

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL

FISCAL YEAR ENDED JUNE 30, 2003

	Budgeted Amounts			
	Amounts Carried forward From Prior Year	Current Year Initial Budget	Original Budget	Final Budget
REVENUES:				
Real estate and personal property taxes, net of tax refunds.....	\$ -	\$ 30,765,616	\$ 30,765,616	\$ 30,765,616
Motor vehicle and other excise taxes.....	-	1,929,000	1,929,000	1,929,000
Sewer charges.....	-	120,000	120,000	120,000
Trash disposal.....	-	370,000	370,000	370,000
Intergovernmental.....	-	4,706,275	4,706,275	4,706,275
Departmental and other.....	-	2,824,972	2,824,972	2,824,972
Investment income.....	-	380,000	380,000	380,000
TOTAL REVENUES.....	-	41,095,863	41,095,863	41,095,863
EXPENDITURES:				
Current:				
General government.....	356,591	2,036,463	2,393,054	2,363,270
Public safety.....	21,201	4,818,887	4,840,088	4,940,039
Education.....	1,199,999	22,989,078	24,189,077	24,189,333
Public works.....	568,879	3,149,475	3,718,354	3,841,973
Human services.....	8,220	364,549	372,769	385,112
Culture and recreation.....	132,199	1,420,019	1,552,218	1,569,208
Pension benefits.....	-	1,091,835	1,091,835	1,091,835
Property and liability insurance.....	13,246	280,000	293,246	293,246
Employee benefits.....	-	3,982,212	3,982,212	3,982,639
State and county charges.....	-	374,076	374,076	374,076
Debt service:				
Principal.....	-	1,133,085	1,133,085	1,133,085
Interest.....	-	1,185,674	1,185,674	1,108,674
TOTAL EXPENDITURES.....	2,300,335	42,825,353	45,125,688	45,272,490
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES.....	(2,300,335)	(1,729,490)	(4,029,825)	(4,176,627)
OTHER FINANCING SOURCES (USES):				
Premium from issuance of bonds.....	-	-	-	-
Transfers in.....	-	495,764	495,764	495,764
Transfers out.....	-	(64,000)	(64,000)	(64,000)
TOTAL OTHER FINANCING SOURCES (USES).....	-	431,764	431,764	431,764
NET CHANGE IN FUND BALANCE.....	(2,300,335)	(1,297,726)	(3,598,061)	(3,744,863)
BUDGETARY FUND BALANCE, Beginning of year.....	5,930,088	5,930,088	5,930,088	5,930,088
BUDGETARY FUND BALANCE, End of year.....	\$ 3,629,753	\$ 4,632,362	\$ 2,332,027	\$ 2,185,225

See notes to required supplementary information.

	Actual	Amounts Carried Forward To Next Year	Variance to Final Budget
\$	31,051,835	\$ -	\$ 286,219
	2,171,066	-	242,066
	340,968	-	220,968
	488,487	-	118,487
	4,640,144	-	(66,131)
	3,119,928	-	294,956
	288,604	-	(91,396)
	<u>42,101,032</u>	<u>-</u>	<u>1,005,169</u>
	1,908,358	293,005	161,907
	4,783,361	67,200	89,478
	22,685,456	1,332,247	171,630
	3,291,779	407,298	142,896
	364,011	546	20,555
	1,434,607	88,576	46,025
	1,069,489	3,500	18,846
	206,191	10,862	76,193
	3,995,801	-	(13,162)
	364,458	-	9,618
			-
	1,127,292	-	5,793
	972,072	-	136,602
	<u>42,202,875</u>	<u>2,203,234</u>	<u>866,381</u>
	<u>(101,843)</u>	<u>(2,203,234)</u>	<u>1,871,550</u>
	350,350	-	350,350
	495,764	-	-
	<u>(64,000)</u>	<u>-</u>	<u>-</u>
	<u>782,114</u>	<u>-</u>	<u>350,350</u>
	680,271	(2,203,234)	2,221,900
	<u>5,930,088</u>	<u>-</u>	<u>-</u>
\$	<u><u>6,610,359</u></u>	<u><u>(2,203,234)</u></u>	<u><u>2,221,900</u></u>

NOTE A – BUDGETARY BASIS OF ACCOUNTING**A. Budgetary Information**

Municipal Law requires the Town to adopt a balanced budget that is approved at the annual town meeting. The Town Manager presents an annual budget to the Board of Selectmen, Finance Committee and the Fiscal Advisory Committee, which includes estimates of revenues and other financing sources and recommendations of expenditures and other financing uses. Expenditures are budgeted by categories that are broken down by personal services, expenses, debt service and capital outlay and are mandated by Municipal Law.

Supplementary appropriations are voted at special town meetings.

The majority of appropriations are non-continuing which lapse at the end of each fiscal year. Others are continuing appropriations for which the governing body has authorized that an unspent balance from a prior fiscal year be carried forward and made available for spending in the current fiscal year. These carry forwards are included as part of the subsequent fiscal year's original budget.

Generally, expenditures may not exceed the legal level of spending (salaries, expenses and capital) authorized for an appropriation account. However, the payment of debt service is statutorily required, regardless of whether such amounts are appropriated. Additionally, expenditures for disasters, natural or otherwise, and final judgments may exceed the level of spending authorized.

The Town adopts an annual budget for the General Fund in conformity with the guidelines described above. The original fiscal year 2003 approved budget for the General Fund includes \$43,198,415 in current year appropriations and other amounts to be raised and \$2,300,334 in encumbrances and appropriations carried over from previous fiscal years. During fiscal year 2003, the Town approved supplemental appropriations totaling \$146,803.

The Town Accountant's office has the responsibility to ensure that budgetary control is maintained on an individual line item appropriation account basis. Budgetary control is exercised through the Town's accounting system.

B. Budgetary - GAAP Reconciliation

For budgetary financial reporting purposes, the Uniform Municipal Accounting System basis of accounting (established by the Commonwealth) is followed, which differs from the GAAP basis of accounting. A reconciliation of budgetary-basis to GAAP-basis results for the general fund for the fiscal year ended June 30, 2003, is presented below:

Excess of revenues and other financing sources (uses) over expenditures - budgetary basis.....	\$	680,271
<u>Basis of accounting differences:</u>		
Net change in revenue accrual.....		(22,702)
Net change in short-term interest accrual.....		(223,375)
Recognition of revenue for on-behalf payments.....		2,190,000
Recognition of expenditures for on-behalf payments.....		<u>(2,190,000)</u>
Excess of revenues and other financing sources (uses) over expenditures - GAAP basis.....	\$	<u>434,194</u>