and reallocate resources in an equitable manner. The Superintendent next presents the Superintendent's Proposed Budget to the Board of Education in February. A public hearing is held prior to final Board adoption in April to hear input from residents of Bethany, Orange, and Woodbridge. All three towns vote on the budget at referendum in May.

AMITY REGIONAL HIGH SCHOOL

Centrally located in the Town of Woodbridge, Amity Regional High School enrolls over 1,640 students in grades 9-12 in a wide variety of academic and co-curricular programs. Amity Regional High School prides itself on achievements in the three A's: Academics, Arts and Athletics.

Academically, Amity Regional High School provides a wide range of learning opportunities available to its students. Each student is provided a program of studies tailored to meet their aspirations for success. The highest-level courses offered at the high school are in the Advanced Placement (AP) program. In May of 2012, 292 students took 553 Advanced Placement tests. 90% of students taking these exams received passing grades. Many opportunities exist for challenging academic work in honors courses and high-level electives. Our Career and Technical Education Department offers an extensive array of courses, including culinary arts, auto mechanics, computer-aided design, and many other courses where a full range of students work in hands-on learning environments. Students score consistently well on standardized state and national assessments, including the CAPT, SAT, SAT-2, PSAT, ACT, AP and Career and Technical Education. Over 90% of Amity graduates attend two and four-year colleges after graduation, including many at the most selective colleges in the country. This past spring the Theatre Arts Department offered five sold-out performances of *Legally Blonde*. The musical garnered 11 nominations at the Connecticut Musical Theatre Awards Program with a win for best female lead in the state. In sports, Amity Girls are state champions in Softball.

AMITY MIDDLE SCHOOL – ORANGE CAMPUS

Amity Middle School-Orange operates on a middle school team organization with teachers formed into groups of five covering the subjects of math, science, English, social studies and foreign language. This model provides students with a more integrated and organized experience as opposed to the old junior high school model that was organized into curricular departments.

As a result of the implementation of a rigorous CMT Remediation Plan and a District Literacy Initiative, our CMT scores remain strong in eighth grade. There was considerable improvement in grade 7 where our students ranked # 3 in math, #4 in reading and #4 in writing of nineteen comparison school districts. The strong academic program in grade 8 is enhanced by a whole grade overnight trip to the Boston Science Museum and the New England Aquarium. Additionally, a wide array of co-curricular clubs is offered after school. Finally, an interscholastic and intramural program rounds out the Amity Middle School-Orange experience.

ORANGE ELEMENTARY SCHOOLS

The students, staff, and Board of Education enjoyed a productive 2011 - 2012 school year, one characterized by significant change and positive momentum.

Despite on-going economic challenges for the Board of Education, as represented in budget increases of less than 1% per year for the past four years, exciting improvements have been possible. Advancements in technology have been particularly remarkable, including the addition of two new full-time technology employees, the installation of a *SmartBoard* and document camera in every classroom, the availability of two wireless labs of netbooks on carts at each school, the purchase of a cart of iPads in the kindergarten, the implementation of new Internet-based SRBI programs to support reading and math, and a dynamic new webpage. The Board made significant gains on the district's conversion to the Common Core State Standards with the implementation of a new math curriculum, *Math Expressions*, in Grades K- 6. The new program is problem-solving and applications based. After a successful pilot, the BOE also expanded the instrumental music program to include approximately 70 new students. All of this was accomplished while maintaining very reasonable class sizes. The Board of Education and school staff are appreciative of the support of the First Selectman, Board of Finance, and the taxpayers of Orange.

The retirement of two, beloved administrators led to the reorganization of Central Office and, after an extensive process, the hiring of two new principals at Peck Place and Turkey Hill. The Director of Curriculum and Instruction was combined with the principalship of Mary L. Tracy. These changes, coupled with the mid-year introduction of a new Superintendent, have meant a significant change in leadership.

The results of the 2012 Connecticut Mastery Test revealed excellent academic growth over time from Grades 3 to 6. In fact, by the 5th and 6th grades, a remarkable number of students are scoring in the advanced band. While acknowledging this success, our teachers and principals still continue to set goals for improvement. Equally important, our students enjoyed a number of enriching programs and activities from school plays and field trips to interesting cultural programs supported by our active PTAs. The district is continuing to support Science, Technology, Engineering and Mathematics (STEM) programs through First LEGO League Teams at each school and a program called *Infinite Possibilities*, where students from Amity High School and an advisor work with 4th grade girls to promote their interest in Science, Math and Technology. For reports about the CMTs and many of our academic and enrichment programs, the district's new webpage at www.oess.org is now an excellent and up-to-date resource.

The Buildings and Grounds subcommittee of the BOE, along with our Facilities Director, have had an extremely challenging year. Several significant school repairs, including new roofs, have dominated months of conversations at the town level. The district has also partnered with utility companies, to improve HVAC systems and exterior lighting and to undertake gas heat conversions as they became possible. Savings are impressive. Though capital improvement funds are very limited, the Board of Education is committed to school improvements and to energy-related projects that will result in long-term savings.

EMERGENCY MANAGEMENT

The town of Orange Emergency Management is headed by Director Fred Palmer and Assistant Director Faustino Russo (Tino). Both positions are on a volunteer basis. Our objective is to make sure the town is prepared for any disaster that may occur. We have monthly meetings with our Emergency Management Advisory Council to make sure the town is prepared for any disaster, discuss activities and plan exercises. The council consists of several town department heads, American Medical Response (AMR), Red Cross, Military and other volunteers who will be operating the Emergency Operations Center (EOC) in case of an emergency. Communications is top priority during an emergency and the town is changing from Reverse 911 telephone system to "Everbridge". Everbridge allows us to contact every telephone in town in less than one half hour and is less costly than the R-911. We have radios so we can communicate directly with our state Department of Emergency Management and Homeland Security (DEMHS) and have installed a radio system so we have better communications with area towns. Your federal and state dollars are paying for much of this as there is an ongoing funding program administered by the state DEMHS granting funds to the town of Orange and more recently to Regions of the state. Orange is in Region 2, which consists of towns along Long Island Sound, Milford to Old Saybrook. Our Director and Assistant Director are both licensed Ham Radio Operators as well as several CERT members to reinforce our communications. The town Fire Marshal is our Administrative leg and is very involved with our Emergency Preparedness, safety equipment and funding requests through the State and Federal Government. We attend quarterly Regional Emergency Planning Team meetings as well as training seminars, exercises and conferences. We are in charge of the town shelter at High Plains Community Center, which is operated by our CERT team. Family pets are welcome at the shelter, which provides showers, electricity to charge devices, meals and a place to stay overnight when necessary.

COMMUNITY EMERGENCY RESPONSE TEAM (CERT)

The Orange Community Emergency Response Team is a **volunteer** group of citizens trained in basic disaster response skills, such as fire safety/suppression, light search and rescue, disaster medical operations, disaster preparedness and shelter management. CERT is a national program administered by the Department of Homeland Security (DHS). Orange CERT members use their training to give critical support to first responders and provide immediate assistance to victims when emergencies happen. The team also assists the community with non-emergency events and projects. CERT is prepared to operate our emergency shelter at High Plains Community Center when needed. The team has assisted with Town Fireworks, Volunteer Fire Department Carnival and the Country Fair. Orange CERT is a dedicated team of volunteers that continue to train in all areas of emergency response and preparedness. They are ready to assist and support the first responders and the community at a moments notice every hour of every day. We trained 22 new members this year, which brings our total membership to 40. Everyone should be prepared for disasters in advance: Check the following Websites: www.Getreadycapitolregion.org , Local www.arcscct.org National: www.redcross.org or your telephone book for free Brochures, also www.ready.gov and www.FEMA.gov

COUNTRY FAIR

The annual Orange Country Fair was held on September 17 and 18, 2011. The weather was fantastic for both days of the event. The fair marked its 37th anniversary, which is impressive considering the original organizers envisioned a one time event.

The Committee works year round to provide two days of activities celebrating the agricultural history of the Town of Orange as well as trying to bring new events for everyone's enjoyment. Activities include horse and oxen draws, tractor and doodlebug pulls, pig racing, police dog exhibitions, a hay bale toss and a skillet toss. This year the organizers brought the Marvelous Mutts to the Fair which featured dog tricks and dock diving. This event was well received by the attendees. There are exhibits of crafts and produce displayed and the animal tent continues to be a huge attraction for all ages.

Proceeds from past fairs go towards improvements on the buildings and grounds. This year a new wash building was erected next to the electrical building behind the main food pavilion. This building includes a large industrial wash sink and a water heater. The committee continues to investigate into new lighting systems for both the exhibit hall and museum buildings.

The Committee wishes to express appreciation to all who volunteer at the event and to all who attend. Without this support the Committee could not have achieved in putting on such an event.

BOARD OF FINANCE

The Board of Finance has primary responsibility for the preparation and adoption of the annual Town budget. Once the budget has been approved, the Board of Finance establishes the mill rate necessary to fund the budget for general Town operations. The budget process begins in the fall when Town department heads prepare a request for appropriation for the coming fiscal year. Departmental requests are reviewed by the Finance Director and the First Selectman and then forwarded to the Board of Finance for further review and action.

Budget workshops are held from January through March wherein the various departmental budgets are reviewed in detail with input provided by the Town department heads and board and commission members. Toward the end of the workshop process, a projection of the anticipated non-tax revenue amounts is developed, and the appropriation requirements for the Amity Regional School District and Orange Board of Education are reviewed, adjusted and built into the total Town Budget. The annual Public hearing is then held to solicit input from the public for consideration by the Board in preparation of a final budget which is published and presented at the annual Town meeting. In this manner, the Town Budget for the fiscal year ending June 30, 2013 was approved by the voters in May of 2012. In addition to the budget process, the Board of Finance is also responsible for the periodic review of budgetary compliance as well as the general financial health of the Town. The Board is also responsible for the consideration and supplemental appropriation of funds in response to emergent conditions and unforeseen costs.

The Board of Finance has the authority to oversee the financial activity of the Amity Regional School District. Board member Joseph Nuzzo is the current Orange Representative assigned to the Amity Finance Committee which is comprised of representatives from the Orange Board of Finance, Woodbridge and Bethany Boards of Finance and from members of the Amity Board of Education. The Amity Finance Committee is directly responsible for financial oversight for the Amity School District.

FIRE MARSHAL'S OFFICE

The Fire Marshal's Office operates under the direction of the Board of Selectman, the Connecticut Department of Public Safety/Office of State Fire Marshal, and various Federal agencies. Our department responsibilities can be broken down into three main categories: enforcement of the Connecticut Fire Safety Code, fire origin and cause investigations, and public fire safety education. Fire Code enforcement includes regular inspections of all new and existing buildings located in the Town of Orange, except for one and two family homes.

For the Fiscal year beginning July 1, 2011, and ending June 30, 2012, the Orange Fire Marshal's Office activity statistics are:

Inspection, Enforcement and Investigation Statistics:

Fire Code Inspections which includes initial and re-inspection activities	732
State Fire Safety Code violations discovered and cited during inspections	1492
State Fire Safety Code violations that were corrected after being cited	1207
Review of building plans for State Fire Code compliance	238
Fire origin and cause investigations	48
Other activities, such as meetings, consultations, training classes, etc	426
Total permits issued	105

Town Fire Incident Response Statistics:

Fires, including buildings, vehicles, and outdoor property	73
Hazardous Condition responses	102
Rescue calls	19
False alarms	227
Other types of responses	105
Total	526

Of the 526 fire calls answered by the Orange Volunteer Fire Association for this fiscal period, there were 73 fires that included structures, vehicles, and brush. These fires caused a total of \$353,972 in property damage. Statistics indicated that 43% of the total fire calls were false activated fire alarms, mostly due to system malfunctions caused by a lack of maintenance. If you own a fire alarm system either in your home or business, annual testing and maintenance is vital to ensure proper operation and to reduce the number of false alarms. Through a FEMA grant and funding from various civic groups our office, in conjunction with the Orange Vol. Fire Association, we are continuing the smoke detector installation program for Orange residents. If you need smoke alarms for your home, our staff can provide and/or install battery smoke alarms **free of charge**. To participate in this program, please contact our office at 203-891-4711, or email via www.orangefiremarshal.com. Help us protect your family by installing smoke alarms!

ORANGE VOLUNTEER FIRE ASSOCIATION, INC.

The Orange Volunteer Fire Association, Inc. is comprised solely by volunteer firefighters who respond to and take action at fires and emergency incidents in the Town of Orange. There were 526 calls for service during the past fiscal year.

Highlights of the year include:

-The Line officers for this year are: Chief Charles Gagel, Deputy Chief John Knight, Assistant Chiefs Vaughn Dumas and Dr. Charles Sherwood, Captains Michael Esposito and Mark Osinski, Lieutenants David Tufano, Richard Lohrenz, Daniel Cole, and Drew Panapada.

-The Staff officers are Elfo Pol (Treasurer), Arthur Williams (Assistant Treasurer), Peter Daniel (Secretary), and Lisa Kaplan (Corresponding Secretary).

-The department continues to work with the Town of Orange Director of Emergency Management and the Community Emergency Response Team (CERT) to develop responses for emergencies in town.

-Active members are pursuing grant opportunities to replace existing safety equipment for firefighters, including personal protective equipment and self-contained breathing apparatus. These items are essential to the safety of firefighters functioning in hazardous environments. Efforts to obtain grant funds are another way that the volunteers work to minimize fire protection costs for the citizens of Orange.

-The department continues an employee assistance program to provide support services for volunteer firefighters. The program seeks to help maintain volunteers' well-being, given the physical and emotional dangers that firefighters encounter.

-Training remains a department priority. During the past year, a number of members completed State of Connecticut courses, including Firefighter I and Firefighter II, Fire Service Instructor I, and Fire Officer I. Further, classes were held for the National Incident Management System (NIMS), training that is mandated by the federal government as part of its homeland security initiative.

The members of the volunteer fire department work throughout the year to raise funds for equipment to protect the citizens of the town and their property. We appreciate the contributions made by the Town of Orange, businesses, organizations, and residents to support our efforts.

A sincere thank you is given to the active members and their families for their service to the department and the community.

ORANGE BOARD OF HEALTH

The function of the Orange Health Department is to provide for the protection of health and the promotion of human comfort and well-being of Town residents. The department is organized into two basic service areas; 1) the Medical Division, consisting of the Orange Visiting Nurses and the school and community nursing and 2) the Environmental Health Division. The Director of Health oversees the operation of both departments.

During the month of January the Board welcomed Judy Benson, our new director of the Visiting Nurse Association.

Long-time member of the Board, Earl Slusky, DMD, moved to another town, necessitating his resignation in June. His resignation was accepted with regrets.

Our annual review of Town medical services transportation was conducted with Charles Babson of American Medical Response (AMR). Once again, falls constituted the largest number of calls for assistance. As in previous years, AMR's time of response to medical incidents within our Town was excellent. A representative of Physio-Control was also present to discuss a device called the LUCAS Chest Compression system that would assist emergency responders to provide sustained, effective Cardiopulmonary Resuscitation (CPR) at the scene and throughout transport.

On May 9, members of the Health Department and residents of the Town joined the OVNA in an Open House to commemorate its 75 years of dedicated service to the Town of Orange.

Changes to our license and permit fees, as recommended by the Board, were approved by the Board of Selectmen and became effective on April 21, 2012.

Members of the Board, the Director of Health, Environmental Health and the OVNA participated in a two-day exercise titled Emergency Preparedness and Planning Initiative. This was a collaborative effort involving the Town's Emergency Preparedness Advisory Committee, representatives of United Illuminating Co., and the Red Cross. The exercise was designed to enhance Connecticut towns preparedness, response and recovery during and after a disaster.

Meetings of the Board of Health are held on the third Monday during the months of January, March, April, May, June, September, October and December at 7:30 p.m. in its new location in the High Plains Community Center.

ENVIROMENTAL HEALTH

The following is a compilation of the permits and licenses issued by this office for the fiscal year ending June 30, 2012:

- 81 Subsurface Sewage Disposal Permits
 - 1 Well Drilling Permit
- 113 Food Service Establishment Licenses
- 50 Vending/Temporary Food Service/Catering Licenses

During the recent fiscal year, more than 1,921 field and office activities were performed. Examples of the office and field activities that the Environmental Division conducted include the review of 169 subsurface sewage designs and building addition plans, 578 office conferences, 52 septic system repair/building addition investigations, 120 deep test pit observations, 70 percolation tests, 115 septic system installation inspections, 109 site inspections to evaluate various environmental concerns, 42 complaint investigations, 324 food service inspections, 64 stand pipes monitored to determine seasonal ground water levels, 3 ticks were referred to the Connecticut State Agricultural Experiment Station for the presence of Lyme Disease and 10 school and child day care facilities were inspected. In addition, the Director of Health issued four (4) written orders to abate various violations of the Public Health Code.

Office and field activities in the area of food service has not diminished. Several food service establishments have closed for business and no less than seven new establishments have opened including Lushe's Diner, Puerto Vallarta and the Subway drive-thru. Three food borne outbreaks were investigated requiring multiple in depth interviews, hazard analysis and coordination with the State Epidemiology laboratory. Two of the outbreaks were attributed to the Norwalk Virus.

Fees for permits, licenses and inspections were raised for the first time since 1993. The fee increases were approved by the Board of Health and the Board of Selectmen subsequent to a public hearing. Along with adding to the Town's revenue, the new fees are now on par with those of neighboring towns.

ORANGE VISITING NURSE ASSOCIATION

The Orange Visiting Nurse Association celebrated its 75th year of providing community health services to the residents of Orange through its state licensed and nationally accredited homecare agency and school nurse program. The agency is one of five Municipal VNAs, still in existence in Connecticut and the agency is thus positioned to respond to the current health care reform initiatives which focus on health promotion and prevention as well as teaching patients to manage their chronic disease so that they can stay out of the hospital and in their homes.

During the past year, the agency underwent staff changes with a new administrator, assistant administrator and full time RN case manager and said good-bye to retiring nurses. A major accomplishment during the year was the transition from paper records to computerized records with the clinicians out in the field utilizing what is called “point of care” or use of laptops to facilitate record keeping. This has allowed that agency’s clinical staff to communicate in “real time” and to be able to send updates to physicians more easily as well as assist in compliance with regulatory standards.

The agency continues to meet the changing health care needs by providing skilled nursing, physical, occupational, speech therapy, social work, dietary and wound care as well as through sub-contracts hospice and IV therapy. Orange Visiting Nurse Association also has a bath program for residents who do not require skilled care but need assistance in the home in order to have their personal care needs met. The agency continues to do community outreach as part of its mission which includes flu clinics, blood pressure clinics, office visits for residents who are not homebound and require medications which require a nurse to administer, “health chats,” participation with Town agencies and organizations including the Senior Center and Emergency Management.

The school nurses, under the leadership of the school nurse supervisor provide health care to 1270 students at four schools. A full time school nurse is assigned to each of the four elementary public schools and a part-time nurse to one private elementary school. The role of the school nurse today is very challenging due to the variety of health problems found among our current school population.

Students made over 18,574 visits to the school nurses for major and minor first aid, illness complaints and medication administration. Screenings were performed for height, weight, hearing, vision, epiclesis (lice), scoliosis and blood glucose testing. The school nurses administer flu vaccinations and PPD screening to the BOE staff as well as participate in PPT and 520 conferences, hold health education classes and conduct playground inspections.

HISTORIC DISTRICT COMMISSION

The Orange Historic District encompasses the Town Green, the Congregational Church, and twenty-five additional properties in the center of town. The purpose of the Commission is to protect and preserve the significant historic and architectural elements that contribute to the visual character of the District.

The Commission, which consists of five regular members and three alternate members appointed by the Selectmen, operates under Section 7-147 of the Connecticut General Statutes. No building or structure such as signs and walls may be erected or altered without a Certificate of Appropriateness. Such certificate is issued or denied after a public hearing before the commission. All certificates must be granted prior to receiving a building permit from the Town. In most instances, as in the case of fences and signs, a Certificate of Appropriateness is required even though no other permits are needed.

The Commission met quarterly during the year. During January 2012, we received a request from Scott Homiski to install a satellite dish on the roof of 209 Meetinghouse Lane. The Commission discussed it informally and informed Mr. Hamiski that providing the dish was not visible from the road, and placed on the rear of the building, it would not need a certificate.

We received an informal question from the Orange Congregational Church regarding traffic signage, but no application was ever submitted. There were no formal Certificate of Appropriateness' requests during 2012.

SILVERBROOK ESTATES

Silverbrook Estates is a 45 unit elderly congregate housing facility. Owned by the Town of Orange, Silverbrook Estates was opened in October 1994 and funded by a grant from the Department of Economic and Community Development (DECD). It is specifically designed to serve a frail low-income elderly population. The State of Connecticut continues to fund the residents through the Rental Assistance and Congregate Subsidy programs.

Since 2000, Silverbrook Estates has participated in the State of Connecticut Affordable Assisted Living program. This program has allowed many residents to age in place instead of moving to a nursing home.

The residents are very busy with a variety of activities. There is exercise twice a week and a seated Tai Chi class once a week. Bingo is scheduled for every other week. This is run by one of the residents. The Big Green Pizza Truck continues to be a favorite mid-summer party. Chef Charlene offered the "Heart Healthy Breakfast" again this past winter. We have had a Laughter Club get together once a month and the Southern Ct State University Student Nurses have given talks and taken blood pressures for the residents each semester.

Silverbrook Estates, managed by Elderly Housing Management, conducts all its business as is allowed by Fair Housing Law and is an Equal Housing Opportunity program.

INLAND WETLANDS AND WATER COURSES COMMISSION

The Inland Wetlands and Water Courses Commission authorized under Section 22a-28 of the Connecticut General Statutes acts to protect our natural resources. This agency is composed of Orange residents, appointed by the Board of Selectmen, on a bipartisan basis, to monitor and protect the wetlands and prevent their despoliation and destruction. Therefore, any plans you or your neighbors or friends may have that could conceivably impact the wetlands, swamps, bogs, streams or rivers within Orange should be brought before the agency for review and advice before any action is taken.

Most major residential and commercial developments are heard by the Commission and may be the subject of a Public Hearing. The Commissions' meetings are held at 7:30 p.m. on the second Tuesday of each month at the Orange Town Hall, lower level meeting room, to act on applications pertaining to any regulated activities affecting wetland and/ or watercourses in Orange. Our Enforcement Officer is available to assist residents. All wetland meetings are public meetings, however, public participation is restricted to a legally noticed Public Hearing.

Performing work in a regulated area (one hundred feet from a wetland or watercourse) without approval of the Wetlands Commission could be hazardous to the health of the land that nurtures us all. It could also subject the hasty landowner to legal action, fines, and a cease and desist order, and the possibility of having to undo an expensive but impermissible improvement or development which encroaches on the wetlands.

CASE MEMORIAL LIBRARY

The community relied on the Case Memorial Library to help them make connections to ideas, technology, and people through diverse services and programs that educate, entertain and highlight the richness of its collections. The Library circulated more than 156,000 items which included the latest fiction and non-fiction book releases, magazines, large print titles, DVDs, audiobooks, music CDs, and digital audiobooks and e-books. Over 96,000 patrons of all ages walked through the doors to attend programs, to search for a job, to research health issues, to dig for local history information, to start small businesses, to seek quiet study space, to receive technology training, to transport themselves through literature, and so much more.

The Library continued its tradition of excellence in information services. Whether through assistance with computers and technology or help with complex research, library staff answered 11,930 reference questions for patrons of all ages. The Library's online reference service expanded with the addition of Ancestry.com, the world's leading genealogical research database, and ReQuest, a service that makes it easy for residents to request materials outside of the Library's consortium right from home. In response to the evolving technology needs of Orange residents, the Library implemented a one-on-one e-reader training program. Since the program's inception in January 2012, the reference staff taught 68 patrons how to use their own devices and access the Library's free downloadable digital collection containing over 6,300 titles. Through a generous grant from the Orange Lions Club, the Library added two Nooks and three Kindles to supplement the collection of circulating e-readers. The Library specially designed its website www.casememoriallibrary.org to be viewed on mobile devices.

From cultural enrichment to entertainment to practical skill building, adults attended library events in record numbers. The Library offered 64 programs for adults drawing over 2300 people. The number of film goers increased exponentially due to the popularity of the *Oscar Film Series* which enabled patrons to view all of the major 2012 Academy Award nominees for free. *The Enchantment of Korea*, a special program, featured a cultural presentation and a sumptuous, traditional Korean lunch. Teens that participated in *Own the Night*, the summer reading program, enjoyed Hunger Games Mini Golf events, an Iron Chef cook-off testing their culinary skills, and *Treat Yourself*, a creative crafts activity. Ongoing programs such as the monthly Art in the Library receptions and exhibits, the Book Case Discussion Group, and Intergenerational Tutoring continued to attract new and returning patrons.

The Children's Department hosted a variety of events geared for all ages. Over 2,000 children attended story hours, drama workshops, films, a fabulous *Starlab* program, *Music Together* sessions and a wonderful Irish magic show. *Blast-Off to a Good Book*, the astronomy-themed summer reading program, attracted 195 participants. In February, the Library participated in the first-ever *Take Your Child to the Library Day*, a Connecticut library community event dedicated to bringing more children into their local libraries. In celebration of this event, 80 children enjoyed a special presentation by Farmer Minor and Daisy, his pot-bellied pig. *Mother Goose Is on the Loose*, the lapsit program for babies and toddlers, increased in popularity. In addition, the installation of new slatwall shelving enhanced displays and created more space to showcase new children's books.

The Friends of the Case Memorial Library offered tremendous energy and support throughout the year. Proceeds from their semi-annual book sales funded many wonderful programs and services. *An Evening of Stories from The Grapes of Wrath* with storyteller Carol Birch, boasted high attendance. The Friends provided ten circulating copies of each title selected for discussion by the Library's Book Case Discussion Group, and gift certificates for all of the teen summer reading program participants. They also purchased circulating passes to many museums and popular attractions in Connecticut and Rhode Island that entitled borrowers to free and reduced entry rates.

The Case Memorial Library is valued and used to the fullest extent. Over 5,000 Orange residents have library cards. The transformative powers of the Library to provide the opportunity for learning, growth and change are evident, and there to be experienced by everyone.

MEMORIAL DAY COMMITTEE

The Memorial Day Ceremonies and Parade were held on Sunday, May 27, 2012. James M. White, Lt. Colonel-U.S. Army retired, West Point graduate and Vietnam veteran was the Grand Marshal. Vito J. DeVito, World War II Army veteran and Purple Heart recipient was the Chief of Staff. The Honored Veterans this year were all World War II veterans, living or deceased, who served from 1941 – 1945. We proudly honored some 38 veterans with a proclamation and a commemorative hat with a World War II victory ribbon. Following the parade, a luncheon was held for the veterans and their families. The Reverend Ann M. Ritonia, Rector of the Church of the Good Shepherd in Orange, and U.S. Marine veteran from 1979 – 2007 was the Keynote Speaker. Diane Raikis sang the National Anthem. Robert Mirto, Esq. was the Master of Ceremonies and Fred O'Brien, Esq. was the Parade Announcer.

The ceremonies were coordinated by Kevin Gilbert. The services at the Veteran's Memorial Monument at the Orange Center Cemetery were led by Lawrence Czajkowski, Commander, American Legion Post #127. Wreaths were laid at the monument by the American Legion Auxiliary and the Jewish War Veterans. The Committee encourages everyone to attend the ceremonies at the gazebo prior to the parade and the ceremonies at the cemetery after the parade.

Many people help make the parade successful including the Highway Department, the Police Department, the Police Benevolent Association (PBA), the American Legion and its Auxiliary, the Fire Department, and the Park & Recreation Grounds Department. A special "Thank You" to the Orange Cemetery Association in memory of Marjorie Case & Family who bequest funds to help defray parade costs, the Orange Foundation, Eagle Leasing, Winkle Bus, Tom Hill Septic, the Graphic Arts Department of Amity Senior High School, all news media and lastly the boys and girls who did selected readings and the greeters who handed out the flags and programs during the ceremonies.

Generous contributions from private parties and organizations were received to honor our fallen veterans and to support the soldiers who are presently serving our country.

PARK AND RECREATION

The Orange Park and Recreation Department operated many very successful programs in 2011-12. Our program and swim lesson information is available on our website found at www.orange-ct.gov and click on Recreational Services. The website highlights over 60 activities offered by the department throughout the year. Our Summer Camp programs began on June 27, 2011. All four sessions of our Day Camp program were at full capacity and all eight weeks of our Traveling Teens program were full also. The Mini Camp numbers were steady all summer.

The Park and Recreation Department has a Director, Assistant Director, Administrative Assistant, Aquatic Supervisor, Park Maintenance Supervisor and Grounds Supervisor. The Recreation Programmer position is currently vacant.

The following events were again operated successfully in Orange at Town Park and/or community buildings: Special Events Concert series, Independence Day Fireworks, Orange Historical Society Train Show, Memorial Day Parade, Amity Rabies Clinic, Orange Expo for Economic Development, Flag Day and Veterans Day ceremonies, Orange Firemen's Carnival, The Orange Country Fair, Green Meadows Farm Cultural Show, the Board of Education Olympic Festival, the Boy Scouts Conn Jam 2012, Holiday Tree Lighting Ceremony, Drive In Movie, Pumpkin Palooza, Lions Club Easter Egg Hunt, Arts and Crafts Guild Holiday Fair, Pyramid Shriners Antique Car Show, Relay For Life and Amity Teen Center Chilly Chili Run.

Irrigation systems (including the one at Town Green) were repaired as needed. The Park staff continued to maintain 23 softball, baseball and soccer fields, 28 Town owned properties, emptied multiple Park trash containers (weekly), removed Autumn leaves, cleared Town parking lots and sidewalks of snow and measured and posted appropriate safe or not safe signs at our skating ponds.

PENSION BOARD

The Pension Board supervises the Pension Plans sponsored by the Town for the benefit of its employees. The Town provides for two Defined Benefit Plans, currently closed to new hires, and one Defined Contribution Plan, open to eligible new employees of the Town.

During the year, the Board met with both the Plan investment adviser and Plan actuary to monitor the investment performance of the Defined Benefit Plans and the investment performance and options available under the Defined Contribution Plan.

TOWN PLAN AND ZONING COMMISSION

The Town Plan and Zoning Commission met regularly on the first and third Tuesday of each month. Nineteen regular meetings and one special meeting was held during fiscal year 2011-2012. The Commission reviewed many pertinent issues during the year.

Approvals were granted for two Site Plan Applications. Pez Visitor Center was constructed at 35 Prindle Hill Road. Valley Tool, 22 Prindle Hill Road, constructed an 825 square foot addition to the front of the existing Industrial building. Site Plan and Special Permit Application was approved for Sunrise Hill Estate, LLC/Fieldstone Village. A Special Permit, submitted by St. Barbara's Greek Orthodox Church, 480 Racebrook Road, was approved to allow them to convert a garage at the rear of the Church into a Chapel. Puerto Vallarta Mexican Restaurant, 371 Boston Post Road, was approved for outdoor dining. A temporary Special Use Permit was approved for earth materials removal and filling, MLG Real Estate, LLC (aka Aurora), 205 Edison Road. They were also approved the Application of Certification of Sedimentation and Erosion Control Measures, Application for Special Exception, permit or use, and Site Plan.

The T.P.Z.C. approved a Resubdivision for Heartland Terrace, submitted by R. M. Skinner Enterprises to create three residential building lots. An application by R. M. Skinner Enterprises for property owners Gerald R. and Lisa Hine, 877 Grassy Hill Road was approved. One additional lot was created.

Several amendments were made to the Orange Zoning Regulations, including Active Adult Community Regulations (AAC); Outdoor Dining to provide for review by the WPCA and written approval from municipal departments; re-establish Office Park District on 46,897 acres of land owned by Harvey Hubbell and located off Derby-Milford Road. The Orange Zoning Regulations were also amended to clarify Special Permits in the RES district for larger ground coverage for Accessory structures; to permit a height in excess of 15 feet for accessory structures in the RES district and to amend sign regulations to prohibit LED signs, neon lighting, signs and accents.

For many years, the Town of Orange has been the beneficiary of having sound zoning ordinances, carefully written, and strictly enforced. The Orange we know today is the result of diligent effort by the Zoning Commission dating back to 1937, when zoning was introduced. The future growth of Orange, in large part, will rely on the continued vigilance of the Commission.

POLICE DEPARTMENT

In fiscal year 2011-2012 the Orange Police Department responded to approximately 30,850 calls for service. There were 416 criminal arrests, as well as 3,071 arrests for motor vehicle violations. The Department responded to 1,007 motor vehicle accidents; 1,440 medical emergencies; 1,674 burglar alarms and 355 larceny investigations. There were 50 burglaries reported. The Department also made 48 arrests for Driving Under the Influence.

The Department continued its participation in the regional SRT (Special Response Team) along with the Milford, Woodbridge and Ansonia Police Departments. The team functions as a specially trained decentralized tactical unit comprised of sworn officers tasked with resolving high-risk situations. The Department took possession of a Humvee vehicle, which was donated by the U.S. Army under the National Guard 1033 program. Area businesses also donated paint and accessories for the vehicle. The vehicle is being used by the regional SRT, and also serves as a response/ rescue vehicle in the event of an environmental emergency (hurricanes, floods, etc.). The Department recognized the need for such a vehicle after dealing with extreme weather events in August and October.

The Department continued regional traffic enforcement efforts under A.R.T.E. (Amity Regional Traffic Enforcement), utilizing State grant funding to participate in DUI roadblocks along with the Woodbridge Police Department in both towns.

MADD (Mothers Against Drunk Driving) recognized Department members for their efforts in enforcing drunken driving laws. The Department also received a pedestrian safety award from AAA (American Automobile Association).

The Department recognized the tenth anniversary of the 9-11 attacks with a formal ceremony in front of Police Headquarters at dusk on September 11th. The Department unveiled decorative green globes on the front of the building as a tribute to all those who lost their lives in the attacks.

The Department also continued its community policing initiatives, with Department members making numerous presentations and talks throughout the year. Department members participated in a Tip-A-Cop event fundraiser in May to benefit Special Olympics Connecticut. Department members also participated with the DEA (Drug Enforcement Administration) in two successful prescription drug take back days in October and April.

The Board of Police Commissioners is proud of the men and women of this Department, who continue to strive to provide the best possible policing to the Orange Community.

PROBATE COURT

The Milford-Orange Probate Court, as a consolidated court, has been successfully operated by Judge Beverly Streit-Kefalas since January 5, 2011.

Through the court, Judge Streit-Kefalas serves the public in decedent estates, trust matters, conservatorships, child guardianship and custody proceedings, adoptions (child and adult), name changes, guardianships of adults with intellectual disabilities, psychiatric commitments, and other matters.

	Current Fiscal Year	Before court consolidation (FYE 6/30/2010)
Decedent estate matters	1011	187
Trust matters	76	48
Children custody/guardianship/adoption	68	4
Guardianships of estate	49	27
Conservatorship matters	338	28
Guardianships of intellectually disabled	12	1
Name Changes	47	7
Adult Adoptions	4	0
Psychiatric Commitment matters	1	0

As a result of 2011 statewide court consolidation, the number of courts has been reduced by over 50%, efficiency in processing and meeting the needs of the public continue to improve, all court employees have retained employment, and the citizens of Connecticut have benefited from \$3.7 million in annual savings.

In addition to handling the significant number of cases in the Milford-Orange Probate Court, Judge Streit-Kefalas is presently serving her first term as President Judge of the Connecticut Probate Assembly and is a presiding judge at the New Haven Regional Children's Probate Court.

The Milford-Orange Probate Court is located at the Parsons Government Complex, 70 West River Street, Milford, CT 06460 with full time office hours from Monday to Friday 8:30 a.m. to 4:30 p.m. The judge and staff may be reached at telephone number 203-783-3205; facsimile: 203-783-3364; after hours emergency number: 203-581-1288.

PUBLIC WORKS

The Department of Public Works continued to provide supervision and control of the maintenance of all Town owned structures and improvements, with exceptions. During the course of the year, the Public Works Department provided maintenance of the roadways and ancillary structures, waste stream management and custodial services to publicly accessed Town owned buildings. At fiscal year's end, the Department consisted of a total of 28 staff members. On August 27, 2011, Hurricane Irene devastated the Town with heavy winds and rain. A Presidential Disaster Declaration was issued as extensive damage was reported across most of the eastern United States. During this time of emergency, all members of the Department of Public Works came together to contribute to the extensive town wide restoration efforts. The following list of activities highlights a small portion of the successfully implemented projects the Department performed this past year.

- Promotion of the safety, health and welfare of the public.
- Curbside single stream recycling collection was provided to the residents.
- Hallways were repainted at the High Plains Community Center.
- We again cooperated with the Town of Bethany, by providing our catch basin cleaner and driver to them in exchange for their sweeping and cleaning a majority of our streets.
- Highway personnel continued to remove and replace failing catch basins and storm pipes.
- Street paving consisting of asphalt overlay was placed as needed.
- Progress was made on the program of installing a standard larger street signs.
- Streets were again kept safe for travel by the continued use of spreading salt in lieu of sand or sand/salt mixture.
- Approximately 100 trees determined to be hazardous were removed by a vendor, in conjunction with the Town Tree Warden.
- Highway department assisted UI with their tree and branch removal program around existing power lines.
- The program of inspection and cleaning out of catch basin sumps continued.
- In house personnel inspected storm water outfalls for possible pollution.
- Vendor sampled 6 outfalls as part of CTDEEP required MS4 program.
- Provided "set-up" and "take down" services and installed detour and no parking signs for the annual Fireman's Carnival and Country Fair.
- Provided traffic control signs and personnel for voting at Mary L. Tracy School.

THE ORANGE RECYCLING COMMITTEE

The Orange Recycling Committee ended the fiscal year with a few accomplishments. One member had resigned and we have added a new alternate.

Two committee members volunteered at Orange HazMat day at the Regional Water Authority (RWA) in the fall.

The committee marched in the annual Memorial Day parade with our new banner and Orange students marching.

The committee met with a great deal of success by sponsoring a table at the Orange Country Fair in September 2011. The web site was expanded to three pages and now offers Orange residents more information on recycling both at the curbside and at the transfer station. We plan to keep updating our web site as new recycling information becomes available from the State of Connecticut.

The committee was instrumental in sponsoring a DVD titled 'Let's Go Green' in conjunction with the Orange Board of Education showing Orange elementary students in a music video. We plan to promote the recycling video in the Fall of 2012 on OGAT and other venues.

The chairman applied for a grant to the Orange Foundation and received \$800. We also received a number of donations that helped to identify us. The chairman also applied and received from the Town a supplemental budget for the following fiscal year.

REGISTRAR OF VOTERS

THE ELECTIONS DIVISION REGISTRARS OFFICE is governed by The Connecticut General Statutes and operated under the direction of The Secretary of States' Office. We keep current on new and upcoming legislation by attending Secretary of State' Conferences two times a year, plus mandated meetings held at the discretion of district chairpersons. We are responsible for conducting an updated registry and the proper upkeep of the new voting machines.

Registered Voters in Orange as of 07-01-2010

Democrats	Republicans	Unaffiliated	Other	Total
2459	2408	5143	22	10,032

Election Dates:

November 8, 2011	Municipal Election	Passed
May 8, 2012	Amity School Budget Ref.	Passed
May 17, 2012	Town Budget Referenda	Passed
August 14, 2012	Presidential Primaries	Passed

Town Meetings:

May	08. 2012	Amity School Budget	Passed
May	17, 2012	Town Budget	Passed

Special Sessions were held:

October 22, 2012	Day	10:00 A.M. to 2:P.M.
November 1, 2012	Day and Evening	9:00 A.M. to 8:P.M.

Instructional sessions were held by the registrars prior to the Municipal and Amity elections.

A voter session was held at Amity High School for all students 17 years and older wishing to register. This was held on March 29, 2012. Seventy plus students registered

In January of 2012, 358 letters were sent out to individuals selected by the National Change of Address Association. All appropriate changes were made to the registration files. This canvass is mandated annually by the Office of Secretary of State.

SAFETY COMMISSION

The Safety Commission is scheduled to meet on the fourth Wednesday of every month at 9:00 a.m. in the Town Hall. Matters of public safety are discussed and recommendations for action or study are made to the appropriate Town Board or Department

Public input is welcome and has resulted in action being taken to improve hazardous conditions, and to bring to the attention of Town officials items of concern.

No safety issues were raised this year, therefore, no meetings were held.

BOARD OF SELECTMEN

The Board of Selectmen consisting of James M. Zeoli, First Selectman, Joseph F. Blake, John J. Carangelo, Mitchell R. Goldblatt, Ralph G. Okenquist, and Judy W. Williams was elected on November 8, 2011 and will serve a two-year term to November 15, 2013.

Of significant importance this year was: A Town Referendum vote approved the purchase of the 376 acre Hubbell property for \$7.2 million; Deferral of Revaluation to October 1, 2012; Town's bond rating increased to AA+; a Non-Harassment Policy formerly known as the Sexual Harassment Policy was approved; a Memorandum of Understanding was approved between the Rotary Club and the Town of Orange for the purchase of a new 2012 Dodge Caravan for Community Services; a new 4-year contract was approved between American Medical Response and the Town; Amendment of the following Town Codes: Chapter 227 (Ordinance regulating Food Handling Establishments); Chapter 281 (Ordinance regulating Massage Establishments); Chapter 325 (Ordinance regulating Sewers); Chapter 374 (Ordinance regulating Wells); Chapter 190 (Outdoor Burning Ordinance); and a new Chapter 217 (Fire Prevention Fee Ordinance); Approval of the bid from Vision Government Solutions for Revaluation at a total cost of \$261,000; addition of a new voting district (#119) due to reapportionment; renaming the Hubbell property "The Turkey Hill Preserve;" and renaming Frontage Road to West Campus Drive.

Resolutions were adopted on the following matters: First Selectman authorized to execute all documents for Emergency Management; Endorsement for a Regional Web-based GIS Program; Endorsement for an Inter-Municipal Shared Services Feasibility Study; Resolution approved with respect to the Authorization, Issuance and Sale of Town of Orange General Obligation Refunding Bonds not exceeding \$3,800,00; Approval to apply for an Historic Preservation Grant for the Town Clerk's Office; and authorization for the First Selectman to sign all documents for the First Supplemental Agreement to the original STEAP Grant Agreement for the partial extension of Edison Road.

Other matters addressed during this year included: Relay for Life held on the Orange Fairgrounds April 27-28, 2012; ConnJam 2012 held on the Orange Fairgrounds May 22-24, 2012 and Seward and Monde approved as Town Auditors through 2014.

In accordance with the Town Charter, the Board meets regularly on the second Wednesday of each month at 7:30 p.m. in the lower level meeting room of the Town Hall, 617 Orange Center Road. The public is encouraged to attend all meetings of the Board of Selectmen. Each regular meeting is also broadcast on Orange Government Access Television (Channel 79). In addition to the regular meetings, two Special Meetings were held.

Finally, the Board of Selectmen thanks all Board and Commission members, volunteers, interested citizens and Town employees who have come forward to help Town government operate in an orderly and businesslike fashion during the year.

IN MEMORIAM

We wish to remember fifteen individuals who passed away during this past year and who served the Town with distinction: S. John Severson, Robert Gambino, Charles Robear, Martin Hamerman, Gail Mason, Frances Schramm, Raye Dallas, James D. White, Milford Deprey, Helen Mulherin, John Capecelatro, Susan Bateman, Joseph Abbatiello, Joseph Cuzzocreo, Sr., and Norvel W. "Brownie" Lloyd.

TAX COLLECTOR

The Town of Orange operates on the Uniform Fiscal Year commencing July 1st and ending the following June 30th. The tax collector's office collects real estate, personal property and motor vehicle taxes. The 2010 Grand List was comprised of the following accounts:

5,482	Real Estate
816	Personal Property
1993	Supplemental Motor Vehicle
14,509	Motor Vehicle

22,800 accounts totaling \$ 52,784,575.72

Tax rates are determined through the municipal budget process, and depend on how much money is needed to fund the operating expenses of our town.

A few helpful facts to keep in mind:

1. October 1st of any given year is the cut off date used by the Assessor to assign an assessment amount by which all taxes are calculated.
2. The Department of Motor Vehicles reports directly to the Assessor vehicles registered in the Town of Orange. If a vehicle is registered on or after October 2nd a supplemental tax bill will be mailed in December, and is due and payable January 1st.
3. If you should sell, donate or no longer own a motor vehicle, documentation needs to be provided to the Assessor, in a timely manner so that an adjustment can be made to your tax bill or the vehicle removed from the tax rolls.
4. If you purchased real estate, paid off a mortgage or refinanced and your taxes are or were being escrowed your account needs to be bank coded. Has your current lender provided the required Authorization Notification Form to the tax office? Did your closing attorney tell you when the next real estate tax would be due? If the answer is no you need to call the tax office for a duplicate tax bill. We don't re-bill for the second installment.

Anyone who has not received a tax bill by July 1st for motor vehicles(s) registered in their name, real estate not being escrowed or personal property, should contact the tax office. It is important for every taxpayer to take the time to read and understand their tax bill. If you have any questions, please feel free to contact the office

As always my assistants Sally Ferko and Lynn Plaskowitz along with seasonal clerk Susan Blanchette are instrumental in enabling the tax office to continue to achieve a consistently high collection rate which is key to fiscal stability for the Town and remains the number one priority in order to help the Town meet its financial obligation each year. The 2010 Grand List closed with a collection rate of 100.12%. The Tax Collector's office is sincerely committed to the efficient collection of past due taxes which remains a major focus.

ORANGE GOVERNMENT ACCESS TELEVISION (OGAT)

The primary goal of OGAT is to make local government more accessible and more understandable to the residents of Orange. OGAT strives to help its viewers understand how local government operates, how the activities of town government affect the community, to inform the residents of the available town services and how to better utilize them and above all to maintain transparency in government for the residents of Orange. We do this through the production and distribution of programming which covers a wide range of government information.

Orange Town Hall is wired with a special access cable enabling both live and prerecorded cablecasts to be made. OGAT uses digital video cameras and a digital hard drive to record programs as well as Digital Versatile Discs (DVDs) and a broadcast server for storage and cablecast of programs. During the fiscal year, OGAT started broadcasting a bulletin board between programs and began scheduling its programs at specific times to better allow our audience to plan their viewing. The bulletin board provides information regarding upcoming board meetings, town meetings and special events as well as the program schedule. This capability was made possible with equipment purchased in prior fiscal years with grant funds provided by the Area 2 Cable Advisory Council (CAC) under Public Act 08-159. This law provides for grant funds to enable the municipalities of Area 2 to improve their ability to provide town specific government access programming. These upgrades are examples of OGAT's focus on continuous improvement and our desire to be on the cutting edge of government access stations in adopting the latest recording and cablecasting technologies.

During the fiscal year, the OGAT station recorded and/or broadcast 182 different programs of which 137 were board meetings and 45 were special events. Programs originating from Town Hall are usually broadcast live. All programs are recorded for replay. A sample of the programs shown includes: Board Meetings (Board of Selectmen, Board of Finance, Town Plan and Zoning Commission, Inland Wetlands & Watercourses Commission, Amity Board of Education, Orange Board of Education, Economic Development Commission, Park & Recreation Commission), Annual Town Meetings and Budget Hearings, Hubbell Property Walk, Concerts at the Gazebo, Holiday Festival, Veteran's Day, Memorial Day & 9/11 Observances, Tree Dedication, Pasta Festa, Senior Leadership Graduation, Orange Business Expo & Breakfast, Candidates Debates, Inauguration of Town Officials, Orange 150, OVFD Carnival, Bryan-Andrews House Tour, Breast Cancer Awareness Month, Horrors at the Library, Government Day, Chilly Chili Run, Talk of the Town, Art in the Town Hall, OVNA 75th Anniversary, School Superintendent's Awards, Public Service Announcements (After the Storm, Telecommute - CT, Safe Winter Driving), Promotional Videos (OVFD Carnival, Library, Senior Center, Country Fair).

Broadcasts are shown on Cablevision Channel 79.

OGAT is always interested in comments from individuals on its programming. We are also interested in finding individuals who would like to work with us to record or edit broadcasts. If you have a comment or would like to learn or add your expertise to any of our broadcasts, please contact the First Selectman's Office in Town Hall at 891-4737.

TREE COMMITTEE

Completing Phase I, July 9, 2011 marked the Opening Day and ribbon-cutting ceremony of The Arboretum at Racebrook Tract. Arboretum brochures, created by committee member Phil Grande's daughter, became available. The Arboretum is a "Living Tree Museum" and an ideal location for Tribute Tree planting sites.

Two members attended the Annual Urban Forest Conference in October. Highlighted were sessions concerning Tree Inventories, Bare Root Planting, Community Approaches to Budgets and Public Works Department Involvement.

At the Tribute Tree Ceremony in May two oak trees, planted at High Plains Community Center, Southwest Lawn, were dedicated. Six remaining Tribute Tree markers were installed. The Tree Committee continues to promote tree health and good planting practices.

WAR REMEMBRANCE COMMITTEE

For the first time since our committee was formed, no applications were received for the purchase of commemorative bricks this year. The public should be aware that applications will continue to be accepted in the First Selectman's office for bricks to remember loved ones and friends who have served in our armed forces.

Although the committee now functions primarily to oversee the maintenance of the remembrance site and logistics involved, it is our hope to offer a plan to add two or more commemorative benches and possibly to plant six to eight flowering trees (that may be purchased by our residents) in the area immediately adjoining the flag poles and the Remembrance Walkway.

Informal ceremonies involving the placement of a wreath at main flagpole continue to be held at the site on Memorial Day and Veterans Day. The public is always invited to participate.

WATER POLLUTION CONTROL AUTHORITY

The WPCA is responsible for operating and maintaining approximately 7 miles of sewer line and 5 pumping stations along the Post Road and south to the West Haven and Milford town lines as well as the sewer system from Fieldstone Village. Post Road sewage goes to West Haven and Fieldstone Village sewage goes to Derby for treatment. The rest of Town is designated a Sewer Avoidance Area. Over 400 residential units are connected to these systems as well as the businesses on the Post Road and south.

The WPCA is responsible for raising its own money to operate and maintain the sewer systems and to pay West Haven and Derby for treatment. The Town Public Works Dept. bills and collects our user charges which are currently \$4.65 per 1000 gallons for the Post Road system and \$210 per unit plus \$0.74 per average gallon per day per year for the Fieldstone Village system. Our collection rate this year was 99.8%. We discharge about 350,000 gallons per day of sewage to West Haven and a much smaller but growing volume to Derby. The cost of operating the West Haven system was \$500,000 this year including \$275,000 to West Haven for treatment.

The UI complex on Marsh Hill Road started to discharge sewage to our system for the first time this year. This year was the first time we billed Fieldstone Village, following a public hearing on rates for the Derby and Post Road systems. Also, West Haven has recently completed a State mandated upgrade to their wastewater treatment plant, with the Orange WPCA scheduled to pay approximately \$1 million for the upgrade. In addition, we investigated various approaches for achieving compliance with State regulations on grease traps by the 68 food establishments along the Post Road, discussed how to encourage timely payment of sewer user charge bills and penalties for non-payment, and reviewed and advised on maintenance issues which occur on our sewer system which is now almost 25 years old.

DISABILITY

The Town of Orange does not discriminate on the basis of disability in admission to, access to, or operations of its programs, services, or activities; nor does it discriminate on the basis of disability in its hiring or employment practices. This notice is provided as required by Title II of the Americans with Disabilities Act of 1990.

Questions, concerns, complaints, or requests for additional information regarding the ADA may be forwarded to the Town of Orange's ADA Compliance Coordinator c/o the Building Official, Town Hall, 617 Orange Center Road, Orange, CT 06477, telephone 203-891-4713, Monday through Friday, 8:30 a.m. – 12:00 noon.

Individuals who need auxiliary aids for effective communication in programs and services are invited to make their needs and preferences known to the ADA Compliance Coordinator.

This notice is available in large print, on audio tape, and by staff reader from the ADA Compliance Coordinator.

**TOWN OF ORANGE, CONNECTICUT
FINANCIAL REPORT
June 30, 2012**

**TOWN OF ORANGE, CONNECTICUT
FINANCIAL REPORT**

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SEWARD AND MONDE

CERTIFIED PUBLIC ACCOUNTANTS
296 STATE STREET
NORTH HAVEN, CONNECTICUT 06473-2165
(203) 248-9341
FAX (203) 248-5813

INDEPENDENT AUDITORS' REPORT

To the Honorable Members of
the Board of Finance
Town of Orange
Orange, Connecticut

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

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Orange, Connecticut, as of June 30, 2012, and the respective changes in financial position, and cash flows, where applicable, thereof, for the year then ended, in conformity with U.S. generally accepted accounting principles and the respective budgetary comparison for the General Fund.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2012 on our consideration of the Town'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.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Orange, Connecticut's financial statements as a whole. The other supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards and schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Act, respectively and are also not a required part of the financial statements. The other supplementary information, the schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Seward and Monde

North Haven, Connecticut
December 21, 2012

TOWN OF ORANGE, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

This discussion and analysis of the Town of Orange, Connecticut's (the "Town") financial performance is provided by management as an overview of the Town's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the Town's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the Town's financial performance.

Financial Highlights

- On a government-wide basis, the assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$39,636,452. Of this amount, \$11,934,239 (unrestricted net assets) may be used to meet the Town's ongoing obligations to citizens and creditors.
- On a government-wide basis, the Town's total net assets increased by \$674,853 or 1.73%.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$9,271,212, an increase of \$519,127 in comparison with the prior year. Approximately 72.2% of this amount (\$6,695,853) is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, assigned fund balance for the General Fund was \$463,446 which was for encumbrances. Unassigned fund balance for the General Fund was \$6,731,743 or approximately 11.5% of total general fund expenditures.
- The town's governmental bonded debt increased by \$5,835,000 during the current fiscal year mainly due to a new general obligation bond issue in the amount of \$7,200,000 for open space purchase less scheduled principal payments of \$1,470,000.

Overview of the Financial Statements

The discussion and analysis provided here is intended to serve as an introduction to the Town of Orange's basic financial statements. The Town's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains supplementary information intended to furnish additional details to support the basic financial statements themselves.

Government-Wide Financial Statements

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

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

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

In the statement of net assets and the statement of activities, the Town reports its activities:

- *Governmental activities* - Most of the Town's basic services are reported here, including general government, highway, public safety, health and welfare, library, recreation, environmental services and education. Property taxes, charges for services and state and federal grants finance most of these activities.
- *Business-type activities* - The Town charges fees to customers which are expected to cover all of the costs associated with the services that the Town provides to the respective customers. The Town's water pollution control authority and congregate housing are reported here.

The government-wide financial statements can be found on pages 12-13 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The fund financial statements provide detailed information about the most significant funds, not the Town as a whole. Some funds are required to be established by Charter or State law. However, the Board of Finance and/or the Treasurer have established other funds to help the Town control and manage financial activities for particular purposes or to show that the Town is meeting legal responsibilities for using certain grants and other money. The Town's fund is divided into three categories; governmental, proprietary and fiduciary.

Governmental funds - Most of the Town'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 accrual method called modified accrual accounting which measures cash and all other financial assets that can be readily converted to cash.

The governmental fund statements provide a detailed short-term view of the Town'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 Town'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.

The Town maintains thirty-six (36) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Orange Visiting Nurses Association and the Hubbell Land Acquisition Fund which are considered to be major funds. Data from the thirty-three other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining fund statements on pages 62-71.

The Town adopts an annual appropriated budget for its General Fund. The schedule of revenues and other financing sources and the schedule of expenditures and other financing uses have been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 14-17 of this report.

Proprietary funds – When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, 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. The Town's enterprise fund (the component of proprietary funds) is the same as the business-type fund reported in the government wide financial statements but provide more detail and additional information, such as cash flows for proprietary funds.

The Town of Orange maintains two (2) individual proprietary funds and two (2) internal service funds. Information is presented in separate columns in the Proprietary Funds Statement of Net Assets, in the Proprietary Funds Statement of Revenues, Expenses, and Changes in Net Assets, and the Proprietary Funds Statement of Cash Flows for the following funds: The Water Pollution Control Authority Fund and Congregate Elderly Housing Fund which are considered major funds.

The basic proprietary fund financial statements can be found on pages 19-21 of this report.

Fiduciary funds - The Town is the trustee, or fiduciary, for its employees' pension plans. All of the Town's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets. These activities are excluded from the Town's other financial statements because the Town cannot use the assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

The Town of Orange has four (4) Fiduciary Funds: three (3) Pension Trust Funds - the Orange Police Pension Trust Fund, the Orange Town Pension Trust Fund and the Orange Defined Contribution Pension Trust Fund and one (1) Agency Funds: the Performance Bonds Fund.

The basic fiduciary fund financial statements can be found on pages 22-23 of this report with more detailed information in the notes to the financial statements on pages 46-52 and in the required supplementary information on page 60.

Notes to the Financial Statements - The notes provide additional information that are essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24-59 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the Town's progress in funding its obligation to provide pension and OPEB benefits to its employees. Required supplementary information can be found on pages 60-61 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions and OPEB. Combining and individual fund statements and schedules can be found on pages 62-72 of this report.

Government-wide Financial Analysis

The table below provides a summary of the Town's net assets for 2011 and 2012.

Statement of Net Assets (in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Assets						
Current and other assets	\$ 13,894	\$ 12,872	\$ 3,047	\$ 2,964	\$ 16,941	\$ 15,836
Noncurrent assets	712	711	1,837	1,834	2,549	2,545
Capital assets	43,007	36,657	4,832	5,149	47,839	41,806
Total assets	<u>57,613</u>	<u>50,240</u>	<u>9,716</u>	<u>9,947</u>	<u>67,329</u>	<u>60,187</u>
Liabilities						
Long-term liabilities	22,998	16,620	651	728	23,649	17,348
Other Liabilities	3,719	3,580	325	298	4,044	3,878
Total liabilities	<u>26,717</u>	<u>20,200</u>	<u>976</u>	<u>1,026</u>	<u>27,693</u>	<u>21,226</u>
Net Assets						
Invested in capital assets,						
net of related debt	22,862	22,287	4,809	5,149	27,671	27,436
Restricted	31	29	-	-	31	29
Unrestricted	8,002	7,724	3,932	3,772	11,934	11,496
Total net assets	<u>\$ 30,895</u>	<u>\$ 30,040</u>	<u>\$ 8,741</u>	<u>\$ 8,921</u>	<u>\$ 39,636</u>	<u>\$ 38,961</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2012 the Town's assets exceeded liabilities by \$39,636,452. At year-end, net assets were \$30,895,488 and \$8,740,964 for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the Town's net assets. At year-end, capital assets represented 71.1% of total assets. Capital assets include land, land improvements, buildings and improvements, equipment, vehicles and infrastructure.

The table below shows the change in net assets between fiscal 2011 and 2012.

Statement of Activities (in 000's)						
	Governmental Activities			Business-Type Activities		
	2012	2011	Change	2012	2011	Change
Revenues:						
Program Revenues:						
Charges for services	\$ 4,366	\$ 4,460	(\$ 94)	\$ 1,010	\$ 946	\$ 64
Operating grants and contributions	3,837	3,594	243	357	345	12
Capital grants and contributions	98	195	(97)	-	-	-
General revenues:						
Property taxes	52,991	51,165	1,826	-	-	-
Grants and contributions not restricted to specific purposes	762	300	462	-	-	-
Unrestricted investment earnings	58	110	(52)	6	12	(6)
Miscellaneous	148	382	(234)	29	8	21
Total revenues	62,260	60,206	2,054	1,402	1,311	91
Program expenses:						
General government	1,874	2,396	(522)	-	-	-
Public safety	5,524	5,750	(226)	-	-	-
Public works and sanitation	3,598	3,556	42	-	-	-
Culture and recreation	1,954	2,415	(461)	-	-	-
Health and welfare	1,714	1,672	42	-	-	-
Orange Board of Education	21,406	21,052	354	-	-	-
Amity Regional School District	19,984	19,201	783	-	-	-
Sewer	-	-	-	707	639	68
Elderly housing	-	-	-	875	872	3
Other	4,711	5,153	(442)	-	-	-
Interest on long-term debt	640	608	32	-	-	-
Total program expenses	61,405	61,803	(398)	1,582	1,511	71
Increase (decrease) in net assets	\$ 855	(\$ 1,597)	\$ 2,452	(\$ 180)	(\$ 200)	\$ 20

Governmental Activities

Governmental activities increased in 2012. The main reason for the increase in net assets of the Town is the increase in tax collections through mill rate increase, as well as spending reductions for the year ended 2012.

The table below presents the cost of each of the Town's five largest programs - education, public works, general government, public safety and library - as well as each program's net cost (total cost less revenues generated by the activities). Net cost shows the burden that was placed on the Town's taxpayers by each of the functions.

	Year Ended June 30, 2012		Year Ended June 30, 2011	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Education	\$ 41,390,261	\$ 37,059,303	\$ 40,252,390	\$ 36,235,555
Public safety	5,524,450	5,199,018	5,750,354	5,423,663
Other	4,710,653	4,598,757	5,153,198	5,039,977
Public works and sanitation	3,598,161	3,095,740	3,555,864	2,990,075
Culture and recreation	1,953,828	992,099	2,415,218	1,513,367
All others	4,227,370	2,158,353	4,676,460	2,350,906
	<u>\$ 61,404,723</u>	<u>\$ 53,103,270</u>	<u>\$ 61,803,484</u>	<u>\$ 53,553,543</u>

Business-type Activities

Business-type activities include the Water Pollution Control Authority (WPCA) which operates and maintains the sanitary sewer system in the commercial and industrial areas of the Town, and Congregate Elderly Housing (Silverbrook Estates) which operates a 45-unit elderly housing complex.

The majority of the revenue for the WPCA is derived from sewer use fees. The majority of the revenue for Silverbrook Estates is derived from tenant rental payments and subsidies received from the Connecticut Department of Economic and Community Development.

During the year ended June 30, 2012, the WPCA reported program revenues of \$536,816 and expenses of \$707,259. This program ended fiscal 2012 with an operating loss of \$170,443.

During the year ended June 30, 2012, the Congregate Elderly Housing reported program revenues of \$829,895 and expenses of \$875,404. This program ended fiscal 2012 with an operating loss of \$45,509.

Financial Analysis of Governmental Funds

Governmental Funds - The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the Town's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Town itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Orange Town Meeting.

As June 30, 2012, the Town's governmental funds reported combined fund balances of \$9,271,212, an increase of \$519,127 in comparison with the prior year. The most significant reasons for the increase were better than expected revenue increases and unanticipated savings in various expense areas. Of this total amount, \$51,581 is nonspendable, \$925,033 is restricted by governmental grants or other legal restrictions, \$501,784 is committed to various capital projects, \$1,096,961 is assigned and \$6,695,853 is unassigned.

The General Fund is the operating fund of the Town. At the end of the current fiscal year, the General Fund total fund balance was \$7,217,566. Approximately 93.3% of this amount (\$6,731,743) constitutes unassigned fund balance, which is available for spending at the town's discretion. The remainder of the fund balance is either nonspendable or assigned to indicate that it is (1) not in a spendable form (\$22,377), or (2) assigned for a particular purpose (\$463,446).

At the end of the current fiscal year, unassigned fund balance of the general fund was \$6,731,743, while total fund balance increased to \$7,217,566. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 11.5% of total general fund expenditures, while total fund balance represents approximately 12.3% of that same amount.

The fund balance of the Town's general fund increased by \$203,060 during the current fiscal year. The increase was primarily due to increased intergovernmental revenue and better than anticipated property tax collections.

The Orange Visiting Nurses Association, a major fund, had a \$15,526 increase in fund balance during the current fiscal year. This was due to an increase in patient services.

The Hubbell Land Acquisition Fund, a major fund, had a \$103,379 increase in fund balance during the current fiscal year. This was due to proceeds of the general obligation bond issue being in excess of total expenditures.

Proprietary Funds

Net assets of the proprietary fund, the Town's enterprise fund, reflected a decrease of \$180,648 attributable to depreciation. The Town's proprietary funds are the Water Pollution Control Authority and Congregate Elderly Housing. See analysis above under business-type activities.

General Fund budgetary highlight

Original budget compared to final budget

There were no additional appropriations needed during the year. There was a need to make an amendment to reallocate appropriations within departments. Generally, the movement of the appropriations was not significant.

Final budget compared to actual results

General property taxes - property tax revenue was \$265,803 higher than budgeted due primarily to higher than anticipated overall tax collections. Intergovernmental revenues were \$404,448 higher than budgeted primarily due to reimbursements received from FEMA for storm related expenditures for which there was an offsetting increase in the town's expenditure budget.

Most of the Town's departments maintained spending within the budgetary limits. Overall, expenditures were \$358,947 under budget. Public works expenditures were over budget by \$126,658 and public safety expenditures were over budget by \$36,395, both primarily due to the above mentioned storms.

The Town's General Fund fund balance of \$7,217,566 reported on page 14 differed from the General Fund's budgetary fund balance. The nature of the difference is primarily attributable to encumbrances that are recognized for budgetary purposes.

Capital Asset and Debt Administration

Capital Assets - At June 30, 2012, the Town had a net balance of \$47,839,724 invested in a broad range of capital assets, including land, buildings, vehicles and equipment, roads, bridges, and a water system. This represents a net increase (including additions and deductions) of \$6,033,489 or approximately 14.4% from the prior year. The increase includes the purchase of land for Open Space, a new sports complex, as well as five new vehicles. It also includes additional depreciation of assets.

Capital Assets, Net of Depreciation (in 000's)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 22,579	\$ 15,438	\$ 19	\$ 19	\$ 22,598	\$ 15,457
Construction in progress	53	-	-	-	53	-
Land improvements	158	202	-	-	158	202
Buildings and improvements	14,609	14,924	1,906	1,993	16,515	16,917
Sewer lines and pump stations	-	-	2,830	3,054	2,830	3,054
Equipment	2,311	2,605	77	83	2,388	2,688
Vehicles	247	229	-	-	247	229
Infrastructure	3,050	3,259	-	-	3,050	3,259
	<u>\$ 43,007</u>	<u>\$ 36,657</u>	<u>\$ 4,832</u>	<u>\$ 5,149</u>	<u>\$ 47,839</u>	<u>\$ 41,806</u>

Long-term debt

The Town had the following long-term obligations outstanding at June 30, 2012.

Long-term debt (in 000's)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
General obligation bonds	\$ 19,955	\$ 14,120	\$ -	\$ -	\$ 19,955	\$ 14,120
Deferred premium on bonds	917	651	-	-	917	651
Mortgage note payable	125	250	-	-	125	250
Capital lease	66	87	-	-	66	87
Other post-employment benefits	2,568	2,066	-	-	2,568	2,066
Compensated absences	1,234	1,251	-	-	1,234	1,251
Claims and judgments	-	-	728	806	728	806
	<u>\$ 24,865</u>	<u>\$ 18,425</u>	<u>\$ 728</u>	<u>\$ 806</u>	<u>\$ 25,593</u>	<u>\$ 19,231</u>

The Town maintains an Aa1 rating from Moody's Investors Service and an AA+ from Standard & Poor's.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is \$370,327,671 which is significantly in excess of the Town's outstanding general obligation debt.

Economic Factors and Next Year's Budgets and Rates

The Town's elected and appointed officials consider many factors when establishing the annual budget and setting the mill rate. One of those factors is the state and local economy. Other factors include anticipated tax collections as well as uncertainty regarding the level of state funding to be received.

These factors were taken into account when adopting the General Fund budget.

The net grand list for October 1, 2011 was \$1,756,458,373 or an increase of 1.703%, as compared to the October 1, 2010 net grand list. Overall, residential property comprises approximately 70% of the grand list and commercial property comprises the remaining 30%.

The fiscal year 2012-2013 budget shows an increase of \$2,755,956 or 4.88% over fiscal year 2011-2012. The Town's portion of the Amity Regional School budget increased by 3.73%, which equates to \$743,274 greater than the Town's allocation in the 2011-2012 budget. This represents the greatest portion of the overall budget increase.

The Town of Orange's annual budget for FY 2012-2013 was proposed by the Board of Finance and adopted at Town Meeting on May 10, 2012 and Referendum on May 17, 2012 at \$59,242,951 with a mill rate of 31.2. At the end of fiscal year 2011-2012, the Unassigned Fund Balance, as a percentage of the fiscal year 2012-2013 budget was 11.36%.

Requests for Information

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Director of Finance and Administration at the Town of Orange, 617 Orange Center Road, Orange, Connecticut 06477.

TOWN OF ORANGE, CONNECTICUT
STATEMENT OF NET ASSETS
JUNE 30, 2012

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Cash and cash equivalents	\$ 12,430,261	\$ 1,870,291	\$ 14,300,552
Uncollected property taxes and sewer assessments, less allowance of \$44,000 for uncollectibles	653,393	612,834	1,266,227
Accounts receivable, less allowance of \$7,100 for uncollectibles	118,643	563,747	682,390
Other assets	297,864	-	297,864
Due from other governments	392,936	-	392,936
Investments	712,150	1,837,320	2,549,470
Capital assets:			
Nondepreciable	22,631,778	18,970	22,650,748
Depreciable, net of accumulated depreciation	<u>20,375,655</u>	<u>4,813,321</u>	<u>25,188,976</u>
Total assets	<u>57,612,680</u>	<u>9,716,483</u>	<u>67,329,163</u>
LIABILITIES			
Accounts payable and accrued liabilities	688,781	243,571	932,352
Due to other governments	-	3,820	3,820
Interest payable	200,180	-	200,180
Unearned revenue	963,369	-	963,369
Long-term liabilities:			
Due within one year	1,867,153	77,500	1,944,653
Due in more than one year	<u>22,997,709</u>	<u>650,628</u>	<u>23,648,337</u>
Total liabilities	<u>26,717,192</u>	<u>975,519</u>	<u>27,692,711</u>
NET ASSETS			
Invested in capital assets, net of related debt	22,862,063	4,809,144	27,671,207
Restricted for:			
Nonexpendable permanent endowments	31,006	-	31,006
Unrestricted	<u>8,002,419</u>	<u>3,931,820</u>	<u>11,934,239</u>
Total net assets	<u>\$ 30,895,488</u>	<u>\$ 8,740,964</u>	<u>\$ 39,636,452</u>

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 1,873,765	\$ 1,285,584	-	-	(\$ 588,181)	-	(\$ 588,181)
Public safety	5,524,450	282,678	42,754	-	(5,199,018)	-	(5,199,018)
Public works and sanitation	3,598,161	266,027	138,096	98,298	(3,095,740)	-	(3,095,740)
Culture and recreation	1,953,828	783,637	178,092	-	(992,099)	-	(992,099)
Health and welfare	1,713,783	730,492	52,941	-	(930,350)	-	(930,350)
Education:							
Orange Board of Education	21,405,743	906,176	3,424,782	-	(17,074,785)	-	(17,074,785)
Amity Regional School District	19,984,518	-	-	-	(19,984,518)	-	(19,984,518)
Other	4,710,653	111,896	-	-	(4,598,757)	-	(4,598,757)
Interest on long-term debt	639,822	-	-	-	(639,822)	-	(639,822)
Total governmental activities	<u>61,404,723</u>	<u>4,366,490</u>	<u>3,836,665</u>	<u>98,298</u>	<u>(53,103,270)</u>	<u>-</u>	<u>(53,103,270)</u>
Business-type activities:							
Sewer	707,259	536,816	-	-	(170,443)	-	(170,443)
Elderly Housing	875,404	473,011	356,884	-	(45,509)	-	(45,509)
Total business-type activities	<u>1,582,663</u>	<u>1,009,827</u>	<u>356,884</u>	<u>-</u>	<u>(215,952)</u>	<u>-</u>	<u>(215,952)</u>
Total primary government	<u>\$ 62,987,386</u>	<u>\$ 5,376,317</u>	<u>\$ 4,193,549</u>	<u>\$ 98,298</u>	<u>(53,103,270)</u>	<u>(215,952)</u>	<u>(53,319,222)</u>
General revenues and contributions:							
Property taxes, levied for general purposes					52,991,063	-	52,991,063
Grants and contributions not restricted to specific programs					762,402	-	762,402
Unrestricted investment earnings					57,494	5,765	63,259
Miscellaneous					147,812	29,539	177,351
Total general revenues and contributions					<u>53,958,771</u>	<u>35,304</u>	<u>53,994,075</u>
Change in net assets					855,501	(180,648)	674,853
Net assets, beginning					30,039,987	8,921,612	38,961,599
Net assets, ending					<u>\$ 30,895,488</u>	<u>\$ 8,740,964</u>	<u>\$ 39,636,452</u>

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012**

	General Fund	Orange Visiting Nurses Association	Hubbell Land Acquisition	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 4,041,111	\$ 704,069	\$ 103,379	\$ 2,239,097	\$ 7,087,656
Uncollected property taxes, less allowance of \$44,000 for uncollectibles	653,393	-	-	-	653,393
Accounts receivable, less allowance of \$1,600 for uncollectibles	12,150	74,483	-	15,946	102,579
Due from other funds	2,182,358	5,132	-	9,647	2,197,137
Due from other governments	384,590	-	-	8,346	392,936
Investments	680,598	-	-	31,552	712,150
Prepaid expense	22,377	-	-	-	22,377
	\$ 7,976,577	\$ 783,684	\$ 103,379	\$ 2,304,588	\$ 11,168,228
Total assets					
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable and accrued liabilities	\$ 302,809	\$ -	\$ -	\$ -	\$ 302,809
Due to other funds	-	674,411	-	300,225	974,636
Deferred revenue	456,202	-	-	163,369	619,571
	759,011	674,411	-	463,594	1,897,016
Total liabilities					
FUND BALANCES					
Nonspendable	22,377	-	-	29,204	51,581
Restricted	-	-	103,379	821,654	925,033
Committed	-	109,273	-	392,511	501,784
Assigned	463,446	-	-	633,515	1,096,961
Unassigned	6,731,743	-	-	(35,890)	6,695,853
	7,217,566	109,273	103,379	1,840,994	9,271,212
Total fund balances (deficits)					
Total liabilities and fund balances (deficits)	\$ 7,976,577	\$ 783,684	\$ 103,379	\$ 2,304,588	\$ 11,168,228

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
JUNE 30, 2012**

Total fund balances - total governmental funds	\$ 9,271,212
Amounts reported for governmental activities in the statements of net assets are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	43,007,433
Deferred property taxes are not current financial resources in governmental funds and therefore are not reported as revenue in the funds until they are available.	456,202
Interest payable on long-term debt does not require current financial resources and therefore interest payable is not reported as a liability in the funds.	(200,180)
Internal service funds are used by management to charge the costs of medical insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	2,950,196
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
General obligation bonds	(19,955,000)
Deferred premium on bonds	(917,251)
Deferred loss on refundings	275,487
Mortgage note payable	(125,000)
Capital lease obligation	(65,370)
Other post-employment benefits	(2,568,364)
Compensated absences	(1,233,877)
Net assets of governmental activities	<u>\$ 30,895,488</u>

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	General Fund	Orange Visiting Nurses Association	Hubbell Land Acquisition	Other Governmental Funds	Total Governmental Funds
REVENUES					
Property taxes	\$52,639,482	\$ -	\$ -	\$ -	\$52,639,482
Interest and lien fees	234,515	-	-	-	234,515
Licenses, permits, fees and fines	584,920	-	-	-	584,920
Intergovernmental	4,104,403	-	-	798,146	4,902,549
Program revenue	264,342	-	-	884,291	1,148,633
Investment income	55,051	-	-	2,443	57,494
Charges for facilities and services	18,725	700,410	-	1,087,007	1,806,142
Miscellaneous	615,416	-	-	222,300	837,716
Total revenues	58,516,854	700,410	-	2,994,187	62,211,451
EXPENDITURES					
Current operating:					
General government	1,757,575	-	-	-	1,757,575
Public safety	5,193,361	-	-	193,243	5,386,604
Public works and sanitation	3,093,907	-	-	215,375	3,309,282
Culture and recreation	1,289,514	-	-	648,662	1,938,176
Health and welfare	878,970	684,884	-	178,632	1,742,486
Employee benefits	4,158,921	-	-	-	4,158,921
Education:					
Orange Board of Education	19,631,372	-	-	1,453,812	21,085,184
Amity Regional School District	19,984,518	-	-	-	19,984,518
Town services	309,565	-	74,285	24,301	408,151
Debt service	2,181,092	-	98,700	-	2,279,792
Capital outlay	-	-	7,132,976	-	7,132,976
Total expenditures	58,478,795	684,884	7,305,961	2,714,025	69,183,665
Excess (deficiency) of revenues over expenditures	38,059	15,526	(7,305,961)	280,162	(6,972,214)
OTHER FINANCING SOURCES (USES)					
Issuance of general obligation bond	-	-	7,200,000	-	7,200,000
Issuance of general obligation refunding bond	3,655,000	-	-	-	3,655,000
Premium on bonds issued	114,049	-	209,340	-	323,389
Payment to refunded bond escrow agent	(3,687,048)	-	-	-	(3,687,048)
Interfund transfers in	83,000	-	-	-	83,000
Interfund transfers out	-	-	-	(83,000)	(83,000)
Total other financing sources (uses)	165,001	-	7,409,340	(83,000)	7,491,341
Net change in fund balance	203,060	15,526	103,379	197,162	519,127
Fund balances, beginning	7,014,506	93,747	-	1,643,832	8,752,085
Fund balances, ending	<u>\$ 7,217,566</u>	<u>\$ 109,273</u>	<u>\$ 103,379</u>	<u>\$ 1,840,994</u>	<u>\$ 9,271,212</u>

See notes to basic financial statements.

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

Net change in fund balances - total governmental funds \$ 519,127

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The details of these items are as follows:

Capital outlay	7,584,900
Depreciation expense	(1,234,564)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The details of these items are as follows:

Deferred property taxes	(8,391)
-------------------------	----------

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, however, 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 deferred and amortized in the statement of activities. The details of these items are as follows:

Principal repayments	1,616,790
Issuance of general obligation bonds	(10,855,000)
Premium on bonds	(323,389)
Payment to escrow agent	3,687,048

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Change in other postemployment benefits	(501,968)
Change in compensated absences	16,962
Change in accrued interest payable	(36,199)
Amortization of deferred loss	(33,427)
Amortization of bond premium	57,164

Internal service funds are used by management to charge costs of medical insurance to individual funds.

366,448

Change in net assets of governmental activities

\$ 855,501

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budgetary Basis	Final Budget Positive (Negative)
Budgetary fund balance, July 1, 2011			\$ 5,997,368	
Revenues:				
Property taxes:				
Real property	\$ 45,663,270	\$ 45,663,270	\$ 45,989,249	\$ 325,979
Personal property	2,655,420	2,655,420	2,573,459	(81,961)
Motor vehicle	3,463,199	3,463,199	3,278,662	(184,537)
Supplement motor vehicle	308,790	308,790	374,974	66,184
Prior years	283,000	283,000	423,138	140,138
Interest and lien fees	175,000	175,000	234,515	59,515
Licenses, permits, fees and fines	730,625	730,625	584,920	(145,705)
Intergovernmental	1,902,900	1,902,900	2,307,348	404,448
Program revenues	201,050	201,050	264,342	63,292
Investment income	118,189	118,189	55,051	(63,138)
Charges for facilities and services	51,900	51,900	18,725	(33,175)
Other	848,652	848,652	615,416	(233,236)
Total revenues	<u>56,401,995</u>	<u>56,401,995</u>	<u>56,719,799</u>	<u>317,804</u>
Expenditures:				
General government	1,785,503	1,809,061	1,733,109	75,952
Public safety	5,138,439	5,255,864	5,175,655	80,209
Public works and sanitation	2,940,275	2,971,899	3,074,655	(102,756)
Culture and recreation	1,278,998	1,290,261	1,228,751	61,510
Health and welfare	890,730	895,163	869,821	25,342
Employee benefits	4,192,139	4,142,842	4,017,525	125,317
Education:				
Orange Board of Education	17,582,010	17,582,010	17,553,357	28,653
Regional School District #5	19,983,926	19,983,926	19,984,518	(592)
Other	399,260	400,760	309,565	91,195
Debt service	2,147,813	2,147,813	2,181,092	(33,279)
Capital outlay	147,902	7,396	-	7,396
Total expenditures	<u>56,486,995</u>	<u>56,486,995</u>	<u>56,128,048</u>	<u>358,947</u>
Excess of revenues over expenditures before other financing sources (uses)	<u>(85,000)</u>	<u>(85,000)</u>	<u>591,751</u>	<u>676,751</u>
Other Financing Sources (Uses):				
Issuance of refunding bond	-	-	3,655,000	(3,655,000)
Premium on bonds issued	-	-	114,049	(114,049)
Payment to bond escrow agent	-	-	(3,687,048)	3,687,048
Transfers from other funds	85,000	85,000	83,000	(2,000)
Total other financing sources (uses):	<u>85,000</u>	<u>85,000</u>	<u>165,001</u>	<u>(84,001)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>756,752</u>	<u>\$ 674,751</u>
Budgetary fund balance, June 30, 2012			<u>\$ 6,754,120</u>	

See notes to basic financial statements.

TOWN OF ORANGE, CONNECTICUT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2012

	Business-Type Activities Enterprise Funds			Governmental Activities
	Water Pollution Control Authority	Congregate Elderly Housing	Totals	Internal Service Fund (Self - Insurance)
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 1,757,795	\$ 112,496	\$ 1,870,291	\$ 5,342,605
Investments	1,837,320	-	1,837,320	-
Accounts receivable, net of allowance for uncollectibles of \$5,500	562,055	1,692	563,747	16,064
Assessments receivable	60,110	-	60,110	-
Total current assets	<u>4,217,280</u>	<u>114,188</u>	<u>4,331,468</u>	<u>5,358,669</u>
Noncurrent assets:				
Assessments receivable	552,724	-	552,724	-
Capital assets:				
Land	-	18,970	18,970	-
Buildings and equipment	8,634,350	3,636,008	12,270,358	-
Less, accumulated depreciation	(5,741,531)	(1,715,506)	(7,457,037)	-
Capital assets, net	<u>2,892,819</u>	<u>1,939,472</u>	<u>4,832,291</u>	<u>-</u>
Total noncurrent assets	<u>3,445,543</u>	<u>1,939,472</u>	<u>5,385,015</u>	<u>-</u>
Total assets	<u>7,662,823</u>	<u>2,053,660</u>	<u>9,716,483</u>	<u>5,358,669</u>
LIABILITIES				
Current liabilities:				
Accounts payable and accrued expenses	171,269	72,302	243,571	97,494
Due to other funds	-	-	-	1,222,501
Due to other governments	-	3,820	3,820	-
Deferred revenue	-	-	-	800,000
Claims incurred but not reported	-	-	-	288,478
Claims and judgments	77,500	-	77,500	-
Total current liabilities	<u>248,769</u>	<u>76,122</u>	<u>324,891</u>	<u>2,408,473</u>
Noncurrent liabilities:				
Claims and judgments, net of current portion	650,628	-	650,628	-
Total noncurrent liabilities	<u>650,628</u>	<u>-</u>	<u>650,628</u>	<u>-</u>
Total liabilities	<u>899,397</u>	<u>76,122</u>	<u>975,519</u>	<u>2,408,473</u>
NET ASSETS				
Invested in capital assets, net of related debt	2,869,672	1,939,472	4,809,144	-
Unrestricted	3,893,754	38,066	3,931,820	2,950,196
Total net assets	<u>\$ 6,763,426</u>	<u>\$ 1,977,538</u>	<u>\$ 8,740,964</u>	<u>\$ 2,950,196</u>

See notes to basic financial statements.

TOWN OF ORANGE, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	Business-Type Activities Enterprise Funds			Governmental Activities
	Water Pollution Control Authority	Congregate Elderly Housing	Totals	Internal Service Fund (Self - Insurance)
Operating revenues:				
Charges for facilities and services	\$ 536,816	\$ 473,011	\$ 1,009,827	\$ 5,531,294
Intergovernmental	-	356,884	356,884	-
Total operating revenues	<u>536,816</u>	<u>829,895</u>	<u>1,366,711</u>	<u>5,531,294</u>
Operating expenses:				
Personnel services	92,111	211,917	304,028	-
Contractual services	295,220	282,866	578,086	799,138
Utilities	31,143	119,637	150,780	-
Repairs and maintenance	15,738	73,756	89,494	-
Other supplies and expenses	37,719	97,082	134,801	-
Insurance claims	-	-	-	4,370,401
Depreciation	235,328	90,146	325,474	-
Total operating expenses	<u>707,259</u>	<u>875,404</u>	<u>1,582,663</u>	<u>5,169,539</u>
Operating gain (loss)	<u>(170,443)</u>	<u>(45,509)</u>	<u>(215,952)</u>	<u>361,755</u>
Nonoperating revenues:				
Interest and penalties on assessments	29,539	-	29,539	-
Interest and investment revenue	5,715	50	5,765	4,693
Total nonoperating revenues	<u>35,254</u>	<u>50</u>	<u>35,304</u>	<u>4,693</u>
Change in net assets	<u>(135,189)</u>	<u>(45,459)</u>	<u>(180,648)</u>	<u>366,448</u>
Total net assets, beginning	<u>6,898,615</u>	<u>2,022,997</u>	<u>8,921,612</u>	<u>2,583,748</u>
Total net assets, ending	<u>\$ 6,763,426</u>	<u>\$ 1,977,538</u>	<u>\$ 8,740,964</u>	<u>\$ 2,950,196</u>

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	Business-Type Activities Enterprise Funds			Governmental Activities
	Water Pollution Control Authority	Congregate Elderly Housing	Totals	Internal Service Fund (Self - Insurance)
Cash Flows from Operating Activities:				
Receipts from customers	\$ 646,621	\$ 472,805	\$ 1,119,426	\$ 5,515,230
Payments to suppliers	(356,673)	(529,888)	(886,561)	-
Payments to employees	(92,111)	(211,917)	(304,028)	-
Claims paid to outsiders	-	-	-	(4,319,833)
Other receipts (payments)	-	317,369	317,369	(557,550)
Net cash provided by operating activities	<u>197,837</u>	<u>48,369</u>	<u>246,206</u>	<u>637,847</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets	(8,627)	-	(8,627)	-
Capital contributions	90,948	-	90,948	-
Receipts from customers	29,539	-	29,539	-
Payments made on claims and judgments	(77,500)	-	(77,500)	-
Net cash provided by capital and related financing activities	<u>34,360</u>	<u>-</u>	<u>34,360</u>	<u>-</u>
Cash Flows from Investing Activities:				
Interest and investment revenue	2,771	50	2,821	4,693
Net cash provided by investing activities	<u>2,771</u>	<u>50</u>	<u>2,821</u>	<u>4,693</u>
Net change in cash and cash equivalents	234,968	48,419	283,387	642,540
Cash and cash equivalents, beginning	<u>1,522,827</u>	<u>64,077</u>	<u>1,586,904</u>	<u>4,700,065</u>
Cash and cash equivalents, ending	<u>\$ 1,757,795</u>	<u>\$ 112,496</u>	<u>\$ 1,870,291</u>	<u>\$ 5,342,605</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	(\$ 170,443)	(\$ 45,509)	(\$ 215,952)	\$ 361,755
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	235,328	90,146	325,474	-
Changes in assets and liabilities:				
Decrease (increase) in accounts receivable	109,805	(206)	109,599	(16,064)
Increase in accounts payable and accrued liabilities	23,147	43,453	66,600	36,482
Increase in due to other funds	-	-	-	241,588
Decrease in due to other governments	-	(39,515)	(39,515)	-
Increase in claims incurred but not reported	-	-	-	14,086
Net cash provided by operating activities	<u>\$ 197,837</u>	<u>\$ 48,369</u>	<u>\$ 246,206</u>	<u>\$ 637,847</u>

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2012**

	Pension Trust Funds	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 1,291,120	\$ 302,750
Investments, at fair value	25,394,712	-
	\$ 26,685,832	\$ 302,750
LIABILITIES		
Amounts held for others	-	\$ 302,750
NET ASSETS		
Held in trust for employees pension benefits	\$ 26,685,832	

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
STATEMENT OF CHANGES IN NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	Pension Trust Funds
ADDITIONS	
Contributions:	
Employer	\$ 1,068,075
Employee	597,937
Total contributions	1,666,012
Net investment income	68,433
Total additions	1,734,445
DEDUCTIONS	
Pension payments	1,930,914
Administrative expenses	72,093
Total deductions	2,003,007
Change in net assets	(268,562)
Net assets, beginning	26,954,394
Net assets, ending	\$ 26,685,832

See notes to basic financial statements.

**TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012**

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Town of Orange, Connecticut (the "Town") have been prepared in conformity with U.S. generally accepted accounting principles as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles.

The Town also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The Town has the option to also apply FASB Statements and Interpretations issued after November 30, 1989 to its business-type activities and enterprise funds, subject to the same limitation. The Town has elected not to apply these FASB Statements and Interpretations.

The significant accounting policies are described below:

A. Reporting Entity

The Town of Orange, Connecticut (the Town) was granted a charter of incorporation on May 28, 1822 by the Connecticut General Assembly. The Town operates under the Town Meeting/Selectmen form of government and provides a full range of services including public safety, roads, sanitation, planning and zoning, health and social services, public library, parks and recreation, education and general administrative services to its residents.

The Town operates under the provisions of its charter and the General Statutes of the State of Connecticut. The legislative powers of the Town are vested in the Town meeting. The executive body is made up of a Board of Selectmen, consisting of a First Selectman, who is the chief executive officer, and five other board members. A six-member Board of Finance is responsible for presenting fiscal operating budgets to the Annual Town Meeting.

As required by generally accepted accounting principles, the financial statements of the reporting entity include only the funds and account groups of the Town of Orange (the primary government) as no other component units exist based on operational or financial relationships with the Town.

Amity Regional School District No. 5, which provides educational services and facilities for the Towns of Bethany, Orange and Woodbridge, is not a component unit of the Town. The District is a separate and distinct organization operating under State legislation. The District's board, which is elected on a proportional basis by residents of the participating towns, controls the operation of the District.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the Town. As a general rule, the effect of interfund balances and activity has been eliminated in preparation of these statements. Exceptions to this rule are services provided by one fund used by another fund. Elimination of these charges would distort the direct cost and program revenues reported for the various functions concerned. Governmental activities, which are normally supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Fund Financial Statements

Governmental fund financial statements include a balance sheet and a statement of revenues, expenditures and changes in fund balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the government-wide financial statements. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Proprietary and Fiduciary funds are reported by type.

C. 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 and fiduciary fund financial statements. 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 in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

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. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes, intergovernmental revenue, charges for services, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received.

Expenditures, including capital outlays, generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Town of Orange reports the following major governmental funds:

The General Fund is the general operating fund of the Town. It is used to account for all unrestricted financial resources except those required to be accounted for in another fund.

The Orange Visiting Nurses Fund accounts for the revenues and expenditures relating to operating of the visiting nurses services in the Town.

The Hubbell Land Acquisition Fund accounts for the revenues and expenditures relating to the purchase of the Hubbell property for preservation.

Additionally, the Town reports the following governmental fund types:

The Special Revenue Funds are used to account for proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes.

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities or other capital assets.

The Permanent Funds are used to account for and report financial resources that are legally restricted to the extent that only earnings, and not principal, may be used for the purposes that support the Town's programs. Permanent fund restricted net assets are segregated between nonexpendable and expendable. The nonexpendable portion represents the original restricted principal contribution, and the expendable represents accumulated earnings which are available to be spent based on donor restrictions.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned then unassigned.

Proprietary Funds

Like the government-wide statements, all proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of revenues, expenses and changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets. The statement of cash flows provides information about how the Town finances and meets the cash flow needs of its proprietary activities.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the Town's proprietary funds are charges for sales and services. Operating expenses for the enterprise funds include personnel and other expenses related to the operations of the enterprise. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses. Proprietary fund reporting focuses on changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

The Town of Orange reports the following major proprietary funds:

The Water Pollution Control Authority is used to account for the operation of the Town's wastewater treatment system, a self-supporting activity that renders services on a user charge basis to properties that are tied into the sewer system.

The Congregate Elderly Housing Fund accounts for the operation of a 45 unit subsidized elderly housing complex. Elderly Housing Management, Inc. manages the complex pursuant to a separate management agreement.

Additionally, the Town reports the following fund:

The internal service funds account for employee health insurance provided to departments of the Town and the Orange Board of Education and for commercial insurance deductibles.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the Town under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the Town's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The Pension Trust Fund accounts for the activities of the Town's pension plans, which accumulates resources for pension benefit payments to qualified Town employees.

The Agency Fund accounts for funds held by the Town on behalf of outside groups or individuals such as performance bonds.

D. Budgets and Budgetary Accounting

The Town uses the following procedures in establishing the General Fund budgetary data reflected in the financial statements:

- A. The Board of Finance develops the budget based on budget requests submitted by the various Town departments.
- B. The Board of Finance presents the budget at a public budget hearing in April.
- C. The budget is approved at a subsequent Town Meeting in May.
- D. The Board of Finance is authorized to transfer budgeted amounts within departments.
- E. The Board of Finance approves additions to appropriations.
- F. Generally all appropriations lapse at year-end.
- G. Encumbrances are recognized as valid and proper charges against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, are reported as reservations of fund balance at year-end since they do not constitute expenditures or liabilities.

The Town's budgetary fund structure as presented on page 18 accounts for certain transactions differently from those presented on page 16, which presents financial statements in conformity with U.S. generally accepted accounting principles.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

A reconciliation of those differences at June 30, 2012 is as follows:

	Revenues and Transfers in	Expenditures and Transfers Out	Fund Balance
Budgetary basis (page 18)	\$ 56,802,799	\$ 56,128,048	\$ 6,754,120
Encumbrances:			
Prior year encumbrances liquidated or lapsed during the year	-	725,419	-
Prior year encumbrances outstanding	-	-	291,719
Current year encumbrances outstanding	-	(171,727)	171,727
State on-behalf payments for teachers' retirement	1,797,055	1,797,055	-
GAAP Basis (page 16)	\$ 58,599,854	\$ 58,478,795	\$ 7,217,566

E. Property Taxes

The Town's property tax is levied and payable each July 1 on the assessed value listed as of the prior October 1 for all real and personal property located in the Town. These taxes are billed and due in two installments, July 1 and the subsequent January 1. Liens are effective on the assessment date and are continued by filing prior to the following levy date.

Assessed values are established at 70 percent of estimated market value to conform to State statutes.

Section 12-165 of the General Statutes of the State of Connecticut requires each municipality to write-off, on an annual basis, the property taxes, which are deemed to be uncollectible. Accordingly, an allowance for uncollectible property taxes has been established. As of June 30, 2012, the allowance for uncollectible property taxes is \$44,000.

State statutes require that a revaluation be done every four years. The last revaluation completed and enacted was for the list of October 1, 2010.

Sewer assessments are levied by the Water Pollution Control Authority and assessed to the users as projects are completed. Assessments are due and payable following the levy, but in projects where the sewer extensions were bonded, property owners were allowed to pay in installments.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

F. Cash and Cash Equivalents

The Town considers highly liquid short-term investment pools, money market funds and certificates of deposit and repurchase agreements with maturities of three months or less when purchased to be cash equivalents.

G. Investments

The Town has adopted a formal investment policy with the expressed goal of providing next day liquidity at the highest prevailing interest rate. In addition, the Town follows State statutes. State statutes authorize the Town to invest in 1) highly rated obligations of any state of the United States or of an political subdivision, authority or agency, thereof; 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; 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 or its agencies, and repurchase agreements fully collateralized by such obligations.

The Pension Trust Funds are also authorized to invest in corporate stocks and bonds and mutual funds.

Investments are stated at fair value, which is determined using quoted market prices at June 30. The cost of investments sold is determined by specific identification.

H. Interfunds and Receivables

Interfunds

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) or "advances to/from other funds" (i.e., the non-current portion of interfund loans).

Receivables

As of June 30, 2012, the allowance for uncollectible governmental grants and other receivables is \$7,100.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

J. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. Interest incurred during the construction of capital assets is also capitalized for business-type activities.

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.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the Town's historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land improvements	25 years	-
Buildings and improvements	20-50 years	20-40 years
Equipment	5-10 years	5-20 years
Sewer lines and pump stations	-	30-40 years
Vehicles	7 years	-
Infrastructure	60 years	-

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

K. Compensated Absences

Compensated absences of the Town consist of vacation leave and sick leave to the extent that payment to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the Town and the employee.

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the Town will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30, 2012 by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments. Town employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation and sick leave at various rates.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities. 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 will be reported net of the applicable bond premium or discount. 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, are reported as debt service expenditures.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

M. Fund Equity

Government-wide Financial Statements

Equity in the government-wide financial statements is defined as "net assets" and is classified in the following categories:

- a. Invested in Capital Assets, Net of Related Debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Assets - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted Net Assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

Fund Financial Statements

The equity of the fund financial statements is defined as "fund balance" and is classified in the following categories:

- a. Nonspendable Fund Balance - represents amounts that cannot be spent because they are either (a) not in spendable form (e.g., inventories and prepaid amounts) or (b) legally or contractually required to be maintained intact.
- b. Restricted Fund Balance - represents amounts that are constrained for a specific purpose by either (a) external parties, such as grantors, creditors, contributors, or laws and regulation of their governments or (b) imposed by law through constitutional provisions or enabling legislation.
- c. Committed Fund Balance - represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Orange Town Meeting).
- d. Assigned Fund Balance - for all governmental funds other than the General Fund, any remaining positive amounts not classified as nonspendable, restricted or committed. For the General Fund, includes amounts constrained for the intent to be used for a specific purpose by the Board of Finance.

**TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...**

- e. Unassigned Fund Balance - represents fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

N. Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

O. Subsequent Events

Management has evaluated events through December 21, 2012, the date the financial statements were available to be issued.

Note 2 - Cash and Cash Equivalents and Investments

The Town's cash and cash equivalents and investments balances as of June 30, 2012 were:

	Government-wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Cash and cash equivalents	\$ 14,300,552	\$ 1,593,870	\$ 15,894,422
Investments	2,549,470	25,394,712	27,944,182
Total	\$ 16,850,022	\$ 26,988,582	\$ 43,838,604

Cash and Cash Equivalents

Deposits - Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a formal deposit policy for custodial credit risk. The Town follows the State of Connecticut policy that requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

As of June 30, 2012, \$8,687,716 of the Town's bank balance of \$15,600,928 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 7,818,944
Uninsured and collateral held by pledging bank's trust department not in the Town's name	<u>868,772</u>
Total amount subject to credit risk	<u>\$ 8,687,716</u>

Investments

The Town's investments as of June 30, 2012 consisted of the following:

	Carrying and Fair Value	Investment Maturities (In Years)
Treasurer's Short-Term Investment Fund	\$ 2,517,918	N/A
U.S. Treasury Bond	31,552	5
Money market mutual funds	119,842	Less than one
Fixed income mutual funds	13,399,742	Less than one
Equity mutual funds	<u>11,875,128</u>	N/A
Total Investments	<u>\$ 27,944,182</u>	

The Treasurer's Short-Term Investment Fund (STIF) is a Standard & Poor's AAAM rated investment pool of high-quality, short term money market instruments managed by the Cash Management Division of the State Treasurer's Office.

Interest rate risk - The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk - The Town does not have a formal investment policy that limits its investment choices due to credit risk other than policies set forth by State of Connecticut Statutes.

Concentration of credit risk - The Town does not have a formal investment policy that restricts investments in any one issuer that is in excess of 5% of the Town's total investments.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

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 Town or that sells investments to or buys them from the Town), the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk.

Note 3 - Interfund Transactions

Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. The following is a summary of current interfund balances as of June 30, 2012.

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Funds:		
General Fund	\$ 2,182,358	\$ -
Orange Visiting Nurses Fund	5,132	674,411
Nonmajor (aggregate)	9,647	300,225
Internal Service Fund	<u>-</u>	<u>1,222,501</u>
Total	<u>\$ 2,197,137</u>	<u>\$ 2,197,137</u>

The outstanding balances between funds results mainly from the time lag between the dates that (1) inter-fund goods and services are provided or reimbursable expenditures occur, (2) transaction are recorded in the accounting system, and (3) payments between funds are made.

Internal balances between governmental funds are eliminated on the government-wide financial statements; therefore, only one interfund balance is reported on the government-wide financial statements.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Interfund Transfers

Interfund transfers for the year ended June 30, 2012, consisted of the following, as reported in the fund financial statements:

	<u>Transfers In:</u>
	<u>General Fund</u>
Transfers Out:	
Non major governmental funds (aggregate)	<u>\$ 83,000</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Note 4 - Capital Assets

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

	Beginning Balance	Additions	Disposals	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 15,438,404	\$ 7,140,476	\$ -	\$ 22,578,880
Construction in progress	-	52,898	-	52,898
Total capital assets not being depreciated	15,438,404	7,193,374	-	22,631,778
Capital assets, being depreciated:				
Land improvements	549,824	-	-	549,824
Buildings and improvements	35,773,189	276,657	-	36,049,846
Equipment	7,902,684	-	-	7,902,684
Vehicles	2,211,812	114,869	-	2,326,681
Infrastructure	13,468,762	-	-	13,468,762
Total capital assets being depreciated	59,906,271	391,526	-	60,297,797
Less, accumulated depreciation for:				
Land improvements	347,741	43,321	-	391,062
Buildings and improvements	20,848,780	592,143	-	21,440,923
Equipment	5,298,325	293,382	-	5,591,707
Vehicles	1,982,512	97,311	-	2,079,823
Infrastructure	10,210,220	208,407	-	10,418,627
Total accumulated depreciation	38,687,578	1,234,564	-	39,922,142
Total capital assets being depreciated, net	21,218,693	(843,038)	-	20,375,655
Governmental activities capital assets, net	\$ 36,657,097	\$ 6,350,336	\$ -	\$ 43,007,433

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

	Beginning Balance	Additions	Disposals	Ending Balance
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	\$ 18,970	\$ -	\$ -	\$ 18,970
Capital assets, being depreciated:				
Buildings and improvements	3,466,935	-	-	3,466,935
Sewer lines and pump stations	8,315,305	-	-	8,315,305
Equipment	479,491	8,627	-	488,118
Total capital assets being depreciated	12,261,731	8,627	-	12,270,358
Less, accumulated depreciation for:				
Buildings and improvements	1,473,693	86,981	-	1,560,674
Sewer lines and pump stations	5,261,206	224,529	-	5,485,735
Equipment	396,664	13,964	-	410,628
Total accumulated depreciation	7,131,563	325,474	-	7,457,037
Total capital assets being depreciated, net	5,130,168	(316,847)	-	4,813,321
Business-type activities capital assets, net	\$ 5,149,138	(\$ 316,847)	\$ -	\$ 4,832,291

Depreciation expense was charged to programs/functions as follows:

Governmental Activities:	
General Government	\$ 81,435
Public Safety	227,072
Public Works and Sanitation	295,430
Culture and Recreation	302,048
Health and Welfare	23,840
Education	304,739
Total depreciation expense in governmental activities	\$ 1,234,564
Business-type Activities:	
Water Pollution Control Authority	\$ 235,328
Congregate Elderly Housing	90,146
Total depreciation expense in business-type activities	\$ 325,474

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Note 5 - Long-Term Obligations

The following is a summary of long-term obligation transactions of the Town for the year ended June 30, 2012:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Issued/ Additions</u>	<u>Matured/ Deletions</u>	<u>Balance</u> <u>June 30, 2012</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities:					
General obligation bonds	\$ 14,120,000	\$ 10,855,000	\$ 5,020,000	\$ 19,955,000	\$ 1,675,000
Deferred premium on bonds	651,026	323,389	57,164	917,251	-
Mortgage note payable	250,000	-	125,000	125,000	125,000
Capital lease	87,160	-	21,790	65,370	21,790
Other post-employment benefits	2,066,396	501,968	-	2,568,364	-
Compensated absences	<u>1,250,839</u>	<u>-</u>	<u>16,962</u>	<u>1,233,877</u>	<u>45,363</u>
Total Governmental Activities	<u>\$ 18,425,421</u>	<u>\$ 11,680,357</u>	<u>\$ 5,240,916</u>	<u>\$ 24,864,862</u>	<u>\$ 1,867,153</u>
Business-Type Activities:					
Claims and judgments	<u>\$ 805,628</u>	<u>\$ -</u>	<u>\$ 77,500</u>	<u>\$ 728,128</u>	<u>\$ 77,500</u>
Total Business-type Activities	<u>\$ 805,628</u>	<u>\$ -</u>	<u>\$ 77,500</u>	<u>\$ 728,128</u>	<u>\$ 77,500</u>

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

General Obligation Bonds

As of June 30, 2012, the outstanding general obligation bonded indebtedness of the Town was as follows:

General Public Improvement:		
\$10,395,000 general obligation refunding bond, issue of 6/1/10, due 8/15/25, interest at 3.0% to 5.0%, annual principal payments of \$390,000 to \$1,325,000.	\$ 9,100,000	
\$7,200,000 general obligation bond, issue of 10/01/11, due 10/01/31, interest at 2.0% to 4.0%, annual principal payments of \$360,000.	7,200,000	
\$3,655,000 general obligation refunding bond, issue of 2/29/12, due 12/15/27, interest at 2.0% to 4.0%, annual principal payments of \$125,000 to \$280,000.	<u>3,655,000</u>	
	<u><u>\$ 19,955,000</u></u>	

The annual debt service requirements of this debt are as follows:

Fiscal Year	Principal	Interest	Total
2013	\$ 1,675,000	\$ 648,415	\$ 2,323,415
2014	1,810,000	573,965	2,383,965
2015	1,900,000	502,665	2,402,665
2016	1,355,000	445,115	1,800,115
2017	960,000	405,590	1,365,590
2018-2022	5,125,000	1,504,750	6,629,750
2023-2027	5,080,000	659,752	5,739,752
2028-2032	2,050,000	145,283	2,195,283
	<u>\$ 19,955,000</u>	<u>\$ 4,885,535</u>	<u>\$ 24,840,535</u>

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Refunding Bond - 2012 Issue

On March 13, 2012 the Town issued \$3,655,000 of General Obligation Refunding Bonds, with interest rates of 2.0% to 4.0% to advance refund \$3,550,000 of the Town's general obligation bond issues of \$3,900,000, dated December 15, 2007 (Refunded Bonds). This advance refunding will reduce total debt service payments by \$401,554 over the next 15 years and resulted in an economic gain of \$392,606. The Refunded Bonds were to mature at various dates through December 15, 2027 but will be called on December 15, 2012.

The net proceeds of the 2012 Refunding Bonds of \$3,687,027 were used to purchase U.S. Government securities and those securities were placed in an irrevocable trust with an escrow agent to provide debt service payments until the Refunded Bonds are called on December 15, 2012. The advance refunding met the requirements of an in-substance debt defeasance and, accordingly, the Refunded Bonds with a principal balance of \$3,550,000 were removed from the Town's balance sheet.

The difference of \$137,048 between the book value of the Refunded Bonds and the amount deposited to the irrevocable trust to fund their debt service represents a loss which has been deferred and is being recognized as an adjustment of interest expense over the life of the 2012 Refunding Bonds using the outstanding bond method. Amortization of the deferred loss for the year ended June 30, 2012 totaled \$3,901.

Mortgage Note Payable

On May 3, 2000 the Town purchased approximately 230 acres of land from the South Central Connecticut Regional Water Authority for a purchase price of \$3,500,000. The Town paid \$2,000,000 (of which \$450,000 was through a grant awarded by the State of Connecticut, Department of Environmental Protection) at the time of closing. The remaining \$1,500,000 will be payable, without interest, in twelve annual installments of \$125,000 beginning July 1, 2001. The balance payable was \$125,000 at June 30, 2012.

Water Pollution Control Authority Judgment

In 1985, the Town and the City of West Haven (the "City") entered into an agreement whereby the City is to provide wastewater treatment services to the Town for fifty years. Charges for these services are based upon the City's operating costs and metered flow of wastewater volumes during each year. In addition, the Town is assessed its proportionate share of capital improvements to the City's sanitary sewer system. In March 2003 a stipulated judgment was entered between the Town and the City regarding such capital improvements. The Town agreed to pay \$2,079,348 in installments through June 2020 for prior capital improvements made by the City. The City has completed two other capital projects for which the Town's share of the costs will be \$382,628. The Town paid the City \$77,500 during the year ended June 30, 2012. The balance payable was \$728,128 at June 30, 2012.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Capital Lease

Future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2012 are as follows:

Fiscal Year Ended June 30,		
2013	\$	23,560
2014		23,560
2015		23,560
Total minimum lease payments		70,680
Less, amount representing interest	(5,310)
Present vaue of minimum lease payments	\$	65,370

There are no authorized, unissued bonds at June 30, 2012.

Amity Regional School District No. 5

In addition to the Town, the only political subdivision with power to issue debt on behalf of the Town is the Amity Regional School District Number 5 (the District). As of June 30, 2012 the District had general obligation bond issues outstanding aggregating \$57,820,769. These amounts are to be paid back by the three member Towns through their annual proportionate share payments for the operations of the District. Each Town's share of the debt is based on the average daily membership of each Town's student population. For the year ended June 30, 2012 the percentage for the Town of Orange was 48.41% or \$27,878,148.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Note 6 - Capital Projects

The following is a summary of project authorizations at June 30, 2012:

	Project Authorization	Expenditures		Unexpended Authorization June 30, 2012
		During Year	Cumulative	
Edison Road Reconstruction, Connair Road Reconstruction, Boston Post Road Lighting Project	\$ 1,181,000	\$ 52,898	\$ 1,127,897	\$ 53,103
2004 Bond Projects:				
Road Improvements	1,940,000	-	1,918,761	21,239
Open Space	4,400,000	-	4,311,316	88,684
HPCC and Public Works Improvements	2,045,000	-	2,051,597	(6,597)
School Building Renovations	4,700,000	24,301	4,658,864	41,136

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Note 7 - Fund Balance

	General Fund	Orange Visiting Nurses Association	Hubbell Land Acquisition	Non-major Governmental Funds	Total
Fund balances:					
Nonspendable	\$ 22,377	\$ -	\$ -	\$ 29,204	\$ 51,581
Restricted for:					
General government	-	-	-	23,765	23,765
Public safety	-	-	-	33,953	33,953
Public works	-	-	-	257,526	257,526
Culture and recreation	-	-	-	172,188	172,188
Health and welfare	-	-	-	159,553	159,553
Education	-	-	-	17,192	17,192
Capital	-	-	103,379	157,477	260,856
Committed to:					
Public safety	-	-	-	1,005	1,005
Culture and recreation	-	-	-	212,452	212,452
Health and welfare	-	109,273	-	-	109,273
Education	-	-	-	179,054	179,054
Assigned to:					
General government	463,446	-	-	147,598	611,044
Culture and recreation	-	-	-	331,210	331,210
Other	-	-	-	154,707	154,707
Unassigned	6,731,743	-	-	(35,890)	6,695,853
Total fund balances	<u>\$ 7,217,566</u>	<u>\$ 109,273</u>	<u>\$ 103,379</u>	<u>\$ 1,840,994</u>	<u>\$ 9,271,212</u>

Encumbrances at June 30, 2012 are contained in the above table in the assigned category of the General Fund.

The Cafeteria Fund and the Summer School Fund had fund deficits as of June 30, 2012 of \$31,792 and \$4,098, respectively. The deficits will be funded by future revenues.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Note 8 - Pension Plans

The Town has two defined benefit contributory pension plans and one defined contribution plan covering substantially all full-time Town employees other than teachers. The plans are considered to be a part of the Town's financial reporting entity and are included in the Town's financial statements as pension trust funds. The plans do not issue separate, stand alone, financial reports. The certified faculty and administrative personnel of the Board of Education participate in a contributory retirement plan administered by the State Teachers Retirement Board. The Town does not contribute to this plan.

Defined Benefit Plans

Town of Orange Police Pension and Retirement Plan - Plan Description

The Town is the administrator of the Town of Orange Police Pension and Retirement Plan, a single-employer public employee retirement system ("PERS") established and maintained by the Town to provide pension benefits to its police employees hired prior to July 1, 1999. The Town has appointed an administrative pension board to administer the plan.

Town of Orange Employee Pension and Retirement Income Plan - Plan Description

The Town is the administrator of the Town of Orange Employee Pension and Retirement Income Plan, a single-employer public employee retirement system ("PERS") established to provide pension benefits for its full-time employees other than police employees and teachers hired prior to July 1, 1999. The Town has appointed an administrative pension board to administer the plan.

Significant Accounting Policies

The Plans' financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are due and payable in accordance with the terms of the plan. Investments are reported at fair market value.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Plan Membership

As of January 1, 2012, the date of the most recent actuarial valuations, membership consisted of:

	Police	Town
Retirees, disabled members and beneficiaries currently receiving benefits	30	62
Terminated vested employees	4	9
Active members	15	17
	49	88

Funding Policy

The contribution requirements of plan members and the Town were established by Ordinance at a Town Meeting and may be amended by the Board of Selectmen. Benefits and employee contributions are fixed by contract and may be amended by union negotiation. Administration costs of the Plans are financed through investment earnings.

	Police	Town
Contribution rates:		
Members:		
Police	7%	-
Supervisors	-	3% of earnings to \$7,800 plus 5% of excess
All others	-	2% of earnings to \$7,800 plus 5% of excess

Benefit Provisions

The Town of Orange Police Pension and Retirement Plan provides retirement benefits and death and disability benefits. Benefits vest after 10 years of service. Members may retire at any age with 20 years of credited service or at age 55. Members are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.25% of average monthly earnings times years of credited service up to 20 years, plus 2% of average monthly earnings times years of credited service in excess of 20 years. Average monthly earnings are based on the employee's monthly earnings over the last twenty-four months of service.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

If a police officer leaves covered employment or dies before meeting the vesting requirements, accumulated employee contributions plus 4% interest compounded annually thereon are refunded.

The Town of Orange Employee Pension and Retirement Income Plan provides retirement benefits as well as death benefits. The following table summarizes the retirement benefits of the plan:

	<u>Normal Retirement</u>	<u>Early Retirement</u>	<u>Benefit</u>	<u>Vesting</u>
Board of Education Secretaries and Custodians	65	10 years early with 10 years of service	1¼% of final earnings up to \$6,600 plus 2% of excess times credited service	50% after 10 years of service, additional 10% for each year thereafter. 100% vested at 65.
Highway	65 or 62 with 25 years of service	10 years early with 10 years of service	1¾% of final earnings up to \$6,600 plus 2% of excess times credited service	100% after 10 years of service or age 65
Town secretaries, custodians, dispatchers and Non-Union	65 or 62 with 25 years of service	10 years early with 15 years of service	2% of final earnings times credited service	100% after 5 years of service or age 65
Supervisors	65 or 62 with 25 years of service	10 years early with 10 years of service	2% of final earnings times credited service	100% after 10 years of service or age 65

Final earnings is the employee's average earnings over the last three years of service.

If a member leaves covered employment or dies before meeting the vesting requirements, accumulated employee contributions plus 4% interest compounded annually thereon are refunded.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation
Police Pension and Retirement Plan				
6/30/2010	\$ 304,721	\$ 304,721	100.00%	\$ -
6/30/2011	411,639	411,639	100.00%	-
6/30/2012	499,809	499,809	100.00%	-
Employee Pension and Retirement Income Plan				
6/30/2010	\$ -	\$ -	100.00%	\$ -
6/30/2011	52,983	52,983	100.00%	-
6/30/2012	103,319	103,319	100.00%	-

Funding Status and Funding Progress

The funded status of each plan as of January 1, 2012, the most recent actuarial valuation date, is as follows:

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
Police Pension and Retirement Plan						
1/1/2012	\$13,777,336	\$19,446,576	\$5,669,240	70.85%	\$1,358,468	417.33%
Employee Pension and Retirement Income Plan						
1/1/2012	\$8,039,408	\$9,770,868	\$1,731,460	82.28%	\$942,653	183.68%

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Actuarial Assumptions

The annual required contribution for the current year was determined as part of the January 1, 2012 actuarial valuation. The actuarial assumptions included:

	Police	Town
Actuarial cost method	Entry Age Normal	Entry Age Normal
Asset valuation method	5 yr. smoothed market	5 yr. smoothed market
Amortization method	Level percent, closed	Level percent, closed
Remaining amortization period	19 years	15 years
Actuarial assumptions:		
Investment rate of return	8.00%	8.00%
Projected salary increases	4.00%	4.00%
Includes inflation at	2.50%	2.50%
Cost of living adjustments	2% of retirements after January 1, 2000	None

Defined Contribution Plan

Plan Description

The Town is the administrator of the Defined Contribution Pension Plan for Town of Orange, Connecticut established to provide benefits at retirement to substantially all full-time Town employees and noncertified Board of Education employees hired on or after July 1, 1998.

Significant Accounting Policies

The plan's financial statements are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period in which the contributions are due. Investments are reported at fair market value.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Plan Membership

At June 30, 2012, there were 122 plan members. Plan members may contribute up to 10% of covered salary. The Town is required to contribute an amount equal to the plan members' contribution up to 10% of covered salary. Plan members and the Town each contributed \$464,947, not including rollover contributions and forfeitures, to the plan in the year ended June 30, 2012.

Benefit Provisions

Plan members are 100% vested in their employee contributions. Plan members are 20% vested in their employer contribution after 2 years of service, with an additional 20% for each year thereafter. Forfeitures shall be used to reduce future employer contributions.

Plan provisions and contribution requirements are established and may be amended by the Board of Selectmen.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

SCHEDULE OF PLAN NET ASSETS
June 30, 2012

	<u>Police</u>	<u>Town</u>	<u>Defined Contribution</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 307,668	\$ 174,865	\$ 808,587	\$ 1,291,120
Investments, at fair value	<u>12,767,551</u>	<u>7,408,118</u>	<u>5,219,043</u>	<u>25,394,712</u>
	<u>\$ 13,075,219</u>	<u>\$ 7,582,983</u>	<u>\$ 6,027,630</u>	<u>\$ 26,685,832</u>
NET ASSETS				
Held in trust for employee pension benefits	<u>\$ 13,075,219</u>	<u>\$ 7,582,983</u>	<u>\$ 6,027,630</u>	<u>\$ 26,685,832</u>

SCHEDULE OF CHANGES IN PLAN NET ASSETS
Year ended June 30, 2012

	<u>Police</u>	<u>Town</u>	<u>Defined Contribution</u>	<u>Total</u>
ADDITIONS				
Contributions:				
Employer	\$ 499,809	\$ 103,319	\$ 464,947	\$ 1,068,075
Employee	91,839	41,151	464,947	597,937
Total contributions	<u>591,648</u>	<u>144,470</u>	<u>929,894</u>	<u>1,666,012</u>
Investment income	335,388	202,927	-	538,315
Net realized/unrealized loss on investments	(263,392)	(168,414)	(38,076)	(469,882)
Net investment income	<u>71,996</u>	<u>34,513</u>	<u>(38,076)</u>	<u>68,433</u>
Total additions	<u>663,644</u>	<u>178,983</u>	<u>891,818</u>	<u>1,734,445</u>
DEDUCTIONS				
Pension payments	1,096,326	747,408	87,180	1,930,914
Administrative expenses	40,356	31,481	256	72,093
Total deductions	<u>1,136,682</u>	<u>778,889</u>	<u>87,436</u>	<u>2,003,007</u>
Change in net assets	<u>(473,038)</u>	<u>(599,906)</u>	<u>804,382</u>	<u>(268,562)</u>
NET ASSETS, beginning	<u>13,548,257</u>	<u>8,182,889</u>	<u>5,223,248</u>	<u>26,954,394</u>
NET ASSETS, ending	<u>\$ 13,075,219</u>	<u>\$ 7,582,983</u>	<u>\$ 6,027,630</u>	<u>\$ 26,685,832</u>

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Board of Education participate in a multiple employer contributory cost-sharing defined benefit plan with a special funding situation, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. The financial statements of the plan are available from the State of Connecticut State Teachers' Retirement Board, 765 Asylum Avenue, Hartford, CT 06105-2822.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not and is not legally responsible to contribute to the plan.

The State of Connecticut contributes based on actuarially determined amounts. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual entity basis. Total contributions made by the State of Connecticut were \$757,246,000, of which \$1,797,055 benefited Town employees, and has been included in intergovernmental revenues and education expenditures in the accompanying combined statement of revenues, expenditures and changes in fund balances. For the year ended June 30, 2012, Town teachers contributed \$634,306 to the plan and covered Board of Education payroll for the year was approximately \$8,749,000. The Town's total payroll, inclusive of the Board of Education for the year ended June 30, 2012 was approximately \$19,240,000.

Note 9 - Other Post-Employment Benefits (OPEB)

Plan Description

The Town provides post-retirement medical and dental benefits to eligible retirees and their spouses through a single-employer, contributory, defined benefit OPEB plan. A bi-annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made July 1, 2010. The OPEB plan does not issue a separate, stand-alone, financial report.

Benefit Provisions

Board of Education (BOE) administrators and teachers are eligible for medical and dental coverage for self and spouse upon meeting one of the following criteria:

1. Normal retirement at age 60 with 20 years of service or completion of 35 years of service regardless of age or
2. Early retirement at age 60 with 10 years of service, any age with 25 years of service, or age 55 with 20 years of service.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

BOE custodians/maintenance employees are eligible for medical and dental coverage for self and spouse upon retirement at age 62. Retirees after July 1, 2002 who attain age 65 shall be eligible for Post 65 coverage until age 75.

BOE secretaries and aides are eligible for medical and dental coverage upon retirement at age 65 with at least 15 years of full-time employment or age 55 with at least 10 years of service.

BOE central office staff are eligible for medical and dental coverage upon retirement at age 65 until age 75 if hired prior to January 29, 1996. Central Staff hired after January 29, 1996 can continue with coverage at their own cost.

Police officers are eligible for medical and dental coverage upon retirement at age 55 or with 20 years of service.

Town supervisors hired prior to March 15, 2001 are eligible for medical and dental coverage upon retirement at age 65, or age 62 with 25 years of service, or age 55 with 10 years of service.

Town highway and public service employees are eligible for medical and dental coverage upon retirement at age 65, or age 62 with 25 years of service or age 55 with 10 years of service.

Plan Membership

Membership in the plan consisted of the following as of July 1, 2010, the date of the last actuarial valuation:

Active members	280
Retirees and dependents	<u>103</u>
Total	<u><u>383</u></u>

Funding Policy

There is no trust created for this plan. The contribution requirement of plan members and the Town are established and may be amended by the Town. The Town currently contributes enough money to the plan to satisfy the current obligations on a pay-as-you go basis.

Teacher retirees and spouses pay 100% of the premium, less the \$1,320 annual CT Teachers Retirement Board subsidy for certified employees.

BOE Administrators with 10 years of service as an administrator or 25 years of service pay all but \$2,500 per year for the first five years and 100% per year thereafter.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

BOE custodians/maintenance employees pay 100% of the premium, except for retirees after July 1, 2008 who pay nothing until age 75.

BOE secretaries and aides pay 100% of the premium until age 65 and thereafter will pay all but \$150 until age 80.

BOE central office staff hired before January 29, 1996 pay nothing until age 75, at which time their insurance is discontinued. BOE central office staff hired after January 29, 1996 pay 100% of the premium.

Police officers pay no share of the premium.

Town supervisors hired prior to March 15, 2001 pay 100% of the premium.

Town highway and public service pay 100% of the premium.

Annual OPEB Cost and Net OPEB Obligation

The annual OPEB cost and net OPEB obligation to the plan as of June 30, 2012 were as follows:

	<u>Other Post- Employment Benefits (OPEB)</u>
Annual required contribution (ARC)	\$ 1,204,000
Interest on net OPEB obligation	165,312
Adjustment to annual required contribution	<u>(129,344)</u>
Annual OPEB cost	1,239,968
Contributions made	<u>738,000</u>
Increase in net OPEB obligation	501,968
Net OPEB obligation, beginning of year	<u>2,066,396</u>
Net OPEB obligation, end of Year	<u>\$ 2,568,364</u>

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Three-Year Trend Information

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation three year trend information is presented below:

Fiscal Year Ending	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation
6/30/2010	\$ 967,048	\$ 284,800	29.45%	\$ 1,318,848
6/30/2011	1,065,848	318,300	29.86%	2,066,396
6/30/2012	1,239,968	738,000	59.52%	2,568,364

Funding Status and Funding Progress

The funded status of the plan as of July 1, 2010, the most recent actuarial valuation date, is as follows:

Schedule of Funding Progress						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
7/1/2010	\$ -	\$ 12,980,000	\$ 12,980,000	0.00%	N/A	N/A

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These actuarially determined amounts are subject to continual revisions as actual results are compared to past expectations and new estimates are made about the future.

The schedules of funding progress and employer contributions, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

Actuarial Methods and Assumptions

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

Valuation Date	July 1, 2010
Actuarial Cost Method	Projected Unit Credit
Asset Valuation Method	Market Value
Amortization Method	Level Percent
Remaining Amortization Period	30 years
Actuarial Assumptions:	
Discount rate	4.0%
Investment rate of return	4.0%
Inflation rate	6.9%
Health cost trend rates	A rate of 6.9% initially, reduced to an ultimate rate of 4.1%

Note 10 - Risk Management

The Town is exposed to various risks of loss related to public official liability, police professional liability, theft or impairment of assets, errors and omissions, injury to employees, natural disasters, and owners and contractors protective liability.

The Town currently is a member in Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool established for the purpose of administering an interlocal risk management program pursuant to the provisions of Section 7-479a et. Seq. of Connecticut General Statutes, for workers compensation and liability-automobile-property insurance. At June 30, 2012, CIRMA had over 200 members in the workers compensation pool and over 150 members in the liability-automobile-property pool. The Town pays annual premium for its coverage in both pools. CIRMA is to be self-sustaining through members' premiums but reinsures in excess of \$1,000,000 for each insured occurrence. Members may be subject to supplemental assessment in the event of deficiencies; however, potential assessments are limited pursuant to the bylaws.

Settled claims have not exceeded commercial coverage in any of the past three years.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
... Continued ...

Note 11 - Internal Service Funds

The Town maintains a group medical and dental self-insurance fund to account for health claims of employees and their families. Anthem Blue Cross and Blue Shield of Connecticut (Anthem) acts as plan administrator and claims processor. The Town has also purchased, through Anthem, individual and aggregate stop-loss protection.

The self-insured claims (medical and dental) paid through the fund are financed through resources obtained from the General Fund and employee payroll deductions. The accounting treatment is to record the resources paid by the General Fund as an expenditure of that fund and as revenue of the Internal Service Fund in the governmental fund financial statements. At June 30, 2012, a liability of \$288,478 has been recorded, which represents estimated claims incurred but not yet reported.

Changes in this claims liability during the fiscal year were as follows:

	Claims Payable July 1	Current Year Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
2009 - 2010	\$ 406,163	\$ 4,243,037	\$ 4,304,946	\$ 344,254
2010 - 2011	344,254	4,319,468	4,389,330	274,392
2011 - 2012	274,392	4,467,919	4,453,833	288,478

Note 12 - Commitments and Contingencies

The Town has received state and federal grants for specific purposes that are subject to the review and audit by the grantor agencies. These audits could lead to requests for reimbursement to the grantor agencies for any expenditure disallowed under the terms of the grant. Based on prior experience, management believes such disallowances, if any, will not be material to the Town's basic financial statements.

Other litigation, principally involving claims for personal injury breach of contract, and contested tax assessment, are pending against the Town. The outcome and eventual liability of the Town, if any, in these cases is not known at this time. The Town's legal counsel estimated that potential claims against the Town, not covered by insurance, resulting from such litigation would not materially affect the financial position of the Town.

TOWN OF ORANGE, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2012
. . . Continued . . .

In 1993, the Town entered into a contract to have congregate elderly housing constructed. The construction was funded by a \$3,582,050 grant and a \$40,000 loan from the State of Connecticut Department of Housing (the "DOH"). The housing cannot be sold without the permission of DOH. Any proceeds from such a sale must first be used to repay DOH the grant. As a result, the State has a lien on all property associated with the Congregate Elderly Housing.

The Town continues to be a defendant in an action involving the disposal of hazardous waste on and in a landfill. The continuing action has been long standing and was brought by the Laurel Park Coalition. The Laurel Park litigation continues with the Laurel Park Coalition having appealed a prior year District Court ruling which calculated the amount owed by the Town to be \$266,362, which was less than the \$330,000 previously deposited with the Court. In a subsequent year the appeal was denied, but interest and claims for post-trial costs have not settled and the final outcome has not been estimated. Additionally, post trial costs for post-closure maintenance and monitoring have not been settled, but the Laurel Park Coalition has projected post closure costs applicable to the Town on an annual basis of about \$7,700 for the first ten years, \$5,800 for the next ten years and \$3,000 for the remaining ten year period.

In connection with another action involving the disposal of hazardous waste on property owned by others, the Town has agreed to be responsible for a portion of post-closure maintenance, monitoring and clean up costs at the former Beacon Heights Landfill. The Town's portion of those costs is estimated to be about \$5,400 per year based on current charges and will continue until July 2033. Payment of the Beacon Heights costs is being made from the General Fund.

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
JUNE 30, 2012**

POLICE PENSION AND RETIREMENT PLAN

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Total Unfunded Actuarial Accrued Liability (c)	Actuarial Value of Assets as a Percentage of Actuarial Accrued Liability (a) / (b)	Annual Covered Payroll (d)	Unfunded Actuarial Accrued Liability as a Percentage of Annual Covered Payroll (c) / (d)
1/1/07	\$ 14,433,895	\$ 18,939,228	\$ 4,505,333	76.21 %	\$ 1,487,728	302.83 %
1/1/08	15,199,428	17,107,509	1,908,081	88.85	1,384,044	137.86
1/1/09	14,736,959	17,755,708	3,018,749	83.00	1,248,925	241.71
1/1/10	14,246,755	18,207,883	3,961,128	78.24	1,260,560	314.24
1/1/11	14,099,716	18,859,254	4,759,538	74.76	1,360,835	349.75
1/1/12	13,777,336	19,446,576	5,669,240	70.85	1,358,468	417.33

** Change in investment return assumption from 6.75% to 8.00%.

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contribution	Percentage Contributed
2007	\$ 554,257	100 %
2008	558,551	100
2009	304,721	100
2010	304,721	100
2011	411,639	100
2012	499,809	100

EMPLOYEE PENSION AND RETIREMENT INCOME PLAN

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Total Unfunded (Funded) Actuarial Accrued Liability (c)	Actuarial Value of Assets as a Percentage of Actuarial Accrued Liability (a) / (b)	Annual Covered Payroll (d)	Unfunded Actuarial Accrued Liability as a Percentage of Annual Covered Payroll (c) / (d)
1/1/07	\$ 9,910,114	\$ 10,620,767	\$ 710,653	93.31 %	\$ 1,439,402	49.37 %
1/1/08	10,177,678	9,599,467	578,211	106.02	1,162,387	(49.74)
1/1/09	9,486,077	9,682,220	196,143	97.97	1,001,389	19.59
1/1/10	9,007,751	9,827,482	819,731	91.66	953,405	85.98
1/1/11	8,591,649	9,794,066	1,202,417	87.72	990,678	121.37
1/1/12	8,039,408	9,770,868	1,731,460	82.28	942,653	183.68

** Change in investment return assumption from 6.75% to 8.00%.

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contribution	Percentage Contributed
2007	\$ 137,456	100 %
2008	143,523	100
2009	-	100
2010	-	100
2011	52,983	100
2012	103,319	100

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
OTHER POST-EMPLOYMENT BENEFIT PLAN
JUNE 30, 2012**

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Total Unfunded (Funded) Actuarial Accrued Liability (c)	Actuarial Value of Assets as a Percentage of Actuarial Accrued Liability (a) / (b)	Annual Covered Payroll (d)	Unfunded Actuarial Accrued Liability as a Percentage of Annual Covered Payroll (c) / (d)
7/1/08	\$ -	\$ 8,210,400	\$ 8,210,400	0.00 %	N/A	N/A
7/1/10	-	12,980,000 *	12,980,000	0.00	N/A	N/A

* Change in discount rate to 4.0%.

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contribution	Percentage Contributed
2009	\$ 898,400	29.14 %
2010	954,400	29.84
2011	1,041,200	30.57
2012	1,204,000	61.30

**TOWN OF ORANGE, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012**

	Special Revenue						
	Orange Drug & Alcohol Action Committee	Federal Drug Property Forfeiture	Police Donations	School of 21st Century	Narcotics Task Force	LoCIP	School Grants and Donations
ASSETS							
Cash and cash equivalents	\$ 40,889	\$ 7,481	\$ 13,200	\$ 174,956	\$ 12,772	\$ 53,409	\$ 17,192
Accounts receivable	-	-	-	4,098	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Total assets	\$ 40,889	\$ 7,481	\$ 13,200	\$ 179,054	\$ 12,772	\$ 53,409	\$ 17,192
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Nonspendable	-	-	-	-	-	-	-
Restricted	40,889	7,481	13,200	179,054	12,772	53,409	17,192
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	40,889	7,481	13,200	179,054	12,772	53,409	17,192
Total liabilities and fund balances (deficits)	\$ 40,889	\$ 7,481	\$ 13,200	\$ 179,054	\$ 12,772	\$ 53,409	\$ 17,192

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012
...Continued...**

	Special Revenue							
	Town Road/Aid	Education Grants	Police Special Duty	Senior Reimbursable	Youth Reimbursable	Orange Public Library Estate	Orange Library Endowment	
ASSETS								
Cash and cash equivalents	\$ 159,407	\$ 41,267	\$ -	\$ 116,308	\$ 38,399	\$ 4,648	\$ 10,147	
Accounts receivable	-	-	15,946	-	-	-	-	
Due from other funds	-	-	-	-	-	-	-	
Due from other governments	-	-	-	-	-	-	-	
Investments	-	-	-	-	-	-	-	
Total assets	\$ 159,407	\$ 41,267	\$ 15,946	\$ 116,308	\$ 38,399	\$ 4,648	\$ 10,147	
LIABILITIES AND FUND BALANCES								
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Due to other funds	-	-	14,941	-	-	-	-	
Deferred revenue	-	41,267	-	-	-	-	-	
Total liabilities	-	41,267	14,941	-	-	-	-	
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	-	-	-	-	
Restricted	159,407	-	-	-	-	4,648	10,147	
Committed	-	-	1,005	-	-	-	-	
Assigned	-	-	-	116,308	38,399	-	-	
Unassigned	-	-	-	-	-	-	-	
Total fund balances (deficits)	159,407	-	1,005	116,308	38,399	4,648	10,147	
Total liabilities and fund balances (deficits)	\$ 159,407	\$ 41,267	\$ 15,946	\$ 116,308	\$ 38,399	\$ 4,648	\$ 10,147	

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012
...Continued...**

	Special Revenue					
	Elderly Services	Summer School	Orange Library Gift	Pryde Memorial	Orange Agricultural Fair	Gusachik Nursing
ASSETS						
Cash and cash equivalents	\$ 2,749	-	\$ 101,404	\$ 109,479	\$ 212,946	\$ 129,311
Accounts receivable	-	-	-	-	-	-
Due from other funds	-	-	-	5,549	-	-
Due from other governments	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Total assets	\$ 2,749	-	\$ 101,404	\$ 115,028	\$ 212,946	\$ 129,311
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	-	-	-	-	-	-
Due to other funds	-	4,098	59,039	-	494	65,854
Deferred revenue	-	-	-	-	-	-
Total liabilities	-	4,098	59,039	-	494	65,854
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	2,749	-	42,365	115,028	-	63,457
Committed	-	-	-	-	212,452	-
Assigned	-	-	-	-	-	-
Unassigned	-	(4,098)	-	-	-	-
Total fund balances (deficits)	2,749	(4,098)	42,365	115,028	212,452	63,457
Total liabilities and fund balances (deficits)	\$ 2,749	-	\$ 101,404	\$ 115,028	\$ 212,946	\$ 129,311

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012
...Continued...**

	Special Revenue						
	Town Improvement Program P.A. 86-1	Easement	Human Services	Police D.A.R.E.	Town Exchange	Special Events and Programs	Historic Preservation
ASSETS							
Cash and cash equivalents	\$ 106,020	\$ 15,060	\$ 40,893	\$ 500	\$ 142,766	\$ 4,832	\$ 23,765
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Total assets	<u>\$ 106,020</u>	<u>\$ 15,060</u>	<u>\$ 40,893</u>	<u>\$ 500</u>	<u>\$ 142,766</u>	<u>\$ 4,832</u>	<u>\$ 23,765</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	-	-	-	-	-	-	-
Due to other funds	76,370	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	<u>76,370</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable	-	-	-	-	-	-	-
Restricted	29,650	15,060	40,893	500	-	-	23,765
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	142,766	4,832	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>29,650</u>	<u>15,060</u>	<u>40,893</u>	<u>500</u>	<u>142,766</u>	<u>4,832</u>	<u>23,765</u>
Total liabilities and fund balances (deficits)	<u>\$ 106,020</u>	<u>\$ 15,060</u>	<u>\$ 40,893</u>	<u>\$ 500</u>	<u>\$ 142,766</u>	<u>\$ 4,832</u>	<u>\$ 23,765</u>

...Continued...

TOWN OF ORANGE, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012
...Continued...

	Special Revenue		Youth Services	Permanent Fund		Capital Projects		Total Non-Major Governmental Funds
	Cafeteria	Recreation Self Support		Mary T. McGuire Trust	STEAP	2004 Bond Projects Fund		
ASSETS								
Cash and cash equivalents	\$ 38,475	\$ 331,210	\$ -	\$ 10,033	\$ 122,102	\$ 157,477	\$ 2,239,097	
Accounts receivable	-	-	-	-	-	-	15,946	
Due from other funds	-	-	-	-	-	-	9,647	
Due from other governments	8,346	-	-	-	-	-	8,346	
Investments	-	-	-	31,552	-	-	31,552	
Total assets	<u>\$ 46,821</u>	<u>\$ 331,210</u>	<u>\$ -</u>	<u>\$ 41,585</u>	<u>\$ 122,102</u>	<u>\$ 157,477</u>	<u>\$ 2,304,588</u>	
LIABILITIES AND FUND BALANCES								
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Due to other funds	78,613	-	-	816	-	-	300,225	
Deferred revenue	-	-	-	-	122,102	-	163,369	
Total liabilities	<u>78,613</u>	<u>-</u>	<u>-</u>	<u>816</u>	<u>122,102</u>	<u>-</u>	<u>463,594</u>	
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	29,204	-	-	29,204	
Restricted	-	-	-	11,565	-	157,477	821,654	
Committed	-	-	-	-	-	-	392,511	
Assigned	-	331,210	-	-	-	-	633,515	
Unassigned	(31,792)	-	-	-	-	-	(35,890)	
Total fund balances (deficits)	<u>(31,792)</u>	<u>331,210</u>	<u>-</u>	<u>40,769</u>	<u>-</u>	<u>157,477</u>	<u>1,840,994</u>	
Total liabilities and fund balances (deficits)	<u>\$ 46,821</u>	<u>\$ 331,210</u>	<u>\$ -</u>	<u>\$ 41,585</u>	<u>\$ 122,102</u>	<u>\$ 157,477</u>	<u>\$ 2,304,588</u>	

**TOWN OF ORANGE, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICITS)
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	Special Revenue						
	Orange Drug & Alcohol Action Committee	Federal Drug Property Forfeiture	Police Donations	School of 21st Century	Narcotics Task Force	LoCIP	School Grants and Donations
REVENUES							
Intergovernmental Program revenues	\$ 7,790	\$ 3,349	-	\$ -	\$ 17,872	\$ 45,382	\$ -
Investment income	-	-	-	607,443	-	-	-
Charges for facilities and services	-	-	-	-	-	7,575	-
Miscellaneous	-	-	7,350	-	-	-	29,068
Total revenues	7,790	3,349	7,350	607,443	17,872	52,957	29,068
EXPENDITURES							
Public safety	-	1,000	58	-	11,603	-	-
Public works and sanitation	-	-	-	-	-	45,400	-
Culture and recreation	-	-	-	-	-	-	-
Health and welfare	8,460	-	-	-	-	-	-
Education - Orange Board of Education	-	-	-	619,147	-	-	27,998
Other	-	-	-	-	-	-	-
Total expenditures	8,460	1,000	58	619,147	11,603	45,400	27,998
Excess (deficiency) of revenues over expenditures	(670)	2,349	7,292	(11,704)	6,269	7,557	1,070
OTHER FINANCING SOURCES (USES)							
Interfund transfers out	-	-	-	-	-	-	-
Net change in fund balance	(670)	2,349	7,292	(11,704)	6,269	7,557	1,070
FUND BALANCES (DEFICITS), beginning	41,559	5,132	5,908	190,758	6,503	45,852	16,122
FUND BALANCES (DEFICITS), ending	\$ 40,889	\$ 7,481	\$ 13,200	\$ 179,054	\$ 12,772	\$ 53,409	\$ 17,192

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012
...Continued...**

	Special Revenue						
	Town Road Aid	Education Grants	Police Special Duty	Senior Reimbursable	Youth Reimbursable	Orange Public Library Estate	Orange Library Endowment
REVENUES							
Intergovernmental	\$ 138,096	\$ 461,770	\$ -	\$ -	\$ -	\$ -	\$ -
Program revenues	-	-	-	96,017	5,472	-	-
Investment income	-	-	-	-	-	-	7
Charges for facilities and services	-	-	261,212	-	-	-	-
Miscellaneous	-	11,036	-	-	-	-	-
Total revenues	138,096	472,806	261,212	96,017	5,472	-	7
EXPENDITURES							
Public safety	-	-	177,942	-	-	-	-
Public works and sanitation	117,077	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	1,364	-
Health and welfare	-	-	-	78,073	5,892	-	-
Education - Orange Board of Education	-	472,806	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total expenditures	117,077	472,806	177,942	78,073	5,892	1,364	-
Excess (deficiency) of revenues over expenditures	21,019	-	83,270	17,944	(420)	(1,364)	7
OTHER FINANCING SOURCES (USES)							
Interfund transfers out	-	-	(83,000)	-	-	-	-
Net change in fund balance	21,019	-	270	17,944	(420)	(1,364)	7
FUND BALANCES (DEFICITS), beginning	138,388	-	735	98,364	38,819	6,012	10,140
FUND BALANCES (DEFICITS), ending	\$ 159,407	\$ -	\$ 1,005	\$ 116,308	\$ 38,399	\$ 4,648	\$ 10,147

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICITS)
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012
...Continued...**

	Elderly Services	Summer School	Special Revenue				Orange Agricultural Fair	Gusachik Nursing
			Orange Library Gift	Pryde Memorial	Orange Agricultural Fair	Gusachik Nursing		
REVENUES								
Intergovernmental	-	-	\$ 8,970	\$ -	-	\$ -	-	
Program revenues	-	35,764	-	-	-	139,595	-	
Investment income	-	-	24	-	-	27	291	
Charges for facilities and services	-	-	-	-	-	-	-	
Miscellaneous	-	-	4,908	5,549	-	-	4,070	
Total revenues	-	35,764	13,902	5,549	-	139,622	4,361	
EXPENDITURES								
Public safety	-	-	-	-	-	-	-	
Public works and sanitation	-	-	-	-	-	-	-	
Culture and recreation	-	-	12,262	13,144	-	95,027	-	
Health and welfare	-	-	-	-	-	-	64,792	
Education - Orange Board of Education	-	6,098	-	-	-	-	-	
Other	-	-	-	-	-	-	-	
Total expenditures	-	6,098	12,262	13,144	-	95,027	64,792	
Excess (deficiency) of revenues over expenditures	-	29,666	1,640	(7,595)	-	44,595	(60,431)	
OTHER FINANCING SOURCES (USES)								
Interfund transfers out	-	-	-	-	-	-	-	
Net change in fund balance	-	29,666	1,640	(7,595)	-	44,595	(60,431)	
FUND BALANCES (DEFICITS), beginning	2,749	(33,764)	40,725	122,623	-	167,857	123,888	
FUND BALANCES (DEFICITS), ending	\$ 2,749	(\$ 4,098)	\$ 42,365	\$ 115,028	\$ -	\$ 212,452	\$ 63,457	

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012
...Continued...**

	Special Revenue						
	Town Improvement Program P.A. 86-1	Easement	Human Services	Police D.A.R.E.	Town Exchange	Special Events and Programs	Historic Preservation
REVENUES							
Intergovernmental:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Program revenues	292	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Charges for facilities and services	-	-	-	-	-	-	-
Miscellaneous	-	-	14,031	640	127,621	13,235	904
Total revenues	292	-	14,031	640	127,621	13,235	904
EXPENDITURES							
Public safety	-	-	-	2,640	-	-	-
Public works and sanitation	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	22,828	11,212	-
Health and welfare	-	-	16,415	-	-	-	-
Education - Orange Board of Education	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total expenditures	-	-	16,415	2,640	22,828	11,212	-
Excess (deficiency) of revenues over expenditures	292	-	(2,384)	(2,000)	104,793	2,023	904
OTHER FINANCING SOURCES (USES)							
Interfund transfers out	-	-	-	-	-	-	-
Net change in fund balance	292	-	(2,384)	(2,000)	104,793	2,023	904
FUND BALANCES (DEFICITS), beginning	29,358	15,060	43,277	2,500	37,973	2,809	22,861
FUND BALANCES (DEFICITS), ending	\$ 29,650	\$ 15,060	\$ 40,893	\$ 500	\$ 142,766	\$ 4,832	\$ 23,765

...Continued...

**TOWN OF ORANGE, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012
...Continued...**

	Special Revenue		Youth Services	Mary T. McGuire Trust	Capital Projects		Total Non-Major Governmental Funds
	Cafeteria	Recreation Self-Support			STEAP	2004 Bond Projects Fund	
REVENUES							
Intergovernmental	\$ 57,019	-	\$ 5,000	\$ -	\$ 52,898	-	\$ 798,146
Program revenues	-	-	-	-	-	-	884,291
Investment income	-	-	-	1,802	-	-	2,443
Charges for facilities and services	259,081	559,139	-	-	-	-	1,087,007
Miscellaneous	3,888	-	-	-	-	-	222,300
Total revenues	319,988	559,139	5,000	1,802	52,898	-	2,994,187
EXPENDITURES							
Public safety	-	-	-	-	-	-	193,243
Public works and sanitation	-	-	-	-	52,898	-	215,375
Culture and recreation	-	492,825	-	-	-	-	646,662
Health and welfare	-	-	5,000	-	-	-	178,632
Education - Orange Board of Education	327,763	-	-	-	-	-	1,453,812
Other	-	-	-	-	-	24,301	24,301
Total expenditures	327,763	492,825	5,000	-	52,898	24,301	2,714,025
Excess (deficiency) of revenues over expenditures	(7,775)	66,314	-	1,802	-	(24,301)	280,162
OTHER FINANCING SOURCES (USES)							
Interfund transfers out	-	-	-	-	-	-	(83,000)
Net change in fund balance	(7,775)	66,314	-	1,802	-	(24,301)	197,162
FUND BALANCES (DEFICITS), beginning	(24,017)	264,896	-	38,967	-	181,778	1,643,832
FUND BALANCES (DEFICITS), ending	<u>(\$ 31,792)</u>	<u>\$ 331,210</u>	<u>\$ -</u>	<u>\$ 40,769</u>	<u>\$ -</u>	<u>\$ 157,477</u>	<u>\$ 1,840,994</u>

**TOWN OF ORANGE, CONNECTICUT
 COMBINING STATEMENT OF CHANGES IN
 ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Balance, July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, June 30, 2012</u>
ASSETS				
Cash and cash equivalents				
Performance Bonds	<u>\$ 352,750</u>	<u>\$ 45,000</u>	<u>\$ 95,000</u>	<u>\$ 302,750</u>
Total cash and cash equivalents	<u>352,750</u>	<u>45,000</u>	<u>95,000</u>	<u>302,750</u>
Total Assets	<u><u>\$ 352,750</u></u>	<u><u>\$ 45,000</u></u>	<u><u>\$ 95,000</u></u>	<u><u>\$ 302,750</u></u>
LIABILITIES				
Amounts held for others	<u><u>\$ 352,750</u></u>	<u><u>\$ 45,000</u></u>	<u><u>\$ 95,000</u></u>	<u><u>\$ 302,750</u></u>

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED,
COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2012**

Grand List	Balance Uncollected June 30, 2011		Lawful Corrections		Transfers to Suspense	Balance to be Collected	Collections			Total	Balance Uncollected June 30, 2012
		Current Levy	Additions	Deductions			Taxes	Interest	Lien Fees		
2010	\$	-	\$ 74,624	(\$ 201,575)	\$ -	\$ 52,769,717	\$ 52,211,458	\$ 112,694	\$ 4,356	\$ 52,328,508	\$ 558,259
2009	458,703	-	1,922	(11,039)	-	449,586	281,252	53,747	1,283	336,262	168,334
2008	210,555	-	185	(2,776)	(93,250)	114,714	72,038	26,343	653	99,034	46,976
2007	24,122	-	-	(492)	2,658	26,288	6,524	5,310	120	11,954	19,764
2006	23,565	-	-	(88)	2,448	25,925	32,353	23,005	120	55,478	(6,428)
2005	(19,617)	-	-	-	-	(19,617)	169	205	24	398	(19,786)
2004	(8,374)	-	-	-	-	(8,374)	321	361	24	706	(8,695)
2003	(39,079)	-	-	-	-	(39,079)	-	-	-	-	(39,079)
2002	(22,452)	-	-	-	-	(22,452)	-	-	-	-	(22,452)
2001	(178)	-	-	-	-	(178)	-	-	-	-	(178)
2000	(461)	-	-	-	-	(461)	47	86	-	133	(508)
1999	(4,018)	-	-	-	-	(4,018)	-	-	-	-	(4,018)
1998	(429)	-	-	-	-	(429)	-	-	-	-	(429)
1997	1,935	-	-	-	-	1,935	228	717	-	945	1,707
1996	190	-	-	-	-	190	-	-	-	-	190
1995	39	-	-	(39)	-	-	-	-	-	-	-
	\$ 632,537	\$ 52,896,668	\$ 76,731	(\$ 216,009)	(\$ 88,144)	\$ 53,301,783	\$ 52,604,390	\$ 222,468	\$ 6,560	\$ 52,833,418	\$ 697,393

*Uncollected taxes eliminated pursuant to Section 12-165 of the CT General Statutes.

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
YEAR ENDED JUNE 30, 2012**

The Town's statement of Debt Limitation under Connecticut General Statutes, Section 7-374(b) as of June 30, 2012 is as follows:

Total tax collections (including interest and lien fees) for the year ended June 30, 2012	\$ 52,833,418
Reimbursements for revenue loss: Tax relief for the elderly	<u>70,535</u>
Base	<u><u>\$ 52,903,953</u></u>

The Connecticut General Statutes provide that the total authorized debt of the Town shall not exceed seven times the above base cash receipts, of \$370,327,671, nor shall the total authorized particular purpose debt exceed the individual debt limitations reflected in the table below:

	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
Debt limitation:					
2-1/4 times base	\$ 119,033,894	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	238,067,789	-	-	-
3-3/4 times base	-	-	198,389,824	-	-
3-1/4 times base	-	-	-	171,937,847	-
3 times base	-	-	-	-	158,711,859
Total debt limitation	<u>119,033,894</u>	<u>238,067,789</u>	<u>198,389,824</u>	<u>171,937,847</u>	<u>158,711,859</u>
Indebtedness:					
Bonds payable	16,726,000	3,229,000	-	-	-
Net Amity Regional School District debt	-	27,878,148	-	-	-
Claims and judgments	-	-	728,128	-	-
Mortgage payable	125,000	-	-	-	-
Assessments receivable	-	-	(612,834)	-	-
Total indebtedness	<u>16,851,000</u>	<u>31,107,148</u>	<u>115,294</u>	<u>-</u>	<u>-</u>
Excess of debt limitation over indebtedness at June 30, 2012	<u><u>\$ 102,182,894</u></u>	<u><u>\$ 206,960,641</u></u>	<u><u>\$ 198,274,530</u></u>	<u><u>\$ 171,937,847</u></u>	<u><u>\$ 158,711,859</u></u>

SEWARD AND MONDE

CERTIFIED PUBLIC ACCOUNTANTS
296 STATE STREET
NORTH HAVEN, CONNECTICUT 06473-2165
(203) 248-9341
FAX (203) 248-5813

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

To the Honorable Members of
the Board of Finance
Town of Orange
Orange, Connecticut

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of The Town of Orange, Connecticut (the Town) as of and for the year ended June 30, 2012, which collectively comprise the Town's basic financial statements and have issued our report thereon dated December 21, 2012. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

We noted certain matters that we reported to management of the Town, in a separate letter dated December 21, 2012.

This report is intended solely for the information and use of management, the Board of Finance, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Seward and Monde

North Haven, Connecticut
December 21, 2012

SEWARD AND MONDE

CERTIFIED PUBLIC ACCOUNTANTS
296 STATE STREET
NORTH HAVEN, CONNECTICUT 06473-2165
(203) 248-9341
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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable Members of
the Board of Finance
Town of Orange
Orange, Connecticut

Compliance

We have audited the Town of Orange, Connecticut's (the Town) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. The Town's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Town's management. Our responsibility is to express an opinion on the Town's compliance based on our audit.

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

In our opinion, the Town of Orange complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

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

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

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

This report is intended solely for the information and use of management, the Board of Finance, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Seward and Monde

North Haven, Connecticut
December 21, 2012

TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2012

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
U.S. Department of Agriculture			
Passed through CT Department of Education:			
National school lunch program		12060-20560-82079-2011-170005	\$ 3,763
National school lunch program		12060-20560-82079-2012-170005	<u>30,351</u>
Total National school lunch program	10.555		<u>34,114</u>
U.S. Department of Education			
Passed through CT Department of Education:			
Title I - Grants to local educational agencies		12060-20679-82070-2011-170002	20,435
Title I - Grants to local educational agencies		12060-20679-82070-2012-170002	<u>20,650</u>
Total Title I - Grants to local educational agencies	84.010		<u>41,085</u>
Improving teacher quality state grants		12060-20858-84131-2011-170002	17,053
Improving teacher quality state grants		12060-20858-84131-2012-170002	<u>5,310</u>
Total Improving teacher quality state grants	84.367		<u>22,363</u>
Special Education Cluster:			
Special education - grants to states		12060-20977-82032-2011-170002	53,000
Special education - grants to states		12060-20977-82032-2012-170002	<u>258,729</u>
Total Special education - grants to states	84.027		<u>311,729</u>
Special education - preschool grants		12060-20983-82032-2011-170002	496
Special education - preschool grants		12060-20983-82032-2012-170002	<u>11,810</u>
Total Special education - preschool grants	84.173		<u>12,306</u>
Total Special Education Cluster			<u>324,035</u>
Education Jobs Fund	84.410	12060-22405-82010-2011-170002	<u>32,780</u>
Passed through Area Cooperative Educational Services:			
English language acquisition state grants	84.365		<u>1,507</u>
U.S. Department of Transportation			
Passed through CT Department of Transportation:			
Alcohol impaired driving countermeasures incentive grants	20.601		<u>25,081</u>
U.S. Department of Homeland Security			
Passed through CT Department of Emergency Management and Homeland Security:			
Disaster grants - public assistance	97.036		419,880
Citizens-community resilience innovation challenge	97.053		642
Emergency management protection grants	97.042		<u>2,180</u>
U.S. Department of Justice			
Passed through CT Department of Emergency Services and Public Protection:			
Edward Byrne memorial justice assistance grant	16.738		12,000
ARRA - Edward Byrne memorial justice assistance grant	16.803		<u>5,872</u>
Total Expenditures of Federal Awards			<u>\$ 921,539</u>

See notes to schedule.

**TOWN OF ORANGE, CONNECTICUT
NOTES TO SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS
For the Year Ended June 30, 2012**

1 - Significant Accounting Policy

The accounting policies of the Town of Orange, Connecticut conform to U.S. generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. The following is the significant policy relating to Federal awards:

Basis of Presentation

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

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012**

I. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Type of auditors' report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?

yes no

Identification of major programs:

CFDA NUMBER	NAME OF FEDERAL PROGRAM
84.027/84.173 97.036	Special education cluster Disaster grants - public assistance

Dollar threshold used to distinguish between

Type A and Type B programs:

\$300,000

Auditee qualified as low-risk auditee?

yes no

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2012
. . . Continued . . .**

II. FINANCIAL STATEMENT FINDINGS

No financial statement findings

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No federal award findings or questioned costs.

SEWARD AND MONDE

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE STATE SINGLE AUDIT ACT

To the Honorable Members of
the Board of Finance
Town of Orange
Orange, Connecticut

Compliance

We have audited the Town of Orange, Connecticut's compliance with the types of compliance requirements described in the *Office of Policy and Management Compliance Supplement* that could have a direct and material effect on each of the Town of Orange, Connecticut's major state programs for the year ended June 30, 2012. The major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major state programs is the responsibility of the Town of Orange, Connecticut's management. Our responsibility is to express an opinion on the Town of Orange, Connecticut's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State Single Audit Act (C.G.S. Sections 4-230 to 4-236). Those standards and the State Single Audit Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Town of Orange, Connecticut's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Town of Orange, Connecticut's compliance with those requirements.

In our opinion, the Town of Orange, Connecticut complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2012.

Internal Control Over Compliance

Management of the Town of Orange, Connecticut is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered the Town of Orange, Connecticut's internal control over compliance with requirements that could have a direct and material effect on a major state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the State Single Audit Act, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Orange, Connecticut's internal control over compliance.

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

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

The report is intended solely for the information and use of the Board of Finance and management of the Town of Orange, Connecticut, the Office of Policy and Management, State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Seward and Monde

North Haven, Connecticut
December 21, 2012

TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2012

STATE GRANTOR/PASS-THROUGH GRANTOR PROGRAM TITLE	STATE GRANT PROGRAM CORE-CT NUMBER	EXPENDITURES
OFFICE OF POLICY AND MANAGEMENT:		
Property Tax Relief for Elderly and Totally Disabled Homeowners	11000-OPM20600-17018	\$ 70,535
Property Tax Relief for Veterans	11000-OPM20600-17024	15,654
Property Tax Relief for Disabled	11000-OPM20600-17011	876
Payment in Lieu of Taxes on State-Owned Property	11000-OPM20600-17004	15,020
Payment in Lieu of Taxes on Private Colleges and General/ Chronic Disease Hospitals	11000-OPM20600-17006	188,954
Local Capital Improvement Program	12050-OPM20600-40254	45,400
DEPARTMENT OF ECONOMIC AND COMMUNITY DEVELOPMENT:		
Congregate Service Subsidy:	11000-ECD46400-16068	
Core Services		169,812
Expanded Core Services		25,142
Assisted Living Services		71,572
Rental Assistance Payments		<u>90,358</u>
		<u>356,884</u>
DEPARTMENT OF EDUCATION:		
Child Nutrition State Matching Grant	11000-SDE64000-16211	4,588
Healthy Foods Initiative	11000-SDE64000-16212	9,971
Health Services	11000-SDE64000-17034	3,972
Youth Services Bureau	11000-SDE64000-17052	18,078
Youth Services Bureau Enhancement	11000-SDE64000-16201	5,000
Open Choice	11000-SDE64000-17053	36,826
CONNECTICUT STATE LIBRARY:		
Connecticard Payments	11000-CSL66051-17010	7,726
State Grants to Public Libraries	11000-CSL66051-17003	1,244
Historic Document Preservation	12060-CSL66094-35150	3,500
DEPARTMENT OF PUBLIC SAFETY:		
State Asset Forfeiture	12060-DPS32155-35142	1,000
DEPARTMENT OF TRANSPORTATION:		
Town Aid Roads Grant	12001-DOT57131-17036	117,077
Small Town Economic Assistance Program	12052-DOT57191-40532	52,898
JUDICIAL BRANCH:		
Operating Appropriation	34001-JUD95162-40001	<u>16,543</u>
Total State Financial Assistance Before Exempt Programs		<u>971,746</u>
EXEMPT PROGRAMS:		
OFFICE OF POLICY AND MANAGEMENT:		
Municipal Video Competition	12060-OPM20600-35362	\$ 35,001
Municipal Revenue Sharing	12060-OPM20600-35458	61,803
Mashantucket Pequot and Mohegan Fund Grant	12009-OPM20600-17005	39,455
DEPARTMENT OF EDUCATION:		
Education Cost Sharing	11000-SDE64000-17041	1,068,834
Public School Transportation	11000-SDE64370-17027	25,520
Nonpublic School Transportation	11000-SDE64370-17049	46
Special Education - Excess Costs Student Based and Equity	11000-SDE64000-17047	<u>439,116</u>
Total Exempt Programs		<u>1,669,775</u>
Total State Financial Assistance		<u>\$ 2,641,521</u>

See Note to Schedule.

**TOWN OF ORANGE, CONNECTICUT
NOTE TO SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2012**

The accompanying schedule of expenditures of state financial assistance includes state grant activity of the Town of Orange, Connecticut under programs of the State of Connecticut for the fiscal year ended June 30, 2012. Various departments and agencies of the State of Connecticut have provided financial assistance through grants and other authorizations in accordance with the General Statutes of the State of Connecticut. These financial assistance programs fund several programs including elderly congregate services, roadway improvements, property tax relief and education programs.

Summary of Significant Accounting Policies

The accounting policies of the Town of Orange, Connecticut conform to U.S. generally accepted accounting principles as applicable to governments.

The information in the Schedule of Expenditures of State Financial Assistance is presented based upon regulations established by the State of Connecticut, Office of Policy and Management.

Basis of Accounting

The expenditures reported on the Schedule of Expenditures of State Financial Assistance are reported on the modified accrual basis of accounting. In accordance with Section 4-236-22 of the Regulations to the State Single Audit Act, certain grants are not dependent on expenditure activity, and accordingly, are considered to be expended in the fiscal year of receipt. These grant program receipts are reflected in the expenditures column of the Schedule of Expenditures of State Financial Assistance.

**TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012**

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ___yes X_no
- Significant deficiency(ies) identified? ___yes X_none reported

Noncompliance material to financial statements noted? ___yes X_no

State Financial Assistance

Internal control over major programs:

- Material weakness(es) identified? ___yes X_no
- Significant deficiency(ies) identified? ___yes X_none reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 4-236-24 of the Regulations to the State Single Audit Act? ___yes X_no

- The following schedule reflects the major programs included in the audit:

State Grantor and Program	State Core-CT Number	Expenditures
Office of Policy and Management:		
Payment in Lieu of Taxes - on Private Colleges and General/Chronic Disease Hospitals	11000-OPM20600-17006	\$ 188,954
Department of Economic and Community Development:		
Congregate Services Subsidy	11000-ECD46400-16068	356,884
Department of Transportation:		
Town Aid Roads Grant	12001-DOT57131-17036	117,077
• Dollar threshold used to distinguish between type A and type B programs.		<u>\$100,000</u>

TOWN OF ORANGE, CONNECTICUT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2012
. . . Continued . . .

II. Financial Statement Findings

There are no financial statement findings.

III. State Financial Assistance Findings and Questioned Costs

There are no State financial assistance findings or questioned costs.

**Connecticut Housing Finance Authority
State Housing Portfolio**

Affidavit for Audited Financial Statements

Sponsor/Authority Name: Town of Orange

Project Name: Silverbrook Estates Project #: C-25

For the Period Ending: 6/30/2012

OWNER / SPONSORS' CERTIFICATION

We hereby certify that we have examined the accompanying Audited Financial Statements and supplemental data of Town of Orange, and, to the best of our knowledge and belief, the same is complete and accurate.

Signed By: _____
President/Chairman Duly Authorized

Date: _____

Employer Identification Number (EIN): 06-6002060

MANAGEMENT AGENT'S CERTIFICATION

We hereby certify that we have examined the accompanying Audited Financial Statements and supplemental data of Town of Orange, and, to the best of our knowledge and belief, the same is complete and accurate.

Signed By: _____
Management Agent Duly Authorized

Date: _____

Employer Identification Number (EIN): _____

Project Name Silverbrook Estates
 Sponsor/Authority Name: Town of Orange

Project # C-25
 CHFA # _____

**ADMINISTRATION FUND
 BALANCE SHEET**

As of: 6/30/2012

ASSETS

1111	Cash-Checking	\$	44,751.70	
1113	Reserve Cash-Saving and Investments	\$	29,752.68	
1114	Restricted Cash-Security Deposits	\$	220.77	
1115	Restricted Cash-Special Deposits	\$	37,419.79	
1116	Restricted Cash-Sales Program			
1117	Petty Cash Fund	\$	350.00	
1118	Change Fund			
	Total Cash			\$ 112,494.94
1122	Tenants' Accounts Receivable	\$	2,168.00	
1123	Vacated Tenants' Accounts Receivable	\$	-	
	Total Tenants' Accounts Receivable	\$	2,168.00	
1123.1	Less: Allowance for Collection Loss	-\$	3,022.29	
	Net Tenants' Accounts Receivable	\$	5,190.29	
1124.1	Unissued State Subsidy - Congregate	\$	-	
1124.2	Unissued State Subsidy - Congregate			
1125	Housing Assistance Payments Receivable			
1126.1	Rehabilitation Funds Receivable, No.			
1126.2	Rehabilitation Funds Receivable, No.			
1128	Accounts Receivable-ineligible program costs			
1129	Sundry Accounts Receivable	\$	24.03	
1145	Accrued Interest Receivable			
1155	Advances to Revolving Fund			
1156	Advances for Travel			
	Total Accounts Receivable			\$ 5,214.32
1211	Unexpired Insurance			
1212	Anticipated Dividends			
1269	General Stores			
	Total Deferred Charges and Prepayments			\$ -
1405	Development Cost	\$	3,552,069.86	
1430	Furniture and Equipment	\$	34,603.20	
1440	Capital Improvements - State Rehab. Grants/Loans	\$	6,913.63	
	Total Fixed Assets			\$ 3,593,586.69
1501	Payroll Clearance			
1502	Insurance Claims Clearance			
1503.1	Rehabilitation Program Expenditures, No.			
1503.2	Rehabilitation Program Expenditures, No.			
1504.1	Net Program Cost Congregate - Contract No.	\$	270,337.81	
1504.2	Net Program Cost Congregate - Contract No.	\$	-	
1505	Incomplete Contracts			
1507	RAP Subsidy Payments - Elderly Program Only	\$	90,358.00	
1508	Resident Services Coordinator Expenses-Elderly Program Only			
1509	DECD Rental Subsidy (Congregate Program)			
	Total Clearance			\$ 360,695.81
	TOTAL ASSETS			\$ 4,071,991.76

Project Name: Silverbrook Estates
 Sponsor/Authority Name: Town of Orange

Project # C-25
 CHFA # _____

**ADMINISTRATION FUND
 BALANCE SHEET**

LIABILITIES

2110	Administration Fund Creditors	_____	
2111	Contract Awards	_____	
2112	Contract Retentions	_____	
2113	ALSA Escrow-DSS Tenants and DECD Tenants	_____	
2116	Tenants' Security Deposits	\$ 200.00	
2117	Payroll Deductions	_____	
2119	Sundry Accounts Payable	\$ 65,032.51	
2120	Undistributed Proceeds - Sales Program	\$ -	
	Total Accounts Payable		\$ 65,232.51

2131	Accrued Interest and Principal - Mortgage	_____	
2131.1	Accrued Interest and Principal - Rehab. Loan	\$ -	
2135	Accrued Salaries and Wages	\$ 3,450.01	
2135.1	Accrued Compensated Absences	\$ 3,308.08	
2136	Accrued State Service Charge	_____	
2137	Accrued Liability to Municipalities	_____	
	In Lieu of Taxes (or Ad Valorem Taxes, if Applicable)	\$ -	
2139	Accrued Payroll Taxes	\$ 311.43	
	Total Accrued Expenses		\$ 7,069.52

2240	Tenants' Prepaid Rents	_____	
2313	Indebtedness to the State of Connecticut - Mortgage	_____	
2313.1	Debt Retirement - Mortgage	\$ -	
2314	Indebtedness to the State of Connecticut - Rehabilitation Loan	_____	
2314.1	Debt Retirement - Rehabilitation Loan	\$ -	
	Total Long Term Liabilities	\$ -	

TOTAL LIABILITIES \$ 72,302.03

EQUITY

2810	Capital Grant by the State of Connecticut	\$ 3,512,069.86	
2810.1	Contribution by the State of Connecticut - Interest Earned on Development Advances	_____	
2811.1	State Subsidy Authorized - Congregate	\$ -	
2811.2	State Subsidy Authorized - Congregate	\$ 269,516.00	
2813	Valuation of Fixed Assets	\$ 41,505.77	
2814	Contribution by the Municipality	_____	
2814.3	Gifts and Donations	\$ -	
2820.1	Rehabilitation Funds Authorized, No.	_____	
2820.2	Rehabilitation Funds Authorized, No.	_____	
2821	Capital Grant by the State of Connecticut -Rehabilitation	_____	
2825	Mortgage Loan Liquidation	_____	
2826	Rehabilitation Loan Liquidation	\$ 40,000.00	
2827	Rental Assistance Grant Authorized-Elderly Program Only	\$ 91,188.00	
2827.1	Rental Assistance Grant Unissued-Elderly Program Only	\$ -	
2828	Resident Services Coordinantor Grant Authorized-Elderly Program Only	_____	
2828.1	Resident Services Coordinator Grant Unissued-Elderly Program Only	_____	
2830	Unappropriated Retained Earnings	-\$ 56,995.76	
2830.1	Income and Expense Clearance	\$ 27,335.23	
2830.2	Prior Year Adjustments	\$ 2,635.41	
2830.3	Retained Earnings Appropriated for Development Improvements	\$ -	
2830.4	Retained Earnings Appropriated for Repairs, Maintenance and Replacements RM&R)	\$ 72,435.22	
2830.5	Retained Earnings Appropriated for the Authorities Project Tenant Support (APTS) Program	\$ -	

Total Retained Earnings \$ 45,410.10

TOTAL EQUITY \$ 3,999,689.73

TOTAL LIABILITES AND EQUITY \$ 4,071,991.76

Project Name: Silverbrook Estates
 Sponsor/Authority Name: Town of Orange

Project #: C-25
 CHFA # _____

**ADMINISTRATION FUND
 OPERATING STATEMENT**

For the Quarter Ending: 6/30/2012 12 # months
 No. of Dwelling Units: 45
 No. of Unit Months: 540

	Budget Amount	PUM	Actual Amount	PUM
INCOME				
3100 Rental Income - Base	278,100.00	515.00	278,100.00	515.00
3100.1 Rental Income - Excess of Base				
3110 Excess Utilities	0.00			
3120 Surcharges	6,000.00	11.11	4,317.50	8.00
Total Rental Income	\$ 284,100.00	526.11	\$ 282,417.50	523.00
3210 Dwelling Vacancy Loss	(3,500.00)	(6.48)	(515.00)	(0.95)
3220 Dwelling Vacancy Subsidy				
Net Rental Income	\$ 280,600.00	519.63	\$ 281,902.50	522.04
3300 Non Dwelling Rental Income				
3510 Sales and Service to Tenants (including Cable TV fees)	22,188.00	41.09	24,425.00	45.23
3610 Interest Income			50.46	0.09
3620 Other Income	2,100.00	3.89	8,336.50	15.44
GROSS INCOME	\$ 304,888.00	564.61	\$ 314,714.46	582.80
EXPENSE				
4120 Salaries - Office	21,823.00	40.41	22,751.90	42.13
4120.1 Compensated Absences-Administrative Salaries	0.00		556.98	1.03
4130 Legal and Other Services				
4130.1 Less: Legal Charges to Tenants				
4131 Accounting Fees	1,000.00	1.85	2,359.50	4.37
4132 Management Fees	10,800.00	20.00	10,800.00	20.00
4151 Office Supplies	1,300.00	2.41	930.55	1.72
4152 Rents				
4153 Travel	500.00	0.93	0.00	
4159 Other Office Expense	14,489.00	26.83	14,054.65	26.03
4160 Pensions and Other Funds	7,656.00	14.18	7,910.51	14.65
4161 Payroll Taxes	2,881.00	5.34	3,013.35	5.58
Total Management Expense	\$ 60,449.00	111.94	\$ 62,377.44	\$ 115.51
4310 Water	6,301.00	11.67	6,473.98	11.99
4320 Electricity	56,407.00	104.46	50,433.16	93.39
4330 Gas	32,557.00	60.29	23,943.31	44.34
4340 Fuel	0.00			
4350 Cable Television	25,000.00	46.30	25,679.75	47.56
4360 Sewer	8,000.00	14.81	6,811.63	12.61
Total Utility Expense	\$ 128,265.00	237.53	\$ 113,341.83	\$ 209.89
4410 Maintenance Wages	15,884.00	29.41	15,542.72	28.78
4410.1 Compensated Absences-Maintenance Wages			(715.62)	(1.33)
4420 Materials and Supplies	11,400.00	21.11	12,286.31	22.75
4430 Contractual Services	36,833.00	68.21	35,334.09	65.43
4440 Maintenance & Shop Equipment Expense	1,000.00	1.85	410.00	0.76
Total Maintenance Expense	\$ 65,117.00	120.59	\$ 62,857.50	\$ 116.40
4710 Refuse Removal	7,032.00	13.02	6,723.48	12.45
4711 Insurance	660.00	1.22	775.62	1.44
4715 Pilot or Taxes				
4716 State Service Charge	2,700.00	5.00	638.40	1.18
4717 Interest Expense				
Total Other Expense	\$ 10,392.00	19.24	\$ 8,137.50	\$ 15.07
4810 Provision for Repairs,Maint. & Replacements	40,165.00	74.38	40,164.96	74.38
4820 Provision for Collection Loss	500.00	0.93	500.00	0.93
Total Provisions	\$ 40,665.00	75.31	\$ 40,664.96	\$ 75.31
4910 Principal Payment-Mortgage				
4920 Principal Payment-Rehabilitation Loan				
Total Principal Payments	\$ -		\$ -	
6100 Extraordinary Income				
6200 Extraordinary Expense				
TOTAL EXPENSES	\$ 304,888.00	564.61	\$ 287,379.23	532.18
NET GAIN (LOSS) FOR THE PERIOD	\$ -		\$ 27,335.23	\$ 50.62

Project Name: Silverbrook Estates Project #: C-25
 Sponsor/Authority Name: Town of Orange CHFA # _____

ADMINISTRATION FUND
SUMMARY OF CHARGES TO ACCOUNT NO.'S 2830.3, 2830.4 & 2830.5

Summary of Charges to Account 2830.3

Date	For	Amount
TOTAL		\$ -

Summary of Charges to Account 2830.4

7/19/2011	ALL PARTS - SUPPLIES & SERVICES	\$ 900.00
7/27/2011	K&K AMERICA CORP. - SUPPLIES	\$ 1,773.00
8/22/2011	M & O CORP. - SUPPLIES & SERVICES	\$ 990.28
8/22/2011	WINSLOW QUALITY - SERVICES	\$ 600.00
9/16/2011	CHIARO'S CARPET CLEANING - SERVICES	\$ 4,471.27
9/16/2011	MICHAEL D'ALESSIO JR. - SUPPLIES & SERVICES	\$ 1,200.00
9/30/2011	ORANGE FONDATION REFUND	-\$ 1,474.00
9/30/2011	PAUL THE PLUMBER, INC.-SERVICES	\$ 930.35
11/14/2011	ALL PARTS - SUPPLIES & SERVICES	\$ 598.00
11/23/2011-4/30/12	FIBERGLASS REPAIR & MASTER BATH - SUPPLIES & SERVICES	\$ 4,500.00
12/22/11-4/30/12	PAUL THE PLUMBER, INC.-SERVICES	\$ 3,594.13
5/15/2012	HOMEDEP-SERVICES & SUPPLIES	\$ 477.51
3/9/2012	ALL PARTS - SUPPLIES & SERVICES	\$ 442.00
TOTAL		\$ 19,002.54

Summary of Charges to Account 2830.5

TOTAL		\$ -

Project Name: Silverbrook Estates
 Sponsor/Authority Name: Town of Orange

Project #: C-25
 CHFA # _____

**ADMINISTRATION FUND
 ANALYSIS OF RETAINED EARNINGS**
 As of: 6/30/2012

ANALYSIS OF UNAPPROPRIATED RETAINED EARNINGS (2830.1, .2)

	Calendar/Fiscal Beginning Date: <u>07/01/11</u>	Balance: \$	
Add: Operating Gain (2830.1)	\$	27,335.23	
Prior Year Adjustments (2830.2)	\$	2,635.41	
Other Adjustment: _____			\$ 29,970.64
Deduct: Operating Loss (2830.1)			
Prior Year Adjustments (2830.2)			
Other Adjustment: _____	\$	-	\$ -
Balance as of: <u>6/30/2012</u>			\$ (27,025.12)

ANALYSIS OF RETAINED EARNINGS APPROPRIATED FOR DEVELOPMENT IMPROVEMENTS

(2830.3)

	Calendar/Fiscal Beginning Date: <u>07/01/11</u>	Balance: _____	
Deduct: Total Charges to Retained Earnings Appropriated for Development Improvements as Approved by DEED (Per Attached Schedule)	\$	-	\$ -
Balance as of: <u>6/30/2012</u>			\$ -

**ANALYSIS OF RETAINED EARNINGS APPROPRIATED FOR REPAIRS, MAINTENANCE AND
 REPLACEMENTS (2830.4)**

	Calendar/Fiscal Beginning Date: <u>07/01/11</u>	Balance: \$	
Add: Provision	\$	40,164.96	
Other Adjustment: _____			\$ 40,164.96
Deduct: Total Charges to Retained Earnings Appropriated for RM&R (Per Attached Schedule)	\$	19,002.54	
Other Adjustment: _____			\$ 19,002.54
Balance as of: <u>6/30/2012</u>			\$ 72,435.22

**ANALYSIS OF RETAINED EARNINGS APPROPRIATED FOR
 the AUTHORITIES PROJECT TENANT SUPPORT (APTS II) Program (2830.5)**

	Calendar/Fiscal Beginning Date: <u>07/01/11</u>	Balance: _____	
Add: State Service Charge Provision			
Other Adjustment: _____			\$ -
Deduct: Total Charges to Retained Earnings Appropriated for APTS (Per Attached Schedule)	\$	-	
Other Adjustment: _____			\$ -
Balance as of: <u>6/30/2012</u>			\$ -

TOTAL RETAINED EARNINGS

\$ 45,410.10

Project Name: Silverbrook Estates

Project #: C-25

Sponsor/Authority Name: Town of Orange

CHFA # _____

**ADMINISTRATION FUND
OPERATING STATEMENT - CONGREGATE SERVICES**

For the Quarter Ending: 6/30/2012 12.00 # months
 No. of Dwelling Units: 45
 No. of Unit Months: 540

	BUDGET		ACTUAL		VARIANCE
	Amount	P.U.M.	Amount	P.U.M.	
Revenue					
7010 Tenants' Contributions-Core Services	\$ 249,228.00	461.53	\$ 248,088.00	459.42	1,140.00
7020 Tenants' Contributions-Assist. Living Services					-
7011 Other Income/Meals			\$ 616.01	1.14	(616.01)
2811 State Subsidy- Core	\$ 169,812.00	314.47			169,812.00
2811 State Subsidy-Expanded Core	\$ 27,000.00	50.00			27,000.00
2811 State Subsidy-ALSA	\$ 72,704.00	134.64			72,704.00
Total Revenue Congregate Services	\$ 518,744.00	960.64	\$ 248,704.01	460.56	270,039.99

CONGREGATE CORE SERVICES

House Management

8101 Bookkeeping	\$ 19,596.00	36.29	\$ 19,596.00	36.29	-
8102 House Manager Salary	\$ 21,823.00	40.41	\$ 22,751.70	42.13	(928.70)
8103 Attendants' Wages					-
8104 O.T./Vacation Overlap			\$ -		-
8105 Fringe Benefits	\$ 17,441.00	32.30	\$ 17,864.28	33.08	(423.28)
8106 Payroll Taxes	\$ 9,079.00	16.81	\$ 8,440.62	15.63	638.38
8107 Insurance-Workers Comp.	\$ 1,975.00	3.66	\$ 2,038.98	3.78	(63.98)
8108 Outside Security Services	\$ 90,350.00	167.31	\$ 92,013.35	170.40	(1,663.35)
Total Management	\$ 160,264.00	296.79	\$ 162,704.93	301.31	(2,440.93)

Housekeeping

8201 Chore Service Wages	\$ 31,929.00	59.13	\$ 32,020.81	59.30	(91.81)
8202 Cleaning Common Areas	\$ 15,884.00	29.41	\$ 15,542.72	28.78	341.28
8203 Laundry (Non Tenant)					-
8204 Cleaning Supplies	\$ 400.00	0.74	\$ 28.02	0.05	371.98
Total Housekeeping	\$ 48,213.00	89.28	\$ 47,591.55	88.13	621.45

Meal Expense

8301 Food Costs					-
8302 Meal Services	\$ 177,208.00	328.16	\$ 177,693.00	329.06	(485.00)
8303 Supplies/Utensils	\$ 500.00	0.93	\$ 482.34	0.89	17.66
8304 Utilities	\$ 7,171.00	13.28	\$ 6,294.69	11.66	876.31
Total Meals	\$ 184,879.00	342.37	\$ 184,470.03	341.61	408.97

Social Services

8401 Social Service Salary	\$ 25,708.00	47.61	\$ 27,561.24	51.04	(1,853.24)
8402 Supplies	\$ 200.00	0.37	\$ -		200.00
Total Social Services	\$ 25,908.00	47.98	\$ 27,561.24	51.04	(1,653.24)

TOTAL EXPENSES -CORE SERVICES \$ 419,264.00 776.41 \$ 422,327.75 \$ 782.09 (3,063.75)

EXPANDED CORE SERVICES

9001 Resident Services Coordinator	\$ 18,000.00	33.33	\$ 17,042.02	31.56	957.98
9002 Wellness/Preventive Program	\$ 8,100.00	15.00	\$ 8,100.00	15.00	-
9003 Emergency Transportation	\$ 900.00	1.67			900.00
TOTAL EXPENSES- EXPANDED CORE	\$ 27,000.00	50.00	\$ 25,142.02	46.56	1,857.98

ASSISTED LIVING SERVICES

9004 Assisted Living	\$ 71,904.00	133.16	\$ 71,572.05	132.54	331.95
9005 Initial Assessment Eligibility	\$ 800.00	1.48	\$ -		800.00
TOTAL ALSA EXPENSES	\$ 72,704.00	134.64	\$ 71,572.05	132.54	1,131.95

Total All Expenses \$ 518,968.00 961.05 \$ 519,041.82 961.19

1504 **Net Program Cost (expenses minus revenue)** \$ 224.00 0.41 \$ 270,337.81 500.63

Without DECD approval, expenses exceeding the authorized budget amount will be considered ineligible costs.

Project Name: Silverbrook Estates

Project #: C-25

Sponsor/Authority Name: Town of Orange

CHFA # _____

**ADMINISTRATION FUND
OPERATING STATEMENT - CONGREGATE SERVICES
SUPPLEMENTAL INFORMATION - PROGRAM COSTS**

1504	Program Cost - Core Service	
	Total Expenses - Core Services (Acct. 8101 thru 8402)	422,327.75
	Less: Income - Acct. #7010 Tenant Contributions	248,088.00
	Less: Income - Acct. #7011 Other Income	616.01
	PROGRAM COST	<u>\$ 173,623.74</u>
	Less: DECD Core Service Subsidy Authorized (per M.Plan)	169,812.00
		<u>Due to DECD</u>
	Program Cost Exceeds Authorized Subsidy	<u>3,811.74</u>
1504	Program Cost - Expanded Core Service	
	Total Expenses - Expanded Core Services (Acct. 9001, 9002, 9003)	25,142.02
	PROGRAM COST	<u>\$ 25,142.02</u>
	Less: DECD Expanded Core Service Subsidy Authorized (per M.Plan)	27,000.00
		<u>Due to DECD</u>
	Program Cost Exceeds Authorized Subsidy	<u>1,857.98</u>
1504	Program Cost - Assisted Living Services (DECD Component)	
	Total Expenses - Assisted Living Services (Acct. 9004 & 9005)	71,572.05
	Less: Income - Acct. #7020 Tenant Contributions	-
	PROGRAM COST	<u>\$ 71,572.05</u>
	Less: DECD ALSA Subsidy Authorized (per M.Plan)	72,704.00
		<u>Due to DECD</u>
	Program Cost Exceeds Authorized Subsidy	<u>1,131.95</u>

