

TOWN OF BROOKFIELD, CONNECTICUT



Comprehensive Annual Financial Report

For The Year Ended
June 30, 2012

Prepared by:

Department of Finance

**TOWN OF BROOKFIELD, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2012**

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COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY SECTION



TOWN OF BROOKFIELD

BROOKFIELD, CT 06804

February 26, 2013

To the Members of the Board of Selectmen, Board of Education, Board of Finance and Citizens of the Town of Brookfield, Connecticut:

The State of Connecticut under Sec. 7-392 of the General Statutes requires all municipalities to annually conduct an audit of their financial statements. A complete set of the audited financial statements shall be filed within six months of the municipality's fiscal year end. In addition, the Treasurer shall annually provide a report concerning the accounts and finances of such municipality. This report is published to fulfill these requirements for the fiscal year ending June 30, 2012.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. Since the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Grant Thornton LLP Certified Public Accountants, have issued unqualified ("clean") opinions on the Town of Brookfield's (the "Town") financial statements of the governmental activities, each major fund, and the aggregate remaining fund information as of and for the year ended June 30, 2012, which collectively comprise the Town's basic financial statements. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The Town was incorporated in 1788 under statutes of the State of Connecticut. The Town, located in Fairfield County in western Connecticut, encompasses an area of 19.8 square miles with an estimated current population of 16,452 residents. The Town is empowered by state statute to levy property tax on real and personal property including vehicles located within its boundaries.

The Town has a Town Meeting form of government, with a three member Board of Selectmen elected to two-year terms, a six member Board of Finance elected to four year staggered terms, and a seven member Board of Education elected to four year staggered terms. Elections are held biennially in November in odd numbered years. The legislative body also has the power and privileges conferred and granted to Towns and Cities under the Constitution and the General Statutes of the State of Connecticut.

The First Selectman is the full-time Chief Executive and Administrative Officer of the Town who oversees the execution of all laws and ordinances governing the Town. He presides over the Board of Selectmen and has full voting privileges. The First Selectman is also an ex-officio member of the Board of Finance and has the authority to cast a vote to break a tie.

The Board of Finance is responsible for proposing annual budgets and special appropriations at Town Meetings. Brookfield's professional staff also includes a Town Controller and an elected Treasurer. The Town Controller is responsible for the coordination of the activities of the accounting staff; the maintenance of the general ledgers of the various funds and account groups of the Town, financial planning, cost accounting, financial report preparation, and supervision of the annual independent audit. The Treasurer is responsible for the investment of Town funds.

PRINCIPAL TOWN OFFICIALS

Office	Name	Manner of Selection	Years of Service	Current Term/ Appointment
First Selectman	William Davidson	Elected	3	12/11 – 12/13
Treasurer	David Scribner	Elected	17	1/12 – 01/16
Controller	William Leverage	Appointed	1	6/18/2012
Chairman, Board of Finance	Gerard W. Friedrich	Elected	3	12/9 – 12/13
Superintendent of Schools	Anthony J. Bivona	Appointed	6	7/1/2011
Town Attorney	David Grogins	Appointed	4	1/10 – 2/14

The Board of Education is a legal body created by the statutes of the State of Connecticut with the responsibility to establish, implement and appraise the educational activities of the Town.

SUMMARY OF MUNICIPAL SERVICES

Police:

The Town maintains a police force with an authorized strength of 29 officers and 3 special officers (Chief, Major and Captain). There are also 8 full-time and 1 part-time dispatchers. The department operates with a fleet of vehicles that includes a mobile crime scene emergency vehicle; the patrol vehicles have on-board computers.

Fire:

The Town Volunteer Fire Departments consist of 120 volunteer firemen and emergency service personnel. Two fire stations are strategically located within the Town. The current 2012-2013 Town Budget includes \$598,651 to assist in the operations of the Volunteer Fire Departments. In addition, the Departments conduct an annual fund-raising drive that generates an average of \$150,000 – \$200,000.

Parks and Recreation:

The Town has recreation facilities both active and passive. These include ten parks, eighteen ball fields, a nine-hole public golf course, tennis/basketball courts, a YMCA that includes a 50 meter pool and wellness center, and numerous picnic areas. Candlewood Lake, the largest fresh water lake in Connecticut, forms the western border of the Town. Lake Lillinonah, another large lake, forms the eastern border. Both lakes offer swimming, boating and fishing facilities.”

The Parks Department maintains on a year-round basis over 725 acres of municipal land which includes parks, ball fields, school grounds, a municipal complex, a police station, two fire stations, a library and several traffic islands. The Department has four full-time employees who are supplemented with year-round independent contractors and seasonal summer employees.

Library:

In addition to providing library services in each school, the Town maintains a public library. The library staff includes five full-time professional librarians and six part-time assistants, supported by a staff of assistant librarians, clerks and staff aids.

Sewers:

The Town of Brookfield has an inter-municipal agreement with the City of Danbury for the treatment of wastewater that is generated in Brookfield. Payments to the City provide for the Town’s share of the costs for the operation, maintenance and capital improvements of the regional plant. The Brookfield Water Pollution Control Authority (WPCA) operates as an enterprise fund within the Town of Brookfield. Sewer customers are assessed for all costs associated with the operation and financing of WPCA. The sewer system is positioned to handle commercial and industrial growth anticipated for the next decade or more.

Solid Waste:

The Town of Brookfield is a member of the Housatonic Resources Recovery Authority (HRRA), which is the regional municipal solid waste (MSW) and recycling management organization for the Housatonic Valley municipalities of Bethel, Bridgewater, Brookfield, Danbury, Kent, New Fairfield, New Milford, Newtown, Redding, Ridgefield, and Sherman. Solid waste from HRRA municipalities is taken to one of three regional transfer stations operated by Wheelabrator Environmental System, Inc. (WES) in Danbury, Newtown or Ridgefield. From these three regional transfer stations, MSW is trucked to one of two resource recovery facilities in Bridgeport or Lisbon, CT or taken to other legally permitted WES disposal sites outside CT.

TOWN EMPLOYEES

The following table illustrates the permanent full-time Town employees for the last five fiscal years:

Fiscal Year	2012-13	2011-12	2010-11	2009-10	2008-09
General Government.....	101	101	101	98	99
Board of Education ¹	381	381	383	369	376
Total.....	482	482	484	467	475

The Town’s budget procedure is governed by local Charter which provides a detailed schedule of input from department heads, elected officials (Boards of Selectmen, Finance and Education) and the public culminating in a Town-wide referendum in May. The budget is prepared by function and department. Department heads may transfer resources within a department as required. Transfers between departments, however, need special approval from the Boards of Selectmen and Finance.

Local Economy

Brookfield is fortunate to be located in close proximity to the greater New York business centers. Brookfield’s employment base is not located within the greater Brookfield area but in areas of the lower Fairfield County of Connecticut, Westchester County in New York and in the New York City business environment.

The area supports medium to small technology-based companies which blend with the Town’s Plan of Development. It has a number of financial institutions and warehouse distribution centers. The Town's economy is diverse with services, manufacturing and retail trade being the leading components.

While the region is not immune to the economic slowdown impacting the broader economy, the Town is taking action to mitigate its impact. Recent investments in improvements to infrastructure such as road maintenance, and expansion of public water, fire suppression and sewer lines, have promoted expansion by local business as well as attracted new investment by the business community into the Town’s central business area. Brookfield’s position as a major regional retail shopping area was enhanced during 2013 with the expansion and modernization of a Costco warehouse store and the new construction of a BJ’s warehouse store. In addition, the Town has invested in plans for development of a 198-acre Town Center District, which is anticipated to be a New England-style pedestrian-friendly mixed-use residential and retail area.

The Town, with its close proximity to the New York labor market, continues to enjoy a solid employment base. Per capita earnings are very favorable in comparison to the national and state averages.

	Town of Brookfield	State of Connecticut
Per Capita Income, 2011	\$49,872	\$37,627
Per Capita Income, 1999	\$37,063	\$28,766
Per Capita Income, 1989	\$24,277	\$20,189
Median Family Income, 2011	\$125,380	\$86,395
Median Family Income, 1999	\$91,296	\$65,521
Median Family Income, 1989	\$65,111	\$49,199
Percent Below Poverty Level, 2011	2.6%	6.7%

*Source: U.S. Department of Commerce, Bureau of Census, 2000, 1990;
U.S. Census Bureau, 2007-2011 American Community Survey.*

Unemployment in the Town remains below the State average.

Major Initiatives

While the general economy has slowed, the Town continues to show economic progress. This is demonstrated through the activity in our Land Use Department. A number of new development projects within Town, both residential and commercial are awaiting Land Use approvals.

- The Southern Route 7 Commercial Corridor - The Southern Commercial district of the Town continues to enjoy a strong level of development. The construction continues to be a mixture of commercial retail and a blend of age restricted residences.

- Town’s five year road paving program – The Town has approved a bond appropriation of \$10,000,000 for a five year road paving program to upgrade its road and drainage infrastructure throughout the Town.
- Four Corners Streetscape Project – A major project to develop our Route 7 and Route 202 business district by improving the lighting and streetscape along the street.
- Enhancement to the Town’s Recreational Facilities Brookfield has been successful over the past year has enjoyed success with the implementation and approval of several of the recreational projects.
 - A major project, the Still River Greenway (a multi-purpose biking, jogging and walking facility), has been funded and is awaiting final State and Federal environmental approval. The Town has received a State of Connecticut financial commitment of approximately \$2,000,000 for the project.
 - A major renovation project at Town’s park on Candlewood Lake is in the final design phase. It includes the replacement of the lake wall, installation of handicapped-accessible walkways, lighting, landscaping with benches and picnic tables. A grant for \$750,000 from the State of Connecticut will benefit this project.
 - A major renovation of Kids Kingdom, the Town’s playground, was completed in 2012. This project included landscaping, installation of state of the art age-specific equipment, handicap accessibility, safety surface and benches. A grant for \$250,000 from the State of Connecticut benefitted this project.

Due to its strong financial position, Brookfield continues to maintain a credit rating of Aa1 from Moody’s Investor Services.

RELEVANT FINANCIAL POLICIES

Long Range Financial Planning and Debt Management

The Town maintains a five-year capital plan. Estimates are based on departmental projections and are complimented with a philosophy of conservative budgeting practices. Several years ago the Town adopted a guideline of maintaining a fund balance in excess of 7.5% of current annual expenditures. The Town has consistently exceeded this guideline increasing the unassigned fund balance to a June 30, 2012 (year end closing) level of \$5,409,796 or 9.6%. The Town has begun discussing steps to fund its OPEB liability for post retirement benefits, including funding for a reserve for its payment of liabilities for current and future heart and hypertension claims. Additionally, for the

current fiscal year the Town has funded its pension obligations at 100% of the ARC and put in place a reserve fund to insure full funding going forward.

It is still the expectation of the Town that it can safely manage its modest debt burden and maintain a repayment schedule that reduces the principal of any bond issue by at least 50% during the first ten years. Currently, the Town averages debt principal reduction of 60% during the first ten years.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (“GFOA”) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Brookfield for its comprehensive annual financial report (“CAFR”) for the fiscal year ended June 30, 2011. The Town has received this award every year it has applied. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only.

The preparation of this report could not have been accomplished without the dedication and hard work of the entire staff of the Finance Department. We would like to express our appreciation and gratitude to all members of that department who assisted and contributed to its preparation. We also appreciate the assistance and dedication of the audit team from Grant Thornton LLP. Finally, we would like to thank the Board of Selectmen, the Board of Education and Board of Finance for their interest and support in planning and conducting the financial operations of the Town in a responsible and progressive manner.

Respectfully submitted,



William Davidson
First Selectman

William Leverence
Town Controller

David A. Scribner
Treasurer

Town of Brookfield, Connecticut Organizational Chart

June 30, 2012

- * = Appointed by the Board of Selectmen - Statutory
- ** = Appointed by the Board of Selectmen - Charter
- *** = Hired by the First Selectman Appointment - BOS

Elected Officials				
Registrars	Town Clerk	First Selectman	Board of Selectmen	Treasurer
Board of Education	Board of Finance	Planning Commission	Zoning Commission	Board of Assessment Appeals

Department Heads				
Executive Assistant	Director of Finance**	Director of Operations HR	Assessor*	Tax Collector*
Chief of Police**	Building Official*	Parks & Recreation Director**	Community Senior Center Director*	Social Services Director and Municipal Agent for the Elderly*
				Director of Public Works And Engineering
				Librarian Director

Appointed Officers				
Fire Marshal*	Sanitarian*	Land Use Enforcement Officer**	Municipal Health Director*	Town Tree Warden
Director of Civil Preparedness*		Erosion & Sedimentation Ctrl Officer**	Historian*	Attorney*
		Wetlands Enforcement Officer**		
		Zoning Enforcement Officer**		

Boards and Commissions Appointed by the Board of Selectmen				
Arts Commission	Board of Ethics	Candlewood Lake Authority	Commission on Aging	Conservation Commission
				Economic Development Commission
				Historic District Commission
				Historing Authority
Housing Partnership Task Force	Inland Wetlands Commission	Lake Lillinonah Authority	Library Board of Trustees	Municipal Board of Appeals
	Police Commission	Water Pollution Control Authority	Youth Commission	Municipal Building Committee
				Parks & Recreation Commission

**TOWN OF BROOKFIELD, CONNECTICUT
PRINCIPAL TOWN OFFICIALS
JUNE 30, 2012**

TOWN MEETING - BOARD OF SELECTMEN FORM OF GOVERNMENT

First Selectman

Bill Davidson

Board of Selectmen

Howard Lasser
George Walker

Town Clerk

Joan Locke

Chairman, Board of Finance

Jerry Friedrich

Treasurer

David Scribner

Superintendent of Schools

Anthony Bivona

Department Heads

Town Controller

Bill Leverence

Director of HR

Catherine Greenwood

Assessor

Denise Hames

Tax Collector

Lauraine Paquin

**Director of Public Works/
Town Engineer**

Ralph Tedesco

Chief of Police

Robin Montgomery

**Parks, Recreation &
Senior Center**

Dennis DiPinto

Building Official

Demetrio Parpana

**Community/Senior Center
Director**

Ellen Melville

Library Director

Anita Barney

Town Attorney

David Grogins
Cohen and Wolf

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Brookfield Connecticut

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

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



Christopher P. Morrill

President

Jeffrey R. Egan

Executive Director

FINANCIAL SECTION

Independent Auditors' Report



Grant Thornton

An instinct for growth™

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Members of the Board of Finance
Town of Brookfield, 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 Brookfield, 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 auditing standards generally accepted in the United States of America established by the American Institute of Certified Public Accountants 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 financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2013 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 effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedules of funding progress be presented to supplement the basic financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This required supplementary information is the responsibility of management. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America established by the American Institute of Certified Public Accountants. These limited procedures 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's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures. These additional procedures included comparing and reconciling the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America established by the American Institute of Certified Public Accountants. In our opinion, the combining and individual fund statements and schedules is fairly stated, in all material respects, in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Grant Thornton LLP

Glastonbury, Connecticut
February 28, 2013

Management's Discussion and Analysis

TOWN OF BROOKFIELD, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Town of Brookfield, Connecticut (the "Town") offers the readers of its financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - x of this report.

FINANCIAL HIGHLIGHTS

- The assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$39,777,814 (net assets). Of this amount, \$2,126,639 represents unrestricted net assets. Of this amount, \$6,016,518 represents unrestricted net assets attributed to the operations of the Town's Water Pollution Control Authority (business-type activities). The unrestricted deficit of \$3,889,879 attributed to the operations of the Town's governmental activities is primarily caused by liabilities relating to the Town's pension plan and other post-employment benefits plan totaling approximately \$14.9 million as of June 30, 2012.
- The Town's total net assets decreased by \$2,682,030 during the current fiscal year, which consisted of a decrease of \$2,452,012 relating to the Town's governmental activities and a decrease of \$230,018 relating to the Town's business-type activities.
- As of the close of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$1,082,989, a decrease of \$3,291,797 in comparison with the prior year. The primary cause of this fund balance decrease was due to expenditures incurred in the bonded projects fund for various ongoing capital projects.
- At the close of the current fiscal year, unassigned fund balance of the General Fund was \$5,109,797 or 8.6% of total general fund expenditures and net other financing uses. Expressed another way, unassigned fund balance of the General Fund was sufficient to cover 1 month of General Fund operating expenditures.
- The Town's total long-term bonded debt (governmental and business-type activities combined) increased by \$4,704,085 or 12% during the current fiscal year due to the issuance of a \$7,795,000 bond anticipation note payable offset by scheduled principal repayments.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements

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

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

TOWN OF BROOKFIELD, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS *(Continued)*

OVERVIEW OF THE FINANCIAL STATEMENTS *(Continued)*

Government-wide Financial Statements *(Continued)*

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 related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements are intended to distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include activities such as: general government, land use, finance and taxation, regional services, human services, public works, public safety, recreation and leisure, library, education and miscellaneous. The business-type activities of the Town include the operations of the Water Pollution Control Authority.

The government-wide financial statements can be found on pages 17 and 18 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 Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

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

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

The Town maintains several governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, the Bonded Projects Fund, and the Water Assessment Fund, all of which are considered to be major funds. Data from the remaining 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 statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 19 - 24 of this report.

TOWN OF BROOKFIELD, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS *(Continued)*

OVERVIEW OF THE FINANCIAL STATEMENTS *(Continued)*

Fund Financial Statements *(Continued)*

Proprietary Funds

Enterprise funds are used to report the same functions presented as business type activities in the government-wide financial statements. The Town uses enterprise funds to account for the operations of the Water Pollution Control Authority. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 25 - 27 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 28 and 29 of this report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30 - 58 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains required supplementary information other than this management's discussion and analysis that can be found on page 59 of this report. Combining and individual fund statements and schedules can be found on pages 60 - 77 of this report and statistical information can be found on pages 78 - 94 of this report.

**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

Over time, net assets may serve as one measure of a government's financial position. Total net assets of the Town (governmental and business type activities combined) totaled \$39,777,814 and \$42,459,844 as of June 30, 2012 and 2011 and are summarized as follows:

**Town of Brookfield, Connecticut
Net Assets
June 30, 2012**

	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 13,643,539	\$ 8,386,834	\$ 22,030,373
Capital assets	74,697,958	10,189,746	84,887,704
Total assets	<u>88,341,497</u>	<u>18,576,580</u>	<u>106,918,077</u>
Other liabilities	8,629,351	1,647,749	10,277,100
Long-term liabilities	51,497,108	5,366,055	56,863,163
Total liabilities	<u>60,126,459</u>	<u>7,013,804</u>	<u>67,140,263</u>
Net assets:			
Invested in capital assets, net of related debt	32,104,917	3,794,194	35,899,111
Restricted	-	1,752,064	1,752,064
Unrestricted	(3,889,879)	6,016,518	2,126,639
Total net assets	<u>\$ 28,215,038</u>	<u>\$ 11,562,776</u>	<u>\$ 39,777,814</u>

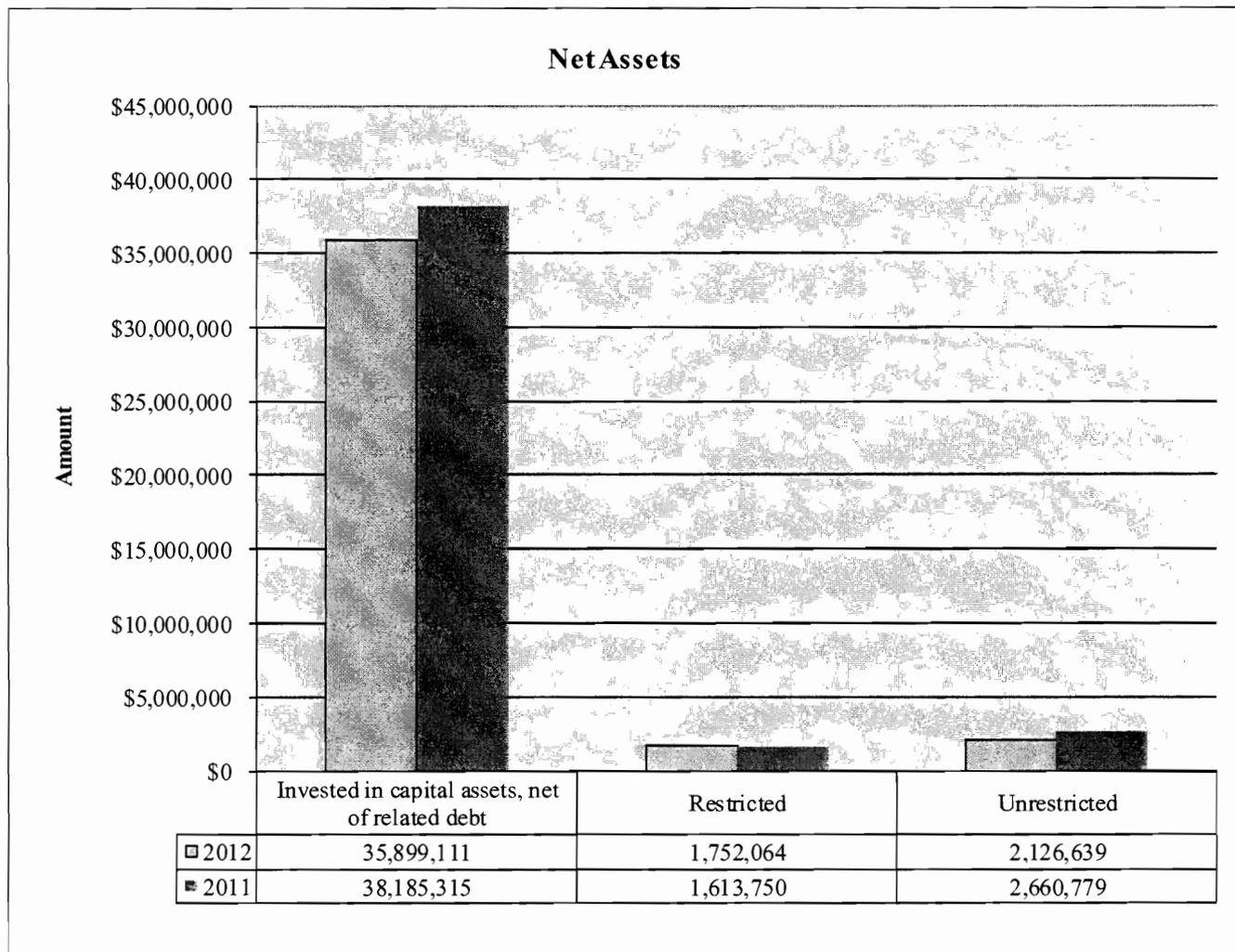
**Town of Brookfield, Connecticut
Net Assets
June 30, 2011**

	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 10,775,720	\$ 9,030,784	\$ 19,806,504
Capital assets	73,971,414	9,098,126	83,069,540
Total assets	<u>84,747,134</u>	<u>18,128,910</u>	<u>102,876,044</u>
Other liabilities	2,479,436	482,288	2,961,724
Long-term liabilities	51,600,648	5,853,828	57,454,476
Total liabilities	<u>54,080,084</u>	<u>6,336,116</u>	<u>60,416,200</u>
Net assets:			
Invested in capital assets, net of related debt	34,926,160	3,259,155	38,185,315
Restricted	-	1,613,750	1,613,750
Unrestricted	(4,259,110)	6,919,889	2,660,779
Total net assets	<u>\$ 30,667,050</u>	<u>\$ 11,792,794</u>	<u>\$ 42,459,844</u>

TOWN OF BROOKFIELD, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS *(Continued)*

GOVERNMENT-WIDE FINANCIAL ANALYSIS *(Continued)*

Net Assets *(Continued)*



As of June 30, 2012, approximately 90.2% of the Town's net assets reflect its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

4.4% of the Town's net assets are subject to external restrictions on how they may be used and are therefore presented as restricted net assets.

The remainder of the Town's net assets are considered unrestricted.

Overall, net assets decreased by \$2,682,030 in comparison with the prior year.

**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Assets

Changes in net assets for the years ended June 30, 2012 and 2011 are as follows:

**Town of Brookfield, Connecticut
Changes in Net Assets
For The Year Ended June 30, 2012**

	Governmental Activities	Business-type Activities	Total
Revenues			
Program revenues:			
Charges for services	\$ 2,297,681	\$ 1,113,431	\$ 3,411,112
Operating grants and contributions	7,945,030	-	7,945,030
Capital grants and contributions	617,113	-	617,113
General revenues:			
Property taxes, levied for general purposes	52,071,749	-	52,071,749
Grants and contributions not restricted to specific programs	1,163,851	-	1,163,851
Unrestricted investment earnings	62,643	9,601	72,244
Total revenues	<u>64,158,067</u>	<u>1,123,032</u>	<u>65,281,099</u>
Expenses			
General government	2,075,958	-	2,075,958
Land use	1,027,887	-	1,027,887
Finance and taxation	1,243,006	-	1,243,006
Regional services	294,936	-	294,936
Human services	397,741	-	397,741
Public works	4,639,251	-	4,639,251
Public safety	6,965,608	-	6,965,608
Recreation and leisure	1,492,312	-	1,492,312
Human resources	570,461	-	570,461
Library	633,393	-	633,393
Education	45,948,389	-	45,948,389
Water Pollution Control Authority	-	1,281,033	1,281,033
Interest on long-term debt	1,393,154	-	1,393,154
Total expenses	<u>66,682,096</u>	<u>1,281,033</u>	<u>67,963,129</u>
Change in net assets before transfers	(2,524,029)	(158,001)	(2,682,030)
Transfers	72,017	(72,017)	-
Change in net assets	<u>(2,452,012)</u>	<u>(230,018)</u>	<u>(2,682,030)</u>
Net assets, beginning,	30,667,050	11,792,794	42,459,844
Net assets, ending	<u>\$ 28,215,038</u>	<u>\$ 11,562,776</u>	<u>\$ 39,777,814</u>

**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Assets (Continued)

**Town of Brookfield, Connecticut
Changes in Net Assets
For The Year Ended June 30, 2011**

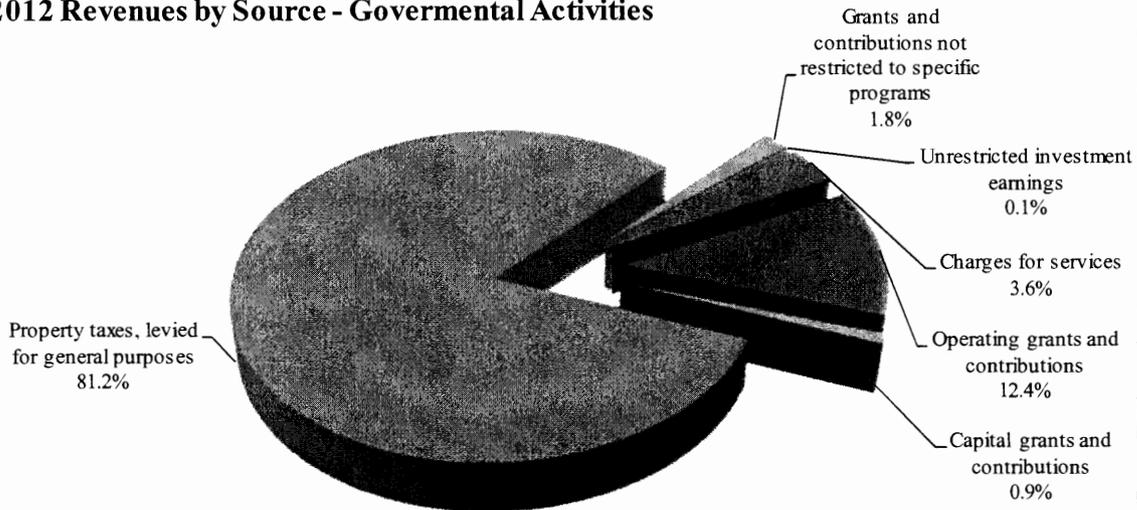
	Governmental Activities	Business-type Activities	Total
Revenues			
Program revenues:			
Charges for services	\$ 6,483,806	\$ 1,514,912	\$ 7,998,718
Operating grants and contributions	6,279,077	-	6,279,077
Capital grants and contributions	1,711,939	-	1,711,939
General revenues:			
Property taxes, levied for general purposes	50,151,334	-	50,151,334
Grants and contributions not restricted to specific programs	341,569	-	341,569
Unrestricted investment earnings	181,757	28,994	210,751
Total revenues	<u>65,149,482</u>	<u>1,543,906</u>	<u>66,693,388</u>
Expenses			
General government	2,725,239	-	2,725,239
Land use	910,401	-	910,401
Finance and taxation	984,531	-	984,531
Regional services	260,878	-	260,878
Human services	319,091	-	319,091
Public works	5,435,550	-	5,435,550
Public safety	6,666,599	-	6,666,599
Recreation and leisure	1,343,999	-	1,343,999
Human resources	659,275	-	659,275
Library	579,707	-	579,707
Education	42,808,417	-	42,808,417
Water Pollution Control Authority	-	1,117,371	1,117,371
Interest on long-term debt	1,627,959	-	1,627,959
Total expenses	<u>64,321,646</u>	<u>1,117,371</u>	<u>65,439,017</u>
Change in net assets before transfers	827,836	426,535	1,254,371
Transfers	1,520,028	(1,520,028)	-
Change in net assets	2,347,864	(1,093,493)	1,254,371
Net assets, beginning	28,319,186	12,886,287	41,205,473
Net assets, ending	<u>\$ 30,667,050</u>	<u>\$ 11,792,794</u>	<u>\$ 42,459,844</u>

TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

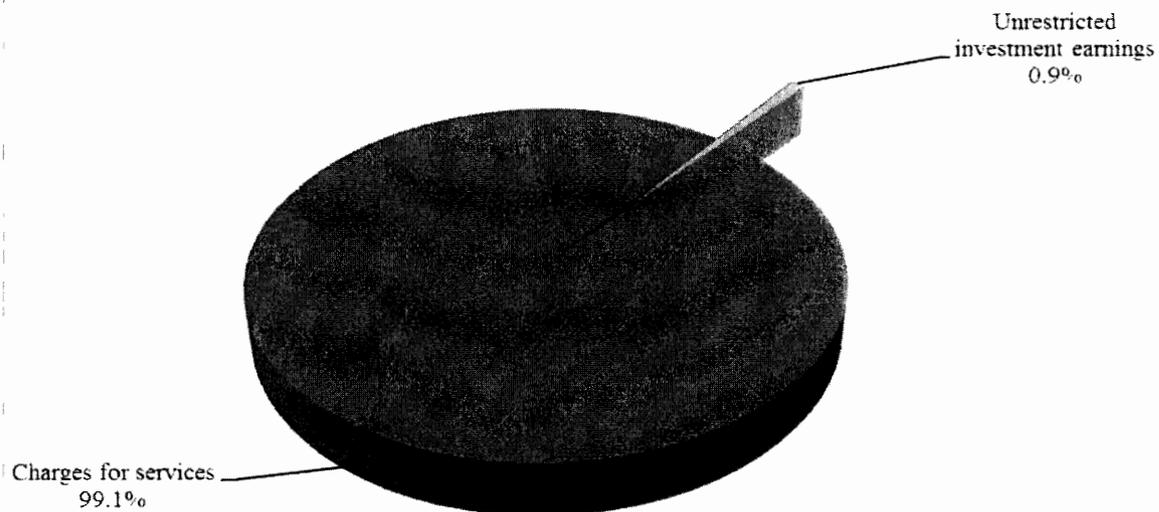
GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Assets (Continued)

2012 Revenues by Source - Governmental Activities



2012 Revenues by Source - Business-type Activities

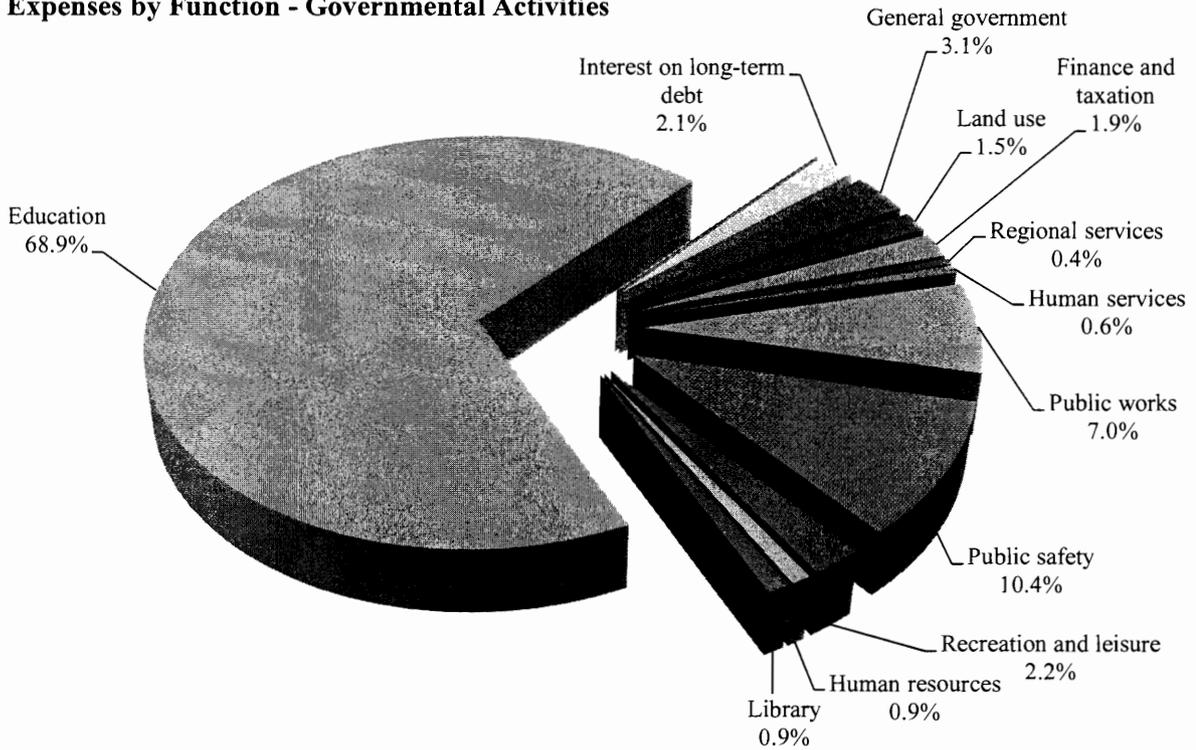


**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Assets (Continued)

2012 Expenses by Function - Governmental Activities



Governmental Activities

Governmental activities decreased the Town's net assets by \$2,452,012.

Business-type Activities

Business-type activities decreased the Town's net assets by \$230,018. This decrease is was primarily due to a decrease in charges for services. The decrease in charges for services relates to the Federal Road Sewer Extension, whereby the Water Pollution Control Authority reduced the assessment rate on the owners benefitted by the sewer extension from 8.3% to 7.3% of assessed value.

TOWN OF BROOKFIELD, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS *(Continued)*

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

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

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 spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$1,082,989.

General Fund

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$5,109,797. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 8.6% of total General Fund expenditures. Expressed another way, unassigned fund balance of the General Fund was sufficient to cover approximately 1 month of General Fund expenditures.

The fund balance of the Town's General Fund increased by \$717,502 during the current fiscal year, which was primarily due to an increase in building service permit revenues, collection of prior year taxes, and the receipt of insurance proceeds in the amount of \$892,558 related to a tree settlement.

Bonded Projects Fund

The fund balance of the Bonded Projects Fund decreased by \$3,290,039 during the current fiscal year. This decrease was primarily due to expenditures incurred for various ongoing capital projects.

Water Assessment Fund

The fund balance of the Water Assessment Fund increased by \$69,824. This increase was primarily related to the Southern Federal Road Water Line's share of a prorated premium reimbursement in the amount of \$43,035 from the general obligation bond anticipation notes sold during January 26, 2012.

GENERAL FUND BUDGETARY HIGHLIGHTS

The actual net change in fund balance of the General Fund on a budgetary basis was an increase of \$855,289. Expenditures were \$348,357 less than budgeted and total budgetary revenues were \$434,536 greater than expected. The revenue surplus was primarily related to favorable variances in the collection of property taxes, interest and lien fees, and increases in fees from building service permits.

**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Town's investment in capital assets for its governmental and business type activities as of June 30, 2012 totaled \$84,887,704 (net of accumulated depreciation and amortization). This investment in capital assets includes land, construction in progress, buildings and improvements, vehicles, machinery and equipment, and infrastructure, including roads and sewer lines. The total increase in the Town's investment in capital assets for the current fiscal year was \$1,818,164 or 2.2%. This increase consisted of capital asset additions of \$3,519,038, offset by depreciation expense of \$1,827,781. Major capital asset events during the current fiscal year included the following:

- Outlays for construction in progress and land totaling \$2,663,629, including expenditures related to the high school renovation/expansion project and various water and sewer projects.
- Outlays for various machinery and equipment and vehicles totaling \$700,984, including dump trucks, a bobcat and an excavator for the benefit of the Town's highway department, police vehicles for the benefit of the Town's police department, and vehicles for the benefit of the Town's park and recreation department.

The following are tables of the investment in capital assets presented for both governmental and business-type activities:

**Town of Brookfield, Connecticut
Capital Assets, Net
June 30, 2012**

	Governmental Activities	Business-type Activities	Total
Land	\$ 11,370,803	\$ -	\$ 11,370,803
Construction in progress	33,419,453	187,953	33,607,406
Buildings and improvements	17,055,886	2,478,534	19,534,420
Infrastructure	10,128,475	7,183,765	17,312,240
Machinery and equipment	766,507	279,965	1,046,472
Vehicles	1,956,834	59,529	2,016,363
Totals	<u>\$ 74,697,958</u>	<u>\$ 10,189,746</u>	<u>\$ 84,887,704</u>

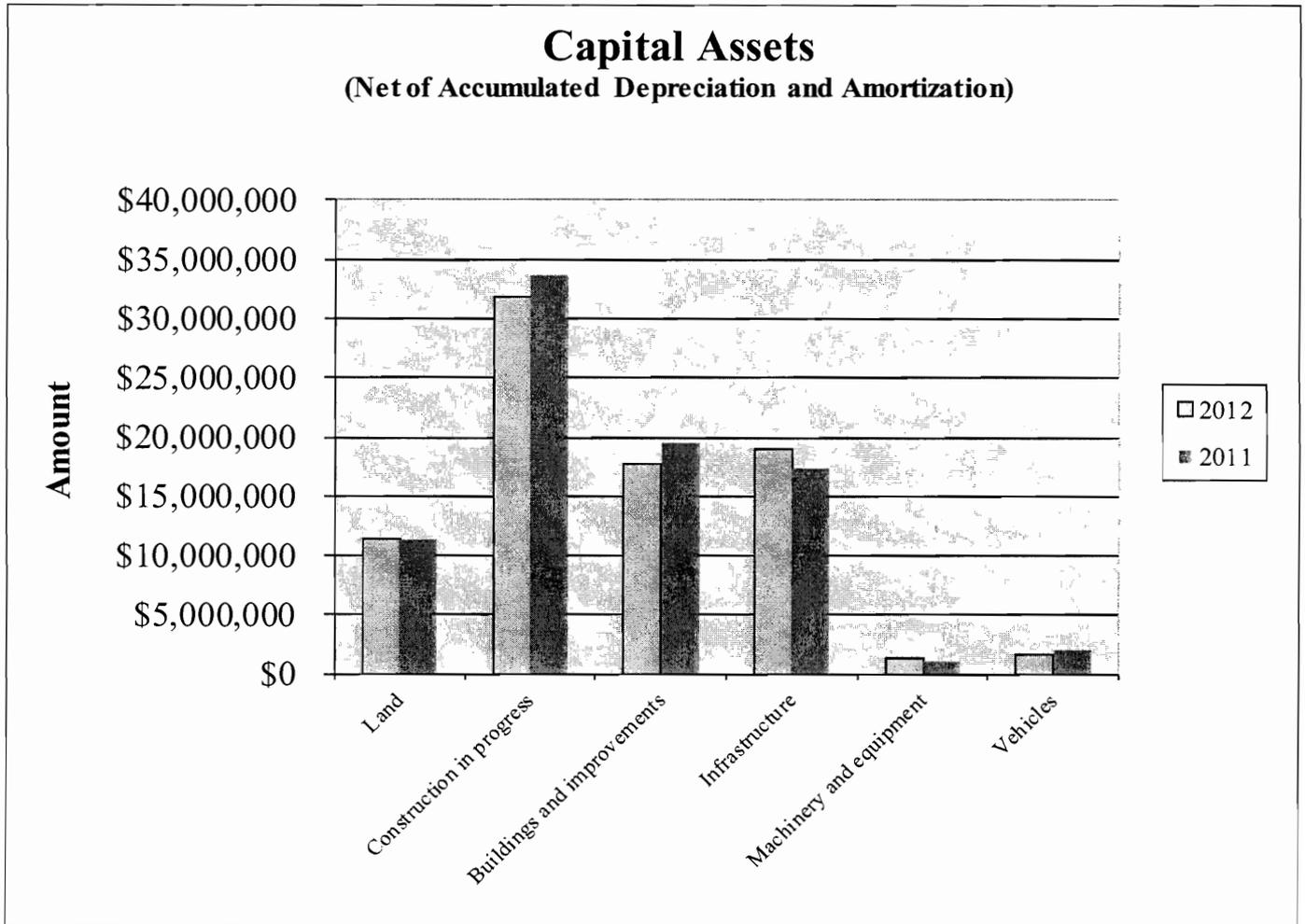
**Town of Brookfield, Connecticut
Capital Assets, Net
June 30, 2011**

	Governmental Activities	Business-type Activities	Total
Land	\$ 11,370,803	\$ -	\$ 11,370,803
Construction in progress	31,828,807	35,444	31,864,251
Buildings and improvements	17,673,814	94,097	17,767,911
Infrastructure	10,418,655	8,633,408	19,052,063
Machinery and equipment	1,047,021	301,598	1,348,619
Vehicles	1,632,314	33,579	1,665,893
Totals	<u>\$ 73,971,414</u>	<u>\$ 9,098,126</u>	<u>\$ 83,069,540</u>

**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

CAPITAL ASSET AND DEBT ADMINISTRATION (Continued)

Capital Assets (Continued)



Additional information on the Town's capital assets can be found in Note 4 on pages 42 - 43 of this report.

**TOWN OF BROOKFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

CAPITAL ASSET AND DEBT ADMINISTRATION (Continued)

Long-term Debt

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$36,085,000. This entire amount is comprised of debt backed by the full faith and credit of the Town. The Town's total bonded debt increased by decreased by \$3,080,000 or 7.9% during the current fiscal year due to scheduled principal repayments.

State statutes limit the amount of general obligation debt the Town may issue to seven times its annual receipts from taxation, as defined by the statutes. The current debt limitation for the Town is \$365,624,630, which is significantly in excess of the Town's outstanding general obligation debt.

The following are tables of long-term bonded debt:

**Town of Brookfield, Connecticut
Long-term Debt
June 30, 2012**

	Governmental Activities	Business-type Activities	Total
General obligation bonds	\$ 34,280,000	\$ 1,805,000	\$ 36,085,000
Totals	\$ 34,280,000	\$ 1,805,000	\$ 36,085,000

**Town of Brookfield, Connecticut
Long-term Debt
June 30, 2011**

	Governmental Activities	Business-type Activities	Total
General obligation bonds	\$ 37,155,000	\$ 2,010,000	\$ 39,165,000
Totals	\$ 37,155,000	\$ 2,010,000	\$ 39,165,000

Additional information on the Town's long-term debt can be found in Note 8 on pages 45 - 49 of this report.

TOWN OF BROOKFIELD, CONNECTICUT MANAGEMENT'S DISCUSSION AND ANALYSIS *(Continued)*

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

A summary of key economic factors affecting the Town are as follows:

- The unemployment rate for the Town is currently 6.6%. This compares favorably to the state's average unemployment rate of 8.1% and the national unemployment rate of 8.2%.
- During the current fiscal year, unassigned fund balance of the General Fund increased to \$5,109,797.
- Significant estimates affecting next year's budget that are subject to change in the near term consist of the following:
 - For purposes of calculating property tax revenues for fiscal year 2013, the assessor's grand list was used along with an estimated tax rate, and an estimated rate of collection, with deductions for taxes to be paid by the State on behalf of certain taxpayers.
 - Intergovernmental grants were based on estimates from the State.
 - It is unknown how changes in market interest rates will impact real estate activity and related revenues collected by the Land Use Department, the Town Clerk and the amount of conveyance taxes and interest income.

The Town utilizes a five year financial plan that projects peaks and valleys of fund balance levels for each year and also determines the amount of expenditures that are affordable for the upcoming year's budget. The Town, in essence, backs into the expenditure increase percentage that is affordable for the upcoming budget using an analysis that allows the Town to review revenues, operating expenditures, debt service expenditures and capital outlays for five years into the future. For peak years of expenditures, the Town determines that revenues plus available surplus are adequate to meet these obligations without the need for spikes in the tax rates.

All of these factors were considered in preparing the Town's budget for fiscal year 2013.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Director, Town of Brookfield, 100 Pocono Road, Brookfield, Connecticut 06804.

Basic Financial Statements

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

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	
ASSETS			
Cash and cash equivalents	\$ 7,589,552	\$ 1,106,082	\$ 8,695,634
Investments	449,592	-	449,592
Receivables:			
Property taxes, net of allowance for uncollectibles of \$140,000	617,057	-	617,057
Interest on property taxes, net of allowance for uncollectibles of \$57,000	137,446	-	137,446
Assessments and user charges receivable	386,266	451,510	837,776
Outlet capacity charges receivable	-	58,408	58,408
Grants and contracts receivable	1,257,788	-	1,257,788
Other	749,237	26,890	776,127
Internal balances	(421,464)	421,464	-
Inventories	2,587	-	2,587
Prepaid items	-	9,288	9,288
Grants and contracts receivable, long-term portion	196,687	-	196,687
Assessments receivable, long-term portion	2,678,791	4,350,052	7,028,843
Outlet capacity charges receivable, long-term portion	-	123,884	123,884
Restricted cash and cash equivalents	-	1,839,256	1,839,256
Capital assets:			
Non-depreciable	44,790,256	187,953	44,978,209
Depreciable, net	29,907,702	10,001,793	39,909,495
Total assets	<u>88,341,497</u>	<u>18,576,580</u>	<u>106,918,077</u>
LIABILITIES			
Accounts payable	1,169,802	-	1,169,802
Accrued liabilities:			
Salaries and benefits payable	50,184	-	50,184
Accrued interest	227,019	22,966	249,985
Other accrued liabilities	147,556	236,228	383,784
Note payable	6,750,000	1,045,000	7,795,000
Unearned revenue	284,790	256,363	541,153
Other liabilities	-	87,192	87,192
Noncurrent liabilities:			
Due within one year	3,009,205	496,139	3,505,344
Due in more than one year	48,487,903	4,869,916	53,357,819
Total liabilities	<u>60,126,459</u>	<u>7,013,804</u>	<u>67,140,263</u>
NET ASSETS			
Invested in capital assets, net of related debt	32,104,917	3,794,194	35,899,111
Restricted for permanent maintenance	-	1,752,064	1,752,064
Unrestricted (deficit)	(3,889,879)	6,016,518	2,126,639
Total net assets	<u>\$ 28,215,038</u>	<u>\$ 11,562,776</u>	<u>\$ 39,777,814</u>

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

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

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions		Governmental Activities	Primary Government Business-type Activities		Total
			Capital Grants and Contributions					
Primary Government:								
Governmental activities:								
General government	\$ 2,065,327	\$ 400,725	\$ 64,045	\$ -	\$ (1,600,557)	\$ -	\$ (1,600,557)	
Land use	1,014,598	520,956	1,238	-	(492,404)	-	(492,404)	
Finance and taxation	1,229,717	-	-	-	(1,229,717)	-	(1,229,717)	
Regional services	294,936	-	-	-	(294,936)	-	(294,936)	
Human services	393,755	35,234	41,675	-	(316,846)	-	(316,846)	
Public works	4,617,989	-	824,038	341,707	(3,452,244)	-	(3,452,244)	
Public safety	6,903,152	351,875	71,989	-	(6,479,288)	-	(6,479,288)	
Recreation and leisure	1,484,339	419,256	-	250,000	(815,083)	-	(815,083)	
Human resources	703,346	-	-	-	(703,346)	-	(703,346)	
Library	633,393	-	3,096	-	(630,297)	-	(630,297)	
Education	45,948,389	569,635	6,938,949	25,406	(38,414,399)	-	(38,414,399)	
Interest on long-term debt	1,393,154	-	-	-	(1,393,154)	-	(1,393,154)	
Total governmental activities	66,682,096	2,297,681	7,945,030	617,113	(55,822,272)	-	(55,822,272)	
Business-type activities								
Water Pollution Control Authority	1,281,033	1,113,431	-	-	-	(167,602)	(167,602)	
Total primary government	\$ 67,963,129	\$ 3,411,112	\$ 7,945,030	\$ 617,113	(55,822,272)	(167,602)	(55,989,874)	
General revenues:								
Property taxes, levied for general purposes					52,071,749	-	52,071,749	
Grants and contributions not restricted to specific programs					1,163,851	-	1,163,851	
Unrestricted investment earnings					62,643	9,601	72,244	
Total general revenues					53,298,243	9,601	53,307,844	
Transfers					72,017	(72,017)	-	
Total general revenues and transfers					53,370,260	(62,416)	53,307,844	
Change in net assets					(2,452,012)	(230,018)	(2,682,030)	
Net assets - beginning					30,667,050	11,792,794	42,459,844	
Net assets - ending					\$ 28,215,038	\$ 11,562,776	\$ 39,777,814	

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

TOWN OF BROOKFIELD, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	<u>General Fund</u>	<u>Bonded Projects Fund</u>	<u>Water Assessment Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 6,947,969	\$ 159,940	\$ -	\$ 481,643	\$ 7,589,552
Investments	449,592		-	-	449,592
Receivables:					
Property taxes, net of allowance for doubtful accounts of \$140,000	617,057	-	-	-	617,057
Assessments	-	-	3,065,057	-	3,065,057
Grants and contracts	718,278	250,000	-	147,533	1,115,811
Other	749,237	-	-	-	749,237
Due from other funds	595,928	741,420	710,447	724,009	2,771,804
Inventories	-	-	-	2,587	2,587
Total assets	<u>\$ 10,078,061</u>	<u>\$ 1,151,360</u>	<u>\$ 3,775,504</u>	<u>\$ 1,355,772</u>	<u>\$ 16,360,697</u>
LIABILITIES AND FUND BALANCES (DEFICIT)					
Liabilities:					
Accounts payable	\$ 62,562	\$ 620,882	\$ -	\$ 4,292	\$ 687,736
Notes payable	-	6,750,000	-	-	6,750,000
Accrued liabilities:					
Salaries and benefits payable	50,184	-	-	-	50,184
Other accrued liabilities	143,630	-	-	3,926	147,556
Due to other funds	3,079,406	-	-	595,928	3,675,334
Unearned/deferred revenue	696,651	-	3,065,057	205,190	3,966,898
Total liabilities	<u>4,032,433</u>	<u>7,370,882</u>	<u>3,065,057</u>	<u>809,336</u>	<u>15,277,708</u>
Fund Balances (Deficit):					
Nonspendable:					
Inventories	-	-	-	2,587	2,587
Committed to:					
Library operations	293,109	-	-	-	293,109
Economic development	31,923	-	-	-	31,923
Heart and hypertension claims	310,799	-	-	-	310,799
Debt service	-	-	710,447	-	710,447
General government	-	-	-	236,818	236,818
Public safety	-	-	-	303,511	303,511
Recreation and leisure	-	-	-	98,976	98,976
Education	-	-	-	156,109	156,109
Capital projects	-	-	-	132,086	132,086
Other purposes	-	-	-	92,591	92,591
Assigned to:					
Use in subsequent year's budget	300,000	-	-	-	300,000
Unassigned	5,109,797	(6,219,522)	-	(476,242)	(1,585,967)
Total fund balances (deficit)	<u>6,045,628</u>	<u>(6,219,522)</u>	<u>710,447</u>	<u>546,436</u>	<u>1,082,989</u>
Total liabilities and fund balances (deficit)	<u>\$ 10,078,061</u>	<u>\$ 1,151,360</u>	<u>\$ 3,775,504</u>	<u>\$ 1,355,772</u>	<u>\$ 16,360,697</u>

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

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

Total fund balances for governmental funds	\$	1,082,989
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. Those assets consist of:		
Land	\$	11,370,803
Construction in progress		33,419,453
Buildings and improvements		32,734,437
Infrastructure		17,988,173
Machinery and equipment		3,441,477
Vehicles		4,103,605
Less accumulated depreciation and amortization		<u>(28,359,990)</u>
Total capital assets, net		74,697,958
Accrued interest on property taxes are not susceptible to accrual and therefore are not reported in the funds.		
		137,446
School construction grants receivable from the State of Connecticut are not susceptible to accrual and are therefore not reported in the funds.		
		338,664
Some of the Town's taxes and assessments will be collected after year end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds.		
		3,682,108
Long-term liabilities applicable to the Town's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net assets.		
Accrued interest payable		(227,019)
Long-term debt:		
Bonds and notes payable		(35,397,941)
Obligations under capital lease		(445,100)
Net pension obligation		(4,846,527)
Net OPEB obligation		(10,038,614)
Other long-term liabilities:		
Compensated absences		<u>(768,926)</u>
Total long-term liabilities		<u>(51,724,127)</u>
Net assets of governmental activities	\$	<u><u>28,215,038</u></u>

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

TOWN OF BROOKFIELD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (DEFICIT)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>General Fund</u>	<u>Bonded Projects Fund</u>	<u>Water Assessment Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Property taxes	\$ 51,881,915	\$ -	\$ -	\$ -	\$ 51,881,915
Assessments	-	-	386,606	-	386,606
Interest and lien fees	305,030	-	11,372	-	316,402
Intergovernmental	6,795,024	284,807	-	1,823,924	8,903,755
Charges for services	877,478	-	-	1,408,300	2,285,778
Contributions	-	-	-	62,398	62,398
Investment earnings	15,799	3,403	43,035	406	62,643
Miscellaneous	69,692	1,181	-	243	71,116
Total revenues	<u>59,944,938</u>	<u>289,391</u>	<u>441,013</u>	<u>3,295,271</u>	<u>63,970,613</u>
EXPENDITURES					
Current:					
General government	651,498	-	11,314	51,396	714,208
Land use	703,172	-	-	-	703,172
Finance and taxation	908,470	-	-	-	908,470
Regional services	281,471	-	-	-	281,471
Human services	182,781	-	-	71,700	254,481
Public works	3,567,462	-	-	-	3,567,462
Public safety	3,951,378	-	-	326,824	4,278,202
Recreation and leisure	675,448	-	-	508,748	1,184,196
Human resources	3,359,491	-	-	-	3,359,491
Library	604,477	-	-	-	604,477
Education	39,846,302	-	-	2,175,563	42,021,865
Debt service:					
Principal payments	2,855,654	-	325,644	-	3,181,298
Interest and fiscal charges	1,540,285	-	34,231	-	1,574,516
Capital outlays	-	4,748,874	-	1,917,785	6,666,659
Total expenditures	<u>59,127,889</u>	<u>4,748,874</u>	<u>371,189</u>	<u>5,052,016</u>	<u>69,299,968</u>
Excess (deficiency) of revenues over expenditures	817,049	(4,459,483)	69,824	(1,756,745)	(5,329,355)
OTHER FINANCING SOURCES (USES)					
Proceeds from insurance settlement	892,558	-	-	-	892,558
Transfers in	-	1,530,000	-	607,105	2,137,105
Transfers out	(992,105)	-	-	-	(992,105)
Total other financing sources (uses)	<u>(99,547)</u>	<u>1,530,000</u>	<u>-</u>	<u>607,105</u>	<u>2,037,558</u>
Net change in fund balances	717,502	(2,929,483)	69,824	(1,149,640)	(3,291,797)
Fund balances (deficit) - beginning	5,328,126	(3,290,039)	640,623	1,696,076	4,374,786
Fund balances (deficit) - ending	<u>\$ 6,045,628</u>	<u>\$ (6,219,522)</u>	<u>\$ 710,447</u>	<u>\$ 546,436</u>	<u>\$ 1,082,989</u>

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

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

Net change in fund balances (deficit) - total governmental funds \$ (3,291,797)

Total change in net assets reported for governmental activities in the statement of activities is 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 amount by which capital outlays exceeded depreciation and amortization expense in the current period is as follows:

Expenditures for capital assets	\$ 3,364,613	
Contributed capital to Town's business-type activities	(1,072,983)	
Depreciation and amortization expense	<u>(1,539,485)</u>	
Net adjustment		752,145

The statement of activities reports losses arising from the disposal of existing capital assets. Conversely, governmental funds do not report any gain or loss on the disposal of capital assets. This amount represents the loss on disposal of capital assets. (25,601)

Interest on property taxes receivable are not susceptible to accrual and therefore are only reported as revenue in the funds when the cash is received by the Town. The change in interest receivable during the year reduced revenues recognized in the funds. (8,215)

Intergovernmental revenue on school construction grants is not susceptible to accrual and therefore is only reported as revenue in the funds when the cash is received by the Town. In the government-wide financial statements, the cash received reduces the grant receivable recognized in the government-wide statement of net assets. (164,478)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. The net effect of these differences in the treatment of long-term obligations is as follows:

Debt issued or incurred:		
Principal repayments:		
Bonds payable	\$ 2,865,000	
Amortization of bond premium	20,915	
Notes payable	81,075	
Obligations under capital lease	<u>235,223</u>	
Net adjustment		3,202,213

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

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

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The net effect of such items is as follows:

Compensated absences	\$	50,140	
Accrued interest		181,362	
Assessments payable		494,279	
Net pension obligation		(905,206)	
Net OPEB obligation		<u>(2,243,607)</u>	
	\$		(2,423,032)

Certain revenues reported in the statement of activities do not provide current financial resources and therefore are reported as deferred revenues in governmental funds. This amount represents the change in deferred revenue.

(493,247)

Change in net assets of governmental activities

\$ (2,452,012)

**TOWN OF BROOKFIELD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
REVENUES				
Property taxes	\$ 50,677,409	\$ 51,677,409	\$ 51,881,915	\$ 204,506
Intergovernmental	2,286,091	3,082,091	3,097,827	15,736
Charges for services	747,500	747,500	838,275	90,775
Interest and lien fees	200,000	200,000	305,030	105,030
Investment earnings	50,000	50,000	44,798	(5,202)
Miscellaneous	53,000	53,000	76,691	23,691
Total revenues	<u>54,014,000</u>	<u>55,810,000</u>	<u>56,244,536</u>	<u>434,536</u>
EXPENDITURES				
Current:				
General government	668,112	670,274	651,498	(18,776)
Land use	701,646	712,835	703,172	(9,663)
Finance and taxation	875,294	915,294	908,470	(6,824)
Regional services	286,916	286,916	281,471	(5,445)
Human resources	3,555,125	3,462,287	3,359,491	(102,796)
Public works	2,841,156	3,750,497	3,567,462	(183,035)
Public safety	3,858,555	3,858,555	3,854,115	(4,440)
Recreation and leisure	617,723	682,274	675,448	(6,826)
Social services	179,158	191,999	182,781	(9,218)
Education	36,150,000	36,150,000	36,149,107	(893)
Miscellaneous	151,246	-	-	-
Debt service	4,205,379	4,205,379	4,204,938	(441)
Total expenditures	<u>54,090,310</u>	<u>54,886,310</u>	<u>54,537,953</u>	<u>(348,357)</u>
Excess (deficiency) of revenues over expenditures	(76,310)	923,690	1,706,583	782,893
OTHER FINANCING SOURCES (USES)				
Proceeds from insurance settlement	-	-	892,558	892,558
Transfers in	300,000	853,000	-	(853,000)
Transfers out	(1,223,690)	(1,776,690)	(1,743,852)	(32,838)
Total other financing sources (uses)	<u>(923,690)</u>	<u>(923,690)</u>	<u>(851,294)</u>	<u>6,720</u>
Net change in fund balances	<u>\$ (1,000,000)</u>	<u>\$ -</u>	855,289	<u>\$ 789,613</u>
Fund balance - beginning			<u>4,554,507</u>	
Fund balance - ending			<u>\$ 5,409,796</u>	

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

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

	<u>Business-type Activities</u>
	<u>Water Pollution Control Authority</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 1,106,082
Receivables:	
User charges	100,617
Assessments	350,893
Interest and fees	25,181
Outlet capacity charges	58,408
Other	1,709
Prepaid expenses	9,288
Due from other funds	76,820
Total current assets	<u>1,728,998</u>
Noncurrent assets:	
Restricted cash and cash equivalents	1,839,256
Advance from other funds	344,644
Receivables:	
Assessments, less current portion	4,350,052
Outlet capacity charges, less current portion	123,884
Capital assets:	
Non-depreciable	187,953
Depreciable, net	<u>10,001,793</u>
Total noncurrent assets	<u>16,847,582</u>
Total assets	<u>18,576,580</u>
LIABILITIES	
Current liabilities:	
Bond anticipation note payable	1,045,000
Accrued liabilities:	
Accrued interest	22,966
Other	236,228
Unearned revenue	256,363
Bonds and note payable - current	494,139
Compensated absences - current	2,000
Total current liabilities	<u>2,056,696</u>
Non-current liabilities:	
Permanent maintenance deposits	87,192
Bonds and note payable	4,856,413
Compensated absences	13,503
Total non-current liabilities	<u>4,957,108</u>
Total liabilities	<u>7,013,804</u>
NET ASSETS	
Invested in capital assets, net of related debt	3,794,194
Restricted for permanent maintenance	1,752,064
Unrestricted	6,016,518
Total net assets	<u>\$ 11,562,776</u>

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

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

	Business-type Activities
	Water Pollution Control Authority
OPERATING REVENUES	
Charges for services	\$ 1,030,157
Other income	83,274
Total operating revenues	1,113,431
OPERATING EXPENSES	
Personnel services	370,124
Capacity charges	216,639
Depreciation	288,295
Professional services	103,155
Utilities	61,722
Equipment, repairs and maintenance	64,146
Administration	19,867
Office supplies	3,989
Total operating expenses	1,127,937
Operating loss	(14,506)
NON-OPERATING INCOME (EXPENSE)	
Interest income	9,601
Interest expense	(153,096)
Total non-operating income	(143,495)
Change in net assets before capital contributions and transfers	(158,001)
Capital contributions	1,072,983
Transfer out	(1,145,000)
Change in net assets	(230,018)
Net assets - beginning	11,792,794
Net assets - ending	\$ 11,562,776

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

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

	Business-type Activities
	Water Pollution Control Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received for the following:	
Charges for services	\$ 1,843,652
Other income	64,419
Cash paid for the following:	
Personnel services	(386,698)
Capacity charges	(133,291)
Professional services	(108,377)
Utilities	(70,919)
Equipment, repairs and maintenance	(60,920)
Administration	(42,545)
Office supplies	(21,328)
Net cash provided by operating activities	1,083,993
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Decrease in due from other funds, net	
Transfer out	(100,000)
Net cash used in financing activities	(100,000)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(165,215)
Interest paid on capital debt	(173,744)
Principal paid on capital debt	(548,420)
Net cash used in capital and related financial activities	(887,379)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	9,600
Net cash used in investing activities	9,600
Net increase in cash and cash equivalents	106,214
Cash and cash equivalents, beginning of year	2,779,124
Cash and cash equivalents, end of year	\$ 2,885,338
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating loss	\$ (14,506)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	288,295
Miscellaneous adjustments	(121,064)
Changes in assets and liabilities:	
Decrease in assessments receivable	695,479
Increase in other liabilities	142,182
Decrease in outlet capacity charges receivable	57,910
Decrease in user charges receivable	42,210
Decrease in interest and fees receivable	19,059
Decrease in other receivables	4,793
Increase in unearned revenue	251
Increase in prepaid expenses	(9,288)
Decrease in performance maintenance deposits	(21,328)
Net cash provided by operating activities	\$ 1,083,993
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES	
Increase in depreciable capital assets through contributed capital	\$ 1,072,983
Increase in long term obligations through transfer out	(1,045,000)
	\$ 27,983

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

TOWN OF BROOKFIELD, CONNECTICUT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2011 AND JUNE 30, 2012

	December 31, 2011	June 30, 2012	
	Pension Trust Fund - Town of Brookfield Pension Plan	Private Purpose Trust Fund - Raymond Waidelich Scholarship Fund	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 697,104	\$ -	\$ 320,582
Due from other funds	-	148,274	361,122
Investments, at fair value:			
Corporate bonds	1,362,494	-	-
Mortgage backed securities	6,422,481	-	-
U.S. Treasuries	10,675,716	-	-
Asset backed securities	716,103	-	-
Money market mutual funds	9,368,083	-	-
Plan member contributions receivable	178,256	-	-
Accrued income receivable	121,242	-	-
Total assets	<u>29,541,479</u>	<u>148,274</u>	<u>\$ 681,704</u>
LIABILITIES			
Due to others	-	-	681,704
Due to other funds	27,330	-	-
Total liabilities	<u>27,330</u>	<u>-</u>	<u>\$ 681,704</u>
NET ASSETS			
Held in trust for pension benefits and other purposes	<u>\$ 29,514,149</u>	<u>\$ 148,274</u>	

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

TOWN OF BROOKFIELD, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2011
AND JUNE 30, 2012

	December 31, 2011	June 30, 2012
	Pension Trust Fund - Town of Brookfield Pension Plan	Private Purpose Trust Fund - Raymond Waidelich Scholarship Fund
ADDITIONS		
Contributions:		
Employer	\$ 773,939	\$ -
Plan members	377,500	-
Total contributions	<u>1,151,439</u>	<u>-</u>
Investment earnings:		
Interest	1,292,745	88
Net increase in the fair value of investments	197,122	-
Total investment earnings	<u>1,489,867</u>	<u>88</u>
Less: investment expense	<u>102,316</u>	<u>-</u>
Net investment earnings	<u>1,387,551</u>	<u>88</u>
Total additions	<u>2,538,990</u>	<u>88</u>
DEDUCTIONS		
Benefit payments	1,090,701	-
Administrative expenses	1,599	-
Awards expense	-	5,500
Total deductions	<u>1,092,300</u>	<u>5,500</u>
Change in net assets	1,446,690	(5,412)
Net assets - beginning	<u>28,067,459</u>	<u>153,686</u>
Net assets - ending	<u>\$ 29,514,149</u>	<u>\$ 148,274</u>

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

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Brookfield, Connecticut (the "Town") conform to accounting principles generally accepted in the United States of America, as applicable to governmental organizations. The following is a summary of significant accounting policies:

FINANCIAL REPORTING ENTITY

The Town of Brookfield, Connecticut was settled in 1788 and adopted its original charter in 1975. The Town operates under a Board of Selectmen and Board of Finance form of government and provides the following services as authorized by its charter: public safety, public works, recreation and leisure, education encompassing grades K-12, human and regional services, a free public library, water and sewer, and miscellaneous programs not included in the above.

The legislative power of the Town is vested with the Board of Selectmen and Town Meeting. The Board of Selectmen may enact, amend or repeal ordinances and resolutions. The Board of Finance is responsible for financial and taxation matters as prescribed by Connecticut General Statutes, and is responsible for presenting fiscal operating budgets for Town Meeting approval.

The Town administers the Town of Brookfield Pension Plan (the "Plan") which is a single employer, contributory, defined benefit plan. Per the plan document as adopted on July 1, 1968 and as amended on January 1, 1994, the plan has a calendar fiscal year end. The Plan does not issue stand-alone financial statements and is part of the Town's financial reporting entity. As such, balances of the Plan as of and for the year ended December 31, 2011, the Plan's most recently completed fiscal year, are accounted for in the fiduciary fund financial statements as a pension trust fund. The Plan is discussed more fully in Note 10.

The basic financial statements of the reporting entity include only the funds of the Town (the primary government) as no component units exist based on operational or financial relationships with the Town.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the Town and include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Interfund services provided and used are not eliminated in the process of consolidation. The statements are intended to distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

Fund Financial Statements

The fund financial statements provide information about the Town's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary and fiduciary - are presented. The emphasis of fund financial statements is on major governmental funds and enterprise funds, each displayed in a separate column. All remaining governmental funds and enterprise funds are aggregated and reported as nonmajor funds.

The Town reports the following major governmental funds:

General Fund - This fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those accounted for and reported in another fund.

Bonded Projects Fund - This fund is used to account for the revenues and expenditures related to significant capital projects funded by general obligation bonded debt.

Water Assessment Fund - This fund is used to account for the financing of waterline improvements that benefit certain properties. Revenues in this fund include assessment charges and interest thereon committed to repayment of waterline related debt.

The Town reports the following major enterprise fund:

Water Pollution Control Authority - This fund is used to account for revenues and expenses associated with the sewer collection and processing services for the Town's residences and businesses.

In addition, the Town reports the following fund types:

Pension Trust Funds - This fund type is used to account for resources held in trust for the members and beneficiaries of the Town of Brookfield Pension Plan, which is a defined benefit pension plan. This plan is discussed more fully in Note 10.

Private Purpose Trust Funds - This fund type is used to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The Town utilizes a private purpose trust fund to account for activities of the Raymond Waidelich Scholarship Fund.

Agency Funds - These funds are used to account for resources held by the Town in a purely custodial capacity. The Town utilizes these funds to account for assets of the student activities funds and the performance bonds fund. The student activities funds account for monies generated by student activities in the Town's school system. The performance bonds fund accounts for monies received to ensure that driveways and lawns are installed to correct specifications for new home construction.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-wide, Proprietary and Fiduciary Fund Financial Statements

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's enterprise fund consist of charges to customers for services relating to sewer usage. Operating expenses of the Town's enterprise fund consist of salaries and employee benefits, utilities, maintenance and repairs, supplies and administrative expense, processing expense and depreciation of capital assets. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Accounting and financial reporting for governmental and business-type activities is based on all applicable Governmental Accounting Standards Board ("GASB") pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements:

- a. Financial Accounting Standards Board ("FASB") Statements and Interpretations;
- b. Accounting Principles Board Opinions;
- c. Accounting Research Bulletins of the Committee on Accounting Procedure.

In accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Town may also apply FASB pronouncements issued after November 30, 1989 to business-type activities and enterprise funds, unless these pronouncements conflict with or contradict GASB pronouncements. The Town has elected not to follow subsequent private-sector pronouncements.

Governmental Fund Financial Statements

Governmental fund financial statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are susceptible to accrual, that is, when they are both measurable and available. Revenues are considered to be available if they are collected 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 period. Property taxes, grants and contracts, and interest associated with the current period are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the cash is received by the Town. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ASSETS, LIABILITIES AND FUND EQUITY

Cash Equivalents

Cash and cash equivalents include short-term, highly liquid investments with original maturities of three months or less when purchased.

Investments

In accordance with Governmental Accounting Standards Board Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the Town presents all investments at fair value.

Inventories

Inventories are reported at cost using the first-in first-out (FIFO) method, except for USDA donated commodities, which are recorded at market value. Inventories are recorded as expenditures when consumed rather than when purchased.

Restricted Cash and Cash Equivalents

Restricted cash consists of amounts held in escrow in accordance with permanent maintenance agreements executed with certain property owners in the Town. The funds may only be disbursed in accordance with the permanent maintenance agreements. In addition, restrictions have been placed on certain cash and cash equivalent balances for outlet capacity and other maintenance related expenditures.

Property Taxes, Water and Sewer Assessments and Usage Charges

Property taxes are assessed as of October 1. Taxes are billed in the following July and are due in two installments, July 1 and January 1. Personal property and motor vehicle taxes are billed in July and are due in one installment, July 1. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible taxes of \$140,000 as of June 30, 2012.

Upon completion of projects, water and sewer assessments are levied and assessed to the users each December. Usage charges are billed quarterly. Assessments and user charges are due and payable within thirty days and delinquent amounts are subject to interest at prevailing rates. Liens are filed on all properties until the assessment is paid in full.

Capital Assets

Capital assets, which include property, equipment, and infrastructure assets placed in service prior to June 30, 1980 (e.g. roads, bridges, sidewalks, and similar items), are reported in the government-wide and proprietary fund financial statements. Capital assets are defined by the Town as assets with an initial individual cost of more than \$20,000 for infrastructure assets and more than \$5,000 for all other assets. Such assets are recorded at historical cost, or estimated historical cost, if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of a capital asset or materially extend capital asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ASSETS, LIABILITIES AND FUND EQUITY (Continued)

Capital Assets (Continued)

Capital assets of the Town are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	50
Infrastructure	12 - 100
Machinery and equipment	5 - 25
Vehicles	5 - 20

Capital assets acquired under capital lease are amortized over the life of the lease term or estimated useful life of the asset, as applicable.

Unearned/Deferred Revenue

In the government-wide and fund financial statements, this liability represents resources that have been received but not yet earned. In the fund financial statements, this liability also represents revenues considered measurable but not available during the current period.

Compensated Absences

Under the terms of various union contracts, non-certified and certified Board of Education employees may accumulate and vest in 100 to 180 days of sick time after 12 years of continuous service. Upon termination, these employees receive from \$25 up to \$60 per day of accumulated sick time. Vacation time for Board of Education employees must be used during the fiscal year and cannot be carried over. However, there may be an occasional exception to this policy based upon the terms of a specific individual's contract.

Town employees earn vacation time based upon years of service and under the terms of various union contracts. Police officers earn vacation based on each anniversary date. A maximum of five days may be carried over, but it must be used within the first three months of the new anniversary year. All other Town employees earn vacation based on a calendar year. A maximum of five days may be carried over, but it must be used within the first six months of the new calendar year.

All compensated absences are accrued when incurred in the government-wide, proprietary fund and fiduciary fund financial statements. Expenditures for compensated absences are recognized in the governmental fund financial statements in the current year to the extent they have matured (i.e. due to resignation or retirement).

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 in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges.

In the fund financial statements, governmental funds 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 BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (*Continued*)
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)

ASSETS, LIABILITIES AND FUND EQUITY (*Continued*)

Fund Equity

The statement of net assets presents the Town's non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are reported in three categories:

Invested in capital assets, net of related debt - This category consists of capital assets, net of accumulated depreciation and amortization and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement of capital assets.

Restricted net assets - This category consists of net assets whose use is restricted either through external restrictions imposed by creditors, grantors, contributors, and the like, or through restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets - This category consists of net assets which do not meet the definition of the two preceding categories.

The Town's governmental funds report the following fund balance categories:

Nonspendable - Amounts that cannot be spent because they are not in spendable form or they are legally or contractually required to be maintained intact.

Restricted - Constraints are placed on the use of resources that are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Finance (the highest level of decision making authority of the Town) and cannot be used for any other purpose unless the Town removes or changes the specified use by taking the same formal action.

Assigned - Amounts are constrained by the government's intent to be used for specific purposes, but are not restricted or committed. Amounts may be constrained to be used for a specific purpose by a governing board or body or official that has been delegated authority to assign amounts by the Town Charter and include the First Selectman and the Controller.

Unassigned - Residual classification for the General Fund or amounts necessary in other governmental funds to eliminate otherwise negative fund balance amounts in the other four categories.

The Town does not have a formal policy over the use of fund balance. In accordance with GASB Statement No. 54, the Town will use restricted resources first, then unrestricted resources as needed. Unrestricted resources are used in the following order: committed; assigned; then unassigned.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

INTERFUND ACTIVITIES

Interfund activities are reported as follows:

Interfund Receivables and Payables

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). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Interfund Services Provided and Used

Sales and purchases of goods and services between funds for a price approximating their external exchange value are reported as revenues and expenditures, or expenses, in the applicable funds.

Interfund Transfers

Interfund transfers represent flows of assets without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after non-operating revenues and expenses.

Interfund Reimbursements

Interfund reimbursements represent repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 2 - BUDGETARY INFORMATION AND DEFICIT FUND BALANCE

BUDGETARY INFORMATION

The Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements.

- On the first Tuesday in May, the Board of Finance submits a proposed operating budget for the fiscal year commencing July 1 to a Town Meeting, at which taxpayer comments are obtained. The operating budget includes proposed expenditures and the means of financing them.
- Prior to July 1, the budget is legally adopted by a vote of the annual Town Meeting.
- Expenditures are budgeted by function, department and object. The legal level of budgetary control, the level at which expenditures may not exceed appropriations, is established by function and department. Transfers of budgeted amounts between departments must be approved by the Board of Finance. Management may transfer amounts between line items within a department. The Board of Finance may approve additional appropriations for a department, provided such additional appropriations do not exceed, in the aggregate in any one year, the lesser of ten percent of the amount originally appropriated or \$20,000, provided that the aggregate sum of all additional appropriations may not exceed one percent of the total original annual appropriation. Appropriations in excess of the amount which the Board of Finance may approve must be approved by vote of a Town Meeting. Additional appropriations of \$553,000 were approved during the year ended to fund additional capital outlays related to ongoing projects.
- Formal budgetary integration is employed as a management control device during the year.
- The budget is prepared on the modified accrual basis of accounting. "On-behalf" payments made by the State of Connecticut into the State Teacher's Retirement System (*see Note 10*) are not recorded for budgetary purposes.
- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reported in budgetary reports as expenditures of the current year.
- All unexpended appropriations lapse at year-end, except those for the Capital Projects Funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 2 - BUDGETARY INFORMATION AND DEFICIT FUND BALANCE (Continued)

BUDGETARY INFORMATION (Continued)

As described above, accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP basis"). The differences include additional revenues and expenditures pertaining to certain Town funds that are not budgeted for by the Town due to perspective differences. A reconciliation of General Fund amounts presented on the budgetary basis to amounts presented on the GAAP basis is as follows for the year ended June 30, 2012:

	<u>Total</u> <u>Revenues</u>	<u>Total</u> <u>Expenditures</u>	<u>Other</u> <u>Financing</u> <u>Sources (Uses)</u>	<u>Net Change</u> <u>In Fund</u> <u>Balance</u>	<u>Fund</u> <u>Balance</u>
Budgetary basis	\$ 56,244,536	\$ 54,537,953	\$ (851,294)	\$ 855,289	\$ 5,409,797
"On-behalf" payments - State Teachers Retirement Fund (see Note 10)	3,697,197	3,697,197	-	-	-
Expenditures recorded as transfers out for budgetary purposes	-	191,000	191,000	-	-
Revenues and expenditures pertaining to other Town funds not recognized for budgetary purposes due to perspective differences:					
Library Operating Fund	32,204	604,476	560,747	(11,525)	293,109
Heart and Hypertension Reserve	(28,999)	97,263	-	(126,262)	310,799
Economic Development Fund	-	-	-	-	31,923
GAAP basis	<u>\$ 59,944,938</u>	<u>\$ 59,127,889</u>	<u>\$ (99,547)</u>	<u>\$ 717,502</u>	<u>\$ 6,045,628</u>

DEFICIT FUND BALANCE

The following Funds have a deficit balance as of June 30, 2012:

<u>Fund</u>	<u>Fund Balance</u> <u>Deficit</u>
Bonded Projects Fund	\$ 6,219,522
Miscellaneous BOE Programs	16,013
Capital and Non Recurring	460,229

These deficits do not constitute a violation of statutory provisions. The deficits will be funded through the issuance of additional long term debt, transfers from the General Fund, and future program revenues.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 3 - CASH DEPOSITS AND INVESTMENTS

A reconciliation of the Town's cash and cash equivalents as of June 30, 2012 is as follows:

Government-wide statement of net assets:

Unrestricted:

Cash and cash equivalents	\$ 8,695,634
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Restricted:

Cash and cash equivalents	1,839,256
	10,534,890

Statement of fiduciary net assets:

Cash and cash equivalents - Agency Funds	320,582
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Cash and cash equivalents - Pension Trust Fund	697,104
--	---------

	1,017,686
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	\$ 11,552,576
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CASH DEPOSITS - CUSTODIAL CREDIT RISK

Custodial credit risk is the risk that, in the event of a bank failure, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a deposit policy for custodial credit risk. Effective December 31, 2010, extending through December 31, 2012, all noninterest-bearing transaction accounts are fully insured, regardless of the balances of the account. As of June 30, 2012, \$2,584,209 of the Town's bank balance of \$12,298,097 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 2,325,788
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Uninsured and collateralized with securities held by the pledging bank's trust department or agent but not in the Town's name	258,421
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	\$ 2,584,209
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All of the Town's deposits were in qualified public institutions as defined by Connecticut general statute. Under this statute, any bank holding public deposits must at all times maintain, segregated from its other assets, eligible collateral in an amount equal to a certain percentage of its public deposits. The applicable percentage is determined based on the bank's risk-based capital ratio. The amount of public deposits is determined based on either the public deposits reported on the most recent quarterly call report, or the average of the public deposits reported on the four most recent quarterly call reports, whichever is greater. The collateral is kept in the custody of the trust department of either the pledging bank or another bank in the name of the pledging bank.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (Continued)

INVESTMENTS

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

Investments (except Pension Trust Funds)

Other investments:	
Equity securities	449,592
Total	\$ 449,592

In accordance with GASB Statement No. 40 *Deposit and Investment Risk Disclosures*, the Town has separately disclosed its Pension Trust Fund investments, as these investments have greater risk exposures than the Town's investments.

As of June 30, 2012, the Pension Trust Fund investments consisted of the following:

Pension Trust Fund

Investment type	Fair Value	Investment Maturities (In Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
Debt Securities:					
Asset backed securities	\$ 716,103	\$ -	\$ -	\$ -	\$ 716,103
Corporate bonds	1,362,494	315,516	156,701	433,071	457,206
Mortgage backed securities	6,422,481	6,710	54,117	384,914	5,976,740
U.S. Treasuries	10,675,716	-	3,961,415	5,757,818	956,483
Money market mutual funds	9,368,083	9,368,083	-	-	-
Total	28,544,877	\$ 9,690,309	\$ 4,172,233	\$ 6,575,803	\$ 8,106,532

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (Continued)

INVESTMENTS (Continued)

Interest Rate Risk

The Town does not have a formal investment policy that limits Town investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the Pension Trust Fund investments are subject to guidelines as set forth by the Town to the investment manager, which provide for a maximum of 20% of total investments in cash, 20% in equity securities and 60% in asset backed securities, corporate bonds, mortgage backed securities, U.S. Agencies and U.S. Treasuries.

Credit Risk

The Town has no investment policy that would further limit its investment choices beyond those limited by Connecticut general statutes. Connecticut general statutes permit the Town to invest in obligations of the United States, including its instrumentalities and agencies; in obligations of any state or of any political subdivision, authority or agency thereof, provided such obligations are rated within one of the top two rating categories of any recognized rating service; or in obligations of the State of Connecticut or of any political subdivision thereof, provided such obligations are rated within one of the top three rating categories of any recognized rating service. The Pension Trust Funds may also invest in certain real estate mortgages, in certain savings banks or savings and loan associations, or in stocks or bonds or other securities selected by the trustee, with the care of a prudent investor.

The Pension Trust Fund investments in debt securities, whose ratings are required to be disclosed in accordance with GASB No. 40, were rated by Standard & Poor's as follows at June 30, 2012:

Pension Trust Funds					
Standard & Poor's	Asset Backed Securities	Corporate Bonds	Mortgage Backed Securities	Money Market Mutual Funds	Total Fair Value
AA	\$ -	\$ -	\$ 6,422,481	\$ -	\$ 6,422,481
A	503,090	-	-	-	503,090
BBB	213,013	1,362,494	-	-	1,575,507
Unrated	-	-	-	9,368,083	9,368,083
Total	\$ 716,103	\$ 1,362,494	\$ 6,422,481	\$ 9,368,083	\$ 17,869,161

No credit risk disclosures are required under GASB Statement No. 40 relating to the Pension Trust Fund investments in U.S. Treasuries.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 3 - CASH DEPOSITS AND INVESTMENTS (Continued)

INVESTMENTS (Continued)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of a counterparty, the Town or Pension Trust Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town's and Pension Trust Fund's investments are not exposed to custodial credit risk at June 30, 2012, as they are held by a trustee in the Town's name.

Concentrations of Credit Risk

The Town places no limit on the amount of investment in any one issuer.

The Pension Trust Fund investments in U.S. Treasuries are not exposed to concentrations of credit risk. However, more than 5 percent of the Pension Trust Fund investments are in mortgage backed securities. Such investments represent 22.5% of the Pension Trust Fund total investments. Although the total portfolio in these investments exceeds 5%, no individual holding within this category exceeded 5% of the Pension Trust Fund total investments.

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2012 consisted of the following:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 11,370,803	\$ -	\$ -	\$ 11,370,803
Construction in progress	31,828,807	2,663,629	(1,072,983)	33,419,453
Total capital assets, not being depreciated	<u>43,199,610</u>	<u>2,663,629</u>	<u>(1,072,983)</u>	<u>44,790,256</u>
Capital assets, being depreciated:				
Buildings and improvements	32,734,437	-	-	32,734,437
Infrastructure	17,988,173	-	-	17,988,173
Machinery and equipment	3,410,057	31,420	-	3,441,477
Vehicles	3,743,230	669,564	(309,189)	4,103,605
Total capital assets, being depreciated	<u>57,875,897</u>	<u>700,984</u>	<u>(309,189)</u>	<u>58,267,692</u>
Less accumulated depreciation and amortization for:				
Buildings and improvements	15,060,623	617,928	-	15,678,551
Infrastructure	7,569,518	290,180	-	7,859,698
Machinery and equipment	2,363,036	311,934	-	2,674,970
Vehicles	2,110,916	319,443	(283,588)	2,146,771
Total accumulated depreciation and amortization	<u>27,104,093</u>	<u>1,539,485</u>	<u>(283,588)</u>	<u>28,359,990</u>
Total capital assets, being depreciated, net	<u>30,771,804</u>	<u>(838,501)</u>	<u>(25,601)</u>	<u>29,907,702</u>
Governmental activities capital assets, net	<u>\$ 73,971,414</u>	<u>\$ 1,825,128</u>	<u>\$ (1,098,584)</u>	<u>\$ 74,697,958</u>

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 4 - CAPITAL ASSETS (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type Activities				
Capital assets, not being depreciated:				
Construction in progress	\$ 35,444	\$ 231,101	\$ (78,592)	\$ 187,953
Total capital assets, not being depreciated	<u>35,444</u>	<u>231,101</u>	<u>(78,592)</u>	<u>187,953</u>
Capital assets, being depreciated:				
Buildings and improvements	2,139,055	536,285	-	2,675,340
Infrastructure	7,739,657	572,800	-	8,312,457
Machinery and equipment	784,249	17,255	-	801,504
Vehicles	53,056	101,068	-	154,124
Total capital assets, being depreciated	<u>10,716,017</u>	<u>1,227,408</u>	<u>-</u>	<u>11,943,425</u>
Less accumulated depreciation and amortization for:				
Buildings and improvements	64,063	132,743	-	196,806
Infrastructure	1,087,145	41,547	-	1,128,692
Machinery and equipment	482,651	38,888	-	521,539
Vehicles	19,477	75,118	-	94,595
Total accumulated depreciation and amortization	<u>1,653,336</u>	<u>288,296</u>	<u>-</u>	<u>1,941,632</u>
Total capital assets, being depreciated, net	<u>9,062,682</u>	<u>939,112</u>	<u>-</u>	<u>10,001,793</u>
Business-type activities capital assets, net	<u>\$ 9,098,126</u>	<u>\$ 1,170,213</u>	<u>\$ (78,592)</u>	<u>\$ 10,189,746</u>

Depreciation and amortization expense was charged to functions of the Town as follows:

Governmental Activities:	
General government	\$ 123,018
Human services	43,763
Public works	457,753
Public safety	286,530
Recreation and leisure	76,822
Education	551,599
Total depreciation and amortization expense - governmental activities	<u>\$ 1,539,485</u>
Business-type Activities:	
Water Pollution Control Authority	\$ 288,296
Total depreciation and amortization expense - business-type activities	<u>\$ 288,296</u>

As of June 30, 2012, the Town had authorized ongoing construction projects with unexpended amounts totaling approximately \$12.7 million.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 5 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivable and payable balances at June 30, 2012 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Governmental Funds:		
General Fund	Other Governmental Funds	\$ 595,928
Bonded Projects Fund	General Fund	741,420
Water Assessment Fund	General Fund	710,447
Other Governmental Funds	General Fund	724,009
		<u>\$ 2,771,804</u>
Proprietary Funds:		
Water Pollution Control Authority	General Fund	\$ 421,464
Fiduciary Funds:		
Raymond Waidelich Scholarship Fund	General Fund	\$ 120,944
	Pension Trust Fund	27,330
		<u>148,274</u>
Performance Bonds Fund	General Fund	361,122
		<u>\$ 509,396</u>

The above balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

NOTE 6 - INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2012 consisted of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Governmental Funds:		
Bonded Projects Fund	General Fund	\$ 485,000
	Water Pollution Control Authority	1,045,000
		<u>1,530,000</u>
Other Governmental Funds	General Fund	507,105
	Water Pollution Control Authority	100,000
		<u>607,105</u>
		<u>\$ 2,137,105</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, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 7 - SHORT-TERM DEBT

The following is a summary of changes in short-term debt for the year ended June 30, 2012:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Bond anticipation notes payable	\$ -	\$ 6,750,000	\$ -	\$ 6,750,000
	<u>\$ -</u>	<u>\$ 6,750,000</u>	<u>\$ -</u>	<u>\$ 6,750,000</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type Activities				
Bond anticipation note payable	\$ -	\$ 1,045,000	\$ -	\$ 1,045,000
	<u>\$ -</u>	<u>\$ 1,045,000</u>	<u>\$ -</u>	<u>\$ 1,045,000</u>

NOTE 8 - LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2012:

	<u>Beginning Balance</u>	<u>Transfer</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities						
Bonds payable:						
General obligation bonds	\$ 37,155,000	\$ -	\$ -	\$ (2,865,000)	\$ 34,290,000	\$ 2,785,000
Unamortized amounts:						
Premium	278,860	-	-	(20,915)	257,945	-
Total bonds payable	<u>37,433,860</u>	<u>-</u>	<u>-</u>	<u>(2,885,915)</u>	<u>34,547,945</u>	<u>2,785,000</u>
Other liabilities:						
Notes payable	931,071	-	-	(81,075)	849,996	83,205
Capital leases	680,323	-	-	(235,223)	445,100	126,000
Compensated absences	819,066	-	100,002	(150,142)	768,926	15,000
Net pension obligation	3,941,321	-	905,206	-	4,846,527	-
Net OPEB obligation	7,795,007	-	2,243,607	-	10,038,614	-
	<u>\$ 51,600,648</u>	<u>\$ -</u>	<u>\$ 3,248,815</u>	<u>\$ (3,352,355)</u>	<u>\$ 51,497,108</u>	<u>\$ 3,009,205</u>

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 8 - LONG-TERM LIABILITIES (Continued)

	<u>Beginning</u> <u>Balance</u>	<u>Transfer</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u> <u>Balance</u>	<u>Due Within</u> <u>One Year</u>
Business-type Activities						
General obligation bonds	\$ 2,010,000	\$ -	\$ -	\$ (205,000)	\$ 1,805,000	\$ 205,000
Other liabilities:						
Notes payable	3,828,971	-	-	(283,419)	3,545,552	289,139
Compensated absences	14,857	-	646	-	15,503	2,000
	<u>\$ 5,853,828</u>	<u>\$ -</u>	<u>\$ 646</u>	<u>\$ (488,419)</u>	<u>\$ 5,366,055</u>	<u>\$ 496,139</u>

Certain general obligation bonds and the note payable allocable to sewer projects are secured by the full faith and credit of the Town but are substantially liquidated by sewer use and assessment billings. The remaining liabilities above typically have been liquidated in the General and other governmental funds.

GENERAL OBLIGATION BONDS AND NOTES PAYABLE

A summary of general obligation bonds and notes payable outstanding at June 30, 2012 is as follows:

<u>Description</u>	<u>Final</u> <u>Maturity</u> <u>Dates</u>	<u>Interest</u> <u>Rates</u>	<u>Amount</u> <u>Outstanding</u>
Governmental Activities			
Bonds Payable			
General obligation bonds issued 1993, original amount \$4,890,000	2014	4.2% - 5.25%	\$ 390,000
School bonds issued 1997, original amount \$4,000,000	2017	4.65% - 5.75%	1,060,000
General obligation bonds issued 1999, original amount \$2,705,000	2020	4.75% - 5.875%	1,080,000
General obligation and school bonds issued 2002, original amount \$7,900,000	2022	4.0% - 5.0%	4,000,000
General obligation bonds issued 2006, original amount \$26,000,000	2025	3.5% - 5.0%	19,085,000
General obligation bonds issued 2010, original amount \$9,145,000	2031	2.0% - 4.0%	8,675,000
			<u>34,290,000</u>
Notes Payable			
Note payable issued 2009, original amount \$190,505	2014	3.0%	98,158
Drinking Water Note payable issued 2010, original amount \$827,361	2030	2.06%	751,838
			<u>849,996</u>
			<u>\$ 35,139,996</u>

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 8 - LONG-TERM LIABILITIES (Continued)

GENERAL OBLIGATION BONDS AND NOTES PAYABLE (Continued)

Description	Dates	Rates	Outstanding
Business-type Activities			
Bonds Payable			
Sewer bonds issued 1993, original amount \$3,400,000	2022	3.65% - 5.375%	\$ 1,160,000
Sewer bonds issued 1997, original amount \$980,000	2017	4.65% - 5.75%	240,000
Sewer bonds issued 2010, original amount \$430,000	2031	2.0% - 4.0%	405,000
			<u>1,805,000</u>
Notes Payable			
Clean Water Fund note payable issued 1994, original amount \$2,096,973	2013	2.0%	141,406
Clean Water Fund note payable issued 2010, original amount \$3,747,082	2030	2.0%	3,404,146
			<u>3,545,552</u>
			<u>\$ 5,350,552</u>

Annual debt service requirements to maturity on general obligation bonds and notes payable are as follows as of June 30, 2012:

Year ending June 30:	Business-type Activities					
	General Obligation Bonds		Notes Payable		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 205,000	\$ 77,700	\$ 289,139	\$ 68,271	\$ 494,139	\$ 145,971
2014	205,000	68,095	172,912	63,448	377,912	131,543
2015	180,000	58,945	165,193	60,162	345,193	119,107
2016	180,000	50,325	168,528	56,827	348,528	107,152
2017	180,000	41,705	171,929	53,426	351,929	95,131
2018-2022	675,000	105,780	913,125	213,650	1,588,125	319,430
2023-2027	100,000	19,845	1,009,074	117,701	1,109,074	137,546
2028-2031	80,000	5,208	655,652	20,414	735,652	25,622
	<u>\$ 1,805,000</u>	<u>\$ 427,603</u>	<u>\$ 3,545,552</u>	<u>\$ 653,899</u>	<u>\$ 5,350,552</u>	<u>\$ 1,081,502</u>

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 8 - LONG-TERM LIABILITIES (Continued)

GENERAL OBLIGATION BONDS AND NOTE PAYABLE (Continued)

Year ending June 30:	Business-type Activities					
	General Obligation Bonds		Notes Payable		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 205,000	\$ 77,700	\$ 289,139	\$ 68,271	\$ 494,139	\$ 145,971
2014	205,000	68,095	172,912	63,448	377,912	131,543
2015	180,000	58,945	165,193	60,162	345,193	119,107
2016	180,000	50,325	168,528	56,827	348,528	107,152
2017	180,000	41,705	171,929	53,426	351,929	95,131
2018-2022	675,000	105,780	913,125	213,650	1,588,125	319,430
2023-2027	100,000	19,845	1,009,074	117,701	1,109,074	137,546
2028-2031	80,000	5,208	655,651	20,414	735,651	25,622
	<u>\$ 1,805,000</u>	<u>\$ 427,603</u>	<u>\$ 3,545,551</u>	<u>\$ 653,899</u>	<u>\$ 5,350,551</u>	<u>\$ 1,081,502</u>

Connecticut General Statutes Section 7-374(b) provides that authorized debt of the Town shall not exceed seven times base receipts, as defined in the Statute, or \$365,624,630 as of June 30, 2012. Further, the Statute limits the amount of debt that may be authorized by the Town for general purposes, schools, sewers, urban renewal and pension deficit. The Town did not exceed any of the statutory debt limitations at June 30, 2012.

As of June 30, 2012, the Town had authorized but unissued bonds totaling \$3,753,273.

SCHOOL BOND REIMBURSEMENTS

The State of Connecticut reimburses the Town for eligible school bond principal and interest costs. The amount of reimbursement for the year ended June 30, 2012 was \$189,884. Additional reimbursements of principal and interest aggregating \$338,664 and \$37,720, respectively, are expected to be received through the applicable bonds' maturity dates. The Town has recorded a receivable relating to the principal portion of these payments in the accompanying statement of net assets. The long term portion of \$196,687 will be realized by the Town through fiscal year 2016.

CAPITAL LEASES

A summary of assets acquired through capital leases is as follows as of June 30, 2012:

	Governmental Activities
Machinery and Equipment	\$ 1,082,585
Less: accumulated amortization	327,602
	<u>\$ 754,983</u>

Amortization expense relative to leased property under capital leases totaled \$81,586 for the year ended June 30, 2012 and is included in depreciation and amortization expense disclosed in Note 4.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 8 - LONG-TERM LIABILITIES (Continued)

CAPITAL LEASES (Continued)

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

	Governmental Activities
Year Ending June 30:	
2013	\$ 135,865
2014	133,072
2015	76,280
2016	74,684
2017	25,788
2018	24,941
Total minimum lease payments	470,630
Less: amount representing interest	25,530
Present value of minimum lease payments	<u>\$ 445,100</u>

NOTE 9 - UNEARNED/DEFERRED REVENUE

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

	Unavailable	Unearned
Governmental Activities:		
Delinquent property taxes receivable	\$ 617,051	\$ -
Advance property tax collections	-	79,600
Assessments receivable	3,065,057	-
Grant drawdowns prior to meeting all eligibility requirements	-	32,442
Park and Recreation Program Fees	-	172,748
	<u>3,682,108</u>	<u>284,790</u>
Business-type Activities:		
Sewer usage fees billed in advance	-	256,363
	<u>\$ 3,682,108</u>	<u>\$ 541,153</u>

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 10 - PENSION PLANS

DEFINED BENEFIT PLAN

Plan Description

The Town administers the Town of Brookfield Pension Plan (the "Plan") which is a single employer, contributory, defined benefit plan. Plan benefits and contribution requirements are established by the plan document adopted July 1, 1968, and as amended January 1, 1994, by approval of the Board of Selectmen. All full time employees eligible to participate in the plan become a plan participant on the first day of the month following completion of one year of employment. The Plan does not issue stand-alone financial statements and is part of the Town's financial reporting entity. As such, the Plan is accounted for in the fiduciary fund financial statements as a pension trust fund.

Summary of Significant Accounting Policies

The Plan is accounted for using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the Plan are recognized when due and the employer has made a formal commitment to provide contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Investments are recorded at fair value. Securities traded on national exchanges are valued at the last reported sales price. Investment income is recognized when earned and gains and losses on sales or exchanges are recognized on the transaction date.

Administrative costs of the Plan are funded by the Town.

Plan Membership

Membership of the Plan consisted of the following as of the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	90
Terminated plan members entitled to but not yet receiving benefits	7
Active plan members	<u>159</u>
	<u><u>256</u></u>

Contributions

The contribution requirements of plan members and the Town are established and may be amended by the Board of Selectmen. The Town's funding policy provides for periodic employer contributions at rates that, when expressed as a percentage of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due. The contribution rate for normal costs of the Plan was determined using the entry age normal cost method.

Employees are required to contribute 5% of their earnings to the Plan.

For the year ended June 30, 2012, employer contributions to the Plan represented 8.5% of covered payroll.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 10 - PENSION PLANS (Continued)

DEFINED BENEFIT PLAN (Continued)

Benefit Provisions

Benefit provisions are established and may be amended by the Board of Selectmen. The normal retirement benefit is calculated as a percentage of the participant's average monthly earnings during the highest three consecutive years (five years for Board of Education participants) of employment multiplied by years of service. The percentages are as follows: Board of Education - 1.75% for years service prior to January 1, 1994 and 2.0% for years of service thereafter; Other - 2.0% for all years of service.

Normal retirement age is the earlier of age 55 with 10 years of service or 25 years of service regardless of age for police and age 62 for all others. Police are 100% vested after 10 years of service. All others are 50% vested after 5 years of service plus 10% for each additional year until becoming 100% vested. The Town has not given any post-retirement benefit increases.

Police officers who retire on or after July 1, 2006 will receive an annual 1% cost of living adjustment every July 1st.

Concentrations

There are no individual investments representing 5% or more of plan net assets.

Funded Status and Funding Progress

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

Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) - Entry Age Normal Cost Method (B)	Overfunded (Unfunded) AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
\$ 29,140,501	\$ 37,535,147	\$ (8,394,646)	77.6%	\$ 9,034,099	92.9%

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

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contributions	Actual Contributions	Percentage Contributed
2007	\$ 794,358	\$ 346,881	43.7%
2008	993,194	340,362	34.3%
2009	1,119,831	499,126	44.6%
2010	1,736,719	495,547	28.5%
2011	1,687,026	343,184	20.3%
2012	1,816,697	773,939	42.6%

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 10 - PENSION PLANS (Continued)

DEFINED BENEFIT PLAN (Continued)

Additional Information and Actuarial Assumptions

Valuation date:	January 1, 2012
Actuarial cost method:	Entry Age Normal Cost Method
Amortization method:	Level Dollar Amount
Remaining amortization period:	15 years, open
Asset valuation method:	Market value
Actuarial assumptions:	
Investment rate of return*	6.50%
Projected salary increases*	3.00%

* Includes inflation at 2.5%.

Annual Pension Cost and Net Pension Obligation

Annual required contribution	\$ 1,816,697
Interest on net pension obligation	256,186
Adjustment to annual required contribution	(393,738)
Annual pension cost	<u>1,679,145</u>
Contributions made	<u>773,939</u>
Increase in net pension obligation	905,206
Net pension obligation, beginning of year	<u>3,941,321</u>
Net pension obligation, end of year	<u><u>\$ 4,846,527</u></u>

Three-Year Trend Information

Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2010	\$ 1,691,289	29.3%	\$ 2,691,409
2011	1,593,096	21.5%	3,941,321
2012	1,679,145	46.1%	4,846,527

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 10 - PENSION PLANS (Continued)

DEFINED BENEFIT PLAN (Continued)

Plan Financial Statements

TOWN OF BROOKFIELD, CONNECTICUT
STATEMENT OF PLAN NET ASSETS
DECEMBER 31, 2011

	Pension Trust Fund <hr/> Town of Brookfield Pension Plan <hr/>
ASSETS	
Cash and cash equivalents	\$ 697,104
Investments, at fair value:	
Corporate bonds	1,362,494
Mortgage backed securities	6,422,481
U.S. Treasuries	10,675,716
Asset backed securities	716,103
Money market mutual funds	9,368,083
Plan member contributions receivable	178,256
Accrued income receivable	121,242
Total assets	<hr/> <u>29,541,479</u>
LIABILITIES	
Due to other funds	27,330
Total liabilities	<hr/> <u>27,330</u>
NET ASSETS	
Held in trust for pension benefits (See schedule of funding progress on pages 51 and 59)	<hr/> 29,514,149
Total net assets	<hr/> <u>\$ 29,514,149</u>

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 10 - PENSION PLANS (Continued)

DEFINED BENEFIT PLAN (Continued)

Plan Financial Statements (Continued)

TOWN OF BROOKFIELD, CONNECTICUT
STATEMENT OF CHANGES IN PLAN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Pension Trust Fund
	Town of Brookfield Pension Plan
ADDITIONS	
Contributions:	
Employer	\$ 773,939
Plan members	377,500
Total contributions	1,151,439
Investment earnings:	
Interest	1,292,745
Net increase in the fair value of investments	197,122
Total investment earnings	1,489,867
Less: investment expense	102,316
Net investment earnings	1,387,551
Total additions	2,538,990
DEDUCTIONS	
Benefit payments	1,090,701
Administrative expenses	1,599
Total deductions	1,092,300
NET INCREASE	1,446,690
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
Beginning of year	28,067,459
End of year	\$ 29,514,149

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 10 - PENSION PLANS (Continued)

TEACHERS' RETIREMENT SYSTEM

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board.

Certain part-time and all 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. After five years of service, teachers are fully vested in their own contributions. After ten years of service, teachers are fully vested in the monthly pension benefit which is payable at the age of sixty. 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 Town basis. For the year ended June 30, 2012, Town teachers contributed \$1,304,999 to the plan and covered payroll for the year was \$17,999,988.

In accordance with the provisions of Governmental Accounting Standards Board Statement No. 24, the Town has reported "on behalf" payments of \$3,697,197 made by the State of Connecticut into the plan as intergovernmental revenues and education expenditures of the General Fund in the accompanying statement of revenues, expenditures and changes in fund balances of governmental funds.

NOTE 11 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description

The Town of Brookfield administers an Other Post-Employment Benefits Plan (the "Plan"), which is a single-employer defined benefit healthcare plan. The Plan provides healthcare insurance benefits for eligible retirees and their spouses through the Town's group health insurance plan, which covers both active and retired members, as well as certain life insurance benefits. Benefit provisions are established through negotiations between the Town and the unions representing Town employees and are renegotiated each three-year bargaining period. The Plan does not issue a publicly available financial report and is not included in the financial statements of another entity.

Funding Policy

Contribution requirements of the plan members and the Town are established in the Plan document and may be amended through negotiations between the Town and the unions. Currently, the Town contributes the following for various classes of employees covered:

Town Employees (excluding highway, public works and police): Prior to age 65 and with ten years of service, the Town pays 15% and the retiree pays 85% of the cost of current year premiums for both the retiree and spouse. The retiree portion is reduced by 5% for each additional year of service, until at 25 years of service, the Town pays 90% and the retiree pays 10% of the cost of current year premiums. The Town pays 100% of the premium cost for retirees with over twenty-five years of service. The Town pays 100% of the premium costs for retirees and their spouses at the age of sixty-five and beyond.

Highway and Public Works Employees: Prior to age 65, the Town pays 60% and the retiree pays 40% of the cost of current year premiums for both the retiree and spouse. The Town pays 80% of the premium cost for retirees and 75% of the premium costs for the retiree's spouse at the age of sixty-five and beyond. The Town pays 100% of the premium costs for existing retirees.

TOWN OF BROOKFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 11 - OTHER POST EMPLOYMENT BENEFITS (OPEB) (Continued)

Funding Policy (Continued)

Police: Prior to age 65 and with less than five years of service, the Town pays 80% and the retiree pays 20% of the cost of current year premiums for both the retiree and spouse. Prior to age 65 and with five years of service, the Town pays 80% and the retiree pays 20% of the cost of current premiums for the retiree only. The retiree pays 100% of the cost of current premiums for the spouse. The Town pays 95% and the retiree pays 5% of the premium cost for retirees and spouse at the age of sixty-five and beyond. The Town pays 100% of the premium costs for existing retirees.

Teachers and Administrators: Retirees pay 100% of the contribution depending on the plan selected, up to the age of sixty-five. Teachers who are not eligible for Medicare may remain in the pre-65 medical plan and pay 100% of the premium.

For fiscal year 2012, the Town contributed \$613,631 to the Plan. The Plan is financed on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

The Town's annual OPEB cost (expense) is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Town's net OPEB obligation.

Annual required contribution	\$ 3,137,050
Interest on net OPEB obligation	311,800
Adjustment to annual required contribution	<u>(433,538)</u>
Annual OPEB cost (expense)	3,015,312
Contributions made	<u>771,705</u>
Increase in net OPEB obligation	2,243,607
Net OPEB obligation, beginning of year	<u>7,795,007</u>
Net OPEB obligation, end of year	<u><u>\$ 10,038,614</u></u>

Three-Year Trend Information

Year Ended June 30	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2010	\$ 3,168,924	19.0%	\$ 5,215,556
2011	3,193,082	19.0%	7,795,007
2012	3,015,312	26.0%	10,038,614

TOWN OF BROOFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 11 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)

Funded Status and Funding Progress

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

Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) - Projected Unit Credit Cost Method (B)	Overfunded (Unfunded) AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
\$ -	\$ 29,674,538	\$ (29,674,538)	0.0%	\$ 23,952,238	123.9%

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of events in the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the Town are subject to continual revision, as actual results are compared with past expectations and new estimates are made about the future. The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan (the plan as understood by the Town and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the Town and the plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Town and plan members in the future. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Valuation date:	July 1, 2010
Actuarial cost method:	Projected Unit Credit Actuarial Cost Method
Amortization method:	Level Dollar Amount
Remaining amortization period:	30 years, open
Asset valuation method:	N/A
Actuarial assumptions:	
Inflation rate	4.00%
Healthcare cost trend rate	10.0% initial
	5.00% final in 2013 and beyond for medical
	5.00% per year for dental

TOWN OF BROOFIELD, CONNECTICUT
NOTES TO THE FINANCIAL STATEMENTS (Continued)
JUNE 30, 2012

NOTE 12 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees or acts of God for which the Town carries commercial insurance. During 2012, deductibles paid by the Town were insignificant. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage during the past three years. There have been no significant reductions in any insurance coverage from amounts in the prior year.

The Town is a member of the Connecticut Interlocal Risk Management Agency ("CIRMA"), an unincorporated association of Connecticut local public agencies, which was formed in 1980 by the Connecticut Conference of Municipalities ("CCM") for the purpose of establishing and administering an interlocal risk management program pursuant to the provisions of Section 7-479a et. seq. of the Connecticut General Statutes. The Town is a member of CIRMA's worker's compensation pool, a risk sharing pool, which commenced operations on July 1, 1980. The worker's compensation pool provides statutory benefits pursuant to the provisions of the Connecticut Worker's Compensation Act. The coverage is subject to an incurred loss retrospective rating plan, and losses incurred in the coverage period will be evaluated at 18, 30, and 42 months after the effective date of coverage. CIRMA's worker's compensation pool retains \$1,000,000 per occurrence and purchases reinsurance above that amount to the limit of liability of \$10 million per occurrence.

NOTE 13 - COMMITMENTS AND CONTINGENCIES

There are several matters pending against the Town. The outcome and eventual liability to the Town, if any, in these cases is not known at this time. The Town's management, based upon consultation with legal counsel, estimates that potential claims against the Town, not covered by insurance, resulting from such litigation would not materially affect the financial position of the Town.

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

NOTE 14 - SUBSEQUENT EVENTS

In January 2013, the Town issued a \$8,580,000 bond anticipation note to refinance the existing bond anticipation note of \$7,795,000 and to fund additional capital projects included in the Bonded Projects Fund and the Water Pollution Control Authority.

**Required
Supplementary
Information**

TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULES OF FUNDING PROGRESS
JUNE 30, 2012

Pension Trust Fund

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) - Entry Age (B)	Overfunded (Unfunded) AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
January 1, 2006	\$ 22,028,908	\$ 21,809,032	\$ 219,876	101.0%	\$ 7,102,907	-3.1%
January 1, 2007	23,382,236	25,128,024	(1,745,788)	93.1%	7,534,785	23.2%
January 1, 2008	24,311,602	26,877,510	(2,565,908)	90.5%	7,947,320	32.3%
January 1, 2009	21,311,002	29,300,663	(7,989,661)	72.7%	8,078,903	98.9%
January 1, 2010	25,150,600	33,440,698	(8,290,098)	75.2%	8,124,134	102.0%
January 1, 2012	29,140,501	37,535,147	(8,394,646)	77.6%	9,034,099	92.9%

Other Post Employments Benefits Fund

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) - Projected Unit Credit Cost Method (B)	Overfunded (Unfunded) AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
July 1, 2008	\$ -	\$ 28,275,976	\$ (28,275,976)	0.0%	\$ 7,750,003	364.9%
July 1, 2010	-	29,674,538	(29,674,538)	0.0%	23,952,238	123.9%

Combining and Individual Fund Statements and Schedules

General Fund

TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
PROPERTY TAXES				
Revenues from property taxes	\$ 50,608,718	\$ 51,608,718	\$ 51,815,165	\$ 206,447
Telephone access	68,691	68,691	66,750	(1,941)
Total property taxes	<u>50,677,409</u>	<u>51,677,409</u>	<u>51,881,915</u>	<u>204,506</u>
INTERGOVERNMENTAL REVENUES				
Mashantucket Pequot grant	21,949	21,949	23,527	1,578
Manufacturer PILOT	110,000	110,000	0	(110,000)
Property tax relief	94,500	94,500	97,164	2,664
LOCIP	106,326	106,326	103,969	(2,357)
Pleasure boat registrations	10,000	10,000	0	(10,000)
PILOT grant	30,187	30,187	32,769	2,582
Town aid road	152,025	152,025	152,931	906
Other grants - general government	15,302	811,302	905,676	94,374
Education cost sharing grant	1,530,693	1,530,693	1,552,702	22,009
School transportation	31,753	31,753	34,099	2,346
School building grants	178,591	178,591	189,883	11,292
Non-public transportation	4,765	4,765	5,107	342
Total intergovernmental revenues	<u>2,286,091</u>	<u>3,082,091</u>	<u>3,097,827</u>	<u>15,736</u>
CHARGES FOR SERVICES				
Rental	45,000	45,000	23,330	(21,670)
Town clerk	375,000	375,000	326,480	(48,520)
Land use	310,000	310,000	466,733	156,733
Police department	17,500	17,500	21,732	4,232
Total charges for services	<u>747,500</u>	<u>747,500</u>	<u>838,275</u>	<u>90,775</u>
INTEREST AND LIEN FEES	<u>200,000</u>	<u>200,000</u>	<u>305,030</u>	<u>105,030</u>
INVESTMENT INCOME	<u>50,000</u>	<u>50,000</u>	<u>44,798</u>	<u>(5,202)</u>
MISCELLANEOUS	<u>53,000</u>	<u>53,000</u>	<u>76,691</u>	<u>23,691</u>
Total revenues	<u>54,014,000</u>	<u>55,810,000</u>	<u>56,244,536</u>	<u>434,536</u>
OTHER FINANCING SOURCES				
Proceeds from insurance settlement	-	-	892,558	892,558
Transfers in	300,000	853,000	-	(853,000)
Total other financing sources	<u>300,000</u>	<u>853,000</u>	<u>892,558</u>	<u>39,558</u>
Total revenues and other other financing sources	<u>\$ 54,314,000</u>	<u>\$ 56,663,000</u>	<u>\$ 57,137,094</u>	<u>\$ 474,094</u>

TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
GENERAL GOVERNMENT				
Selectmen	\$ 150,150	\$ 152,312	\$ 152,071	\$ (241)
Town clerk	174,511	174,511	171,646	(2,865)
Registrar of voters	80,626	80,626	69,528	(11,098)
Legal	262,825	262,825	258,253	(4,572)
Total general government	<u>668,112</u>	<u>670,274</u>	<u>651,498</u>	<u>(18,776)</u>
LAND USE				
Land use	687,216	698,405	688,785	(9,620)
Conservation commission	10,230	10,230	10,202	(28)
Historic district commission	4,200	4,200	4,185	(15)
Total land use	<u>701,646</u>	<u>712,835</u>	<u>703,172</u>	<u>(9,663)</u>
FINANCE AND TAXATION				
Assessor	237,695	237,695	237,183	(512)
Tax collector	192,388	200,388	196,149	(4,239)
Finance department	282,191	307,691	306,858	(833)
Board of finance	48,750	48,750	48,691	(59)
Board of assessment appeals	2,500	2,500	1,668	(832)
Economic development commission	111,770	118,270	117,921	(349)
Total finance and taxation	<u>875,294</u>	<u>915,294</u>	<u>908,470</u>	<u>(6,824)</u>
REGIONAL SERVICES				
Regional services	286,916	286,916	281,471	(5,445)
Total regional services	<u>286,916</u>	<u>286,916</u>	<u>281,471</u>	<u>(5,445)</u>
HUMAN RESOURCES				
Operations/human resources	114,005	128,505	128,168	(337)
Employee benefits	2,978,115	2,870,777	2,777,887	(92,890)
Insurance	463,005	463,005	453,436	(9,569)
Total human resources	<u>3,555,125</u>	<u>3,462,287</u>	<u>3,359,491</u>	<u>(102,796)</u>
PUBLIC WORKS				
Highway	1,430,188	2,334,598	2,334,597	(1)
Building services/maintenance	258,888	263,819	261,410	(2,409)
BOE building services	310,000	310,000	310,000	-
Town utilities	790,528	790,528	632,668	(157,860)
Recycling	51,552	51,552	28,787	(22,765)
Total public works	<u>2,841,156</u>	<u>3,750,497</u>	<u>3,567,462</u>	<u>(183,035)</u>
PUBLIC SAFETY				
Police department	3,281,761	3,281,761	3,277,321	(4,440)
Fire department - Center	253,115	253,115	253,115	-
EMS	208,186	208,186	208,186	-
Fire department - Candlewood	113,493	113,493	113,493	-
Civil defense	2,000	2,000	2,000	-
Total public safety	<u>3,858,555</u>	<u>3,858,555</u>	<u>3,854,115</u>	<u>(4,440)</u>

(Continued)

TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
RECREATION AND LEISURE				
Parks and recreation department	\$ 176,205	\$ 176,205	\$ 169,510	\$ (6,695)
Grounds department	440,018	504,569	504,446	(123)
Arts commission	1,500	1,500	1,492	(8)
Total recreation and leisure	<u>617,723</u>	<u>682,274</u>	<u>675,448</u>	<u>(6,826)</u>
SOCIAL SERVICES				
Social services	52,550	54,479	50,894	(3,585)
Community center	114,858	125,770	120,137	(5,633)
Regional social services	11,750	11,750	11,750	-
Total social services	<u>179,158</u>	<u>191,999</u>	<u>182,781</u>	<u>(9,218)</u>
EDUCATION				
Teachers salaries	16,362,315	16,244,839	16,244,839	-
Administrators' salaries	1,869,398	1,913,451	1,913,451	-
Retirement	90,000	90,000	90,000	-
Team/curriculum leaders	64,241	52,439	52,439	-
Extended duty	133,239	171,794	171,794	-
Other	206,704	203,187	203,187	-
Para professionals	640,693	681,915	681,915	-
Clerical/computer technicians	1,328,120	1,379,802	1,379,802	-
Health staff	363,103	365,935	365,935	-
Custodians	864,514	813,227	813,227	-
Maintenance	186,400	197,521	197,521	-
Monitors	73,710	71,147	71,147	-
Overtime	65,250	54,538	54,538	-
Student salary	7,800	1,851	1,851	-
Homebound tutors	36,680	14,742	14,742	-
Co-curricular coaches	350,547	360,289	360,289	-
Other	194,327	183,631	183,631	-
Negotiations	30,000	4,150	4,150	-
Permanent building substitutes	275,570	425,542	425,542	-
Day substitutes non-certified	64,794	89,718	89,718	-
Para professionals differential	9,350	-	-	-
Health insurance	4,864,202	5,010,120	5,010,120	-
Group life insurance	62,500	74,600	74,600	-
Long term disability	134,000	140,351	140,351	-
Social security	540,000	569,759	569,759	-

(Continued)

TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
EDUCATION (Continued)				
Pension contribution	\$ 280,000	\$ 280,000	\$ 280,000	\$ -
Unemployment compensation	25,000	38,184	38,184	-
Workers' compensation	173,081	210,550	210,550	-
Professional ed services	180,057	144,672	144,672	-
Tutor	3,650	386	386	-
Other professional	508,906	380,571	380,571	-
Legal/negotiations	194,400	185,582	185,582	-
Abestos monitoring	-	740	740	-
Technical services	90,900	89,913	89,913	-
Electricity	570,000	568,498	568,498	-
Water/sewage	35,098	43,902	43,902	-
Refuse/Recycling	35,500	34,287	34,287	-
Repairs/maintenance building	100,000	91,218	91,218	-
Repairs/maintenance equipment	106,275	77,919	77,919	-
Lease-copier	100,000	103,691	103,691	-
Lease/rent	221,428	295,869	295,869	-
General transportation	1,419,004	1,525,309	1,525,309	-
Special ed transportation-out	200,000	200,000	200,000	-
Special ed transportation-in	118,000	118,000	118,000	-
Vocational/agri transportation	38,000	38,000	38,000	-
Athletic transportation	65,000	81,818	81,818	-
Field trips	21,150	14,960	14,960	-
Liability insurance	150,312	165,468	165,468	-
Telephone	149,891	176,994	176,994	-
Postage	29,582	30,178	30,178	-
Advertising	4,250	-	-	-
Printing	28,735	12,732	12,732	-
Special education tuition	670,000	699,704	699,704	-
Vocational/agri tuition	59,743	31,968	31,968	-
Conference/travel	53,488	47,911	47,911	-
Office supplies	45,825	6,512	6,512	-
Instructional supplies	302,326	244,128	243,235	(893)
Custodial supplies	44,000	47,636	47,636	-
Maintenance supplies	3,500	4,396	4,396	-
Other supplies	169,890	139,201	139,201	-
Oil heat	333,500	301,482	301,482	-
Fuel-transportation	290,000	180,746	180,746	-
Text/work books	149,674	119,695	119,695	-
Library books	29,000	25,662	25,662	-
Periodical/subscriptions	19,016	15,042	15,042	-
Instructional equipment - replace	7,900	7,771	7,771	-
Furniture and fixtures	9,100	9,706	9,706	-
Other capital	223,762	185,447	185,447	-
Instructional equipment - new	12,000	3,465	3,465	-

(Continued)

TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (Concluded)
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
EDUCATION (Continued)				
Non-instructional equipment - replace	\$ 7,650	\$ 1,867	\$ 1,867	\$ -
Non-instructional equipment - new	-	220	220	-
Dues and fees	53,950	53,452	53,452	-
Total education	<u>36,150,000</u>	<u>36,150,000</u>	<u>36,149,107</u>	<u>(893)</u>
MISCELLANEOUS				
Contingency	151,246	-	-	-
Total miscellaneous	<u>151,246</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEBT SERVICE				
Total expenditures	<u>4,205,379</u>	<u>4,205,379</u>	<u>4,204,938</u>	<u>(441)</u>
	<u>54,090,310</u>	<u>54,886,310</u>	<u>54,537,953</u>	<u>(348,357)</u>
OTHER FINANCING USES				
Transfers out	1,223,690	1,776,690	1,743,852	(32,838)
Total other financing uses	<u>1,223,690</u>	<u>1,776,690</u>	<u>1,743,852</u>	<u>(32,838)</u>
 Total expenditures and other financing uses	 <u>\$ 55,314,000</u>	 <u>\$ 56,663,000</u>	 <u>\$ 56,281,805</u>	 <u>\$ (381,195)</u>

(Concluded)

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

Grand List Year	Balance Uncollected June 30, 2011	Current Levy	Lawful Corrections		Transfers To Suspense	Balance To Be Collected	Collections			Total	Balance Uncollected June 30, 2012
			Additions	Deductions			Taxes	Interest	Lien Fees		
2009	\$ -	\$ 50,110,715	\$ 51,141	\$ 92,106	\$ 5,079	\$ 51,739,800	\$ 51,325,201	\$ 177,299	\$ 3,249	\$ 51,505,749	\$ 414,599
2008	521,697	-	20,723	9,677	19,726	513,017	373,137	77,854	2,632	453,623	139,880
2007	183,931	-	19,000	877	8,572	193,483	94,432	23,137	876	118,445	99,051
2006	74,758	-	-	258	9,924	64,577	18,562	19,330	493	38,385	46,015
2005	41,457	-	-	184	4,342	36,932	4,182	4,173	132	8,487	32,750
2004	28,808	-	-	860	6,534	21,413	2,047	3,074	96	5,217	19,366
2003	8,036	-	-	60	3,092	4,885	538	1,237	48	1,823	4,347
2002	3,089	-	-	-	1,929	1,161	302	617	48	967	859
2001	1,537	-	-	-	1,746	463	273	794	24	1,091	190
	719	-	-	-	936	-	-	1,139	-	1,139	-
	\$ 864,032	\$ 50,110,715	\$ 90,864	\$ 104,022	\$ 61,880	\$ 52,575,731	\$ 51,818,674	\$ 308,654	\$ 7,598	\$ 52,134,926	\$ 757,057

**TOWN OF BROOKFIELD, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)
FOR THE YEAR ENDED JUNE 30, 2012**

Total cash collections for the year ended
June 30, 2012:

Taxes	\$ 51,818,674
Interest and lien fees	316,252
Total	<u>52,134,926</u>

Reimbursement for revenue loss:

Tax relief for elderly (CGS 12-129d) Base	97,164
	<u>\$ 52,232,090</u>

Debt limitation:

	General Purposes	Schools	Sewers	Urban Renewal	Pension Deficit
2-1/4 times base	\$ 117,522,203	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	235,044,405	-	-	-
3-3/4 times base	-	-	195,870,338	-	-
3-1/4 times base	-	-	-	169,754,293	-
3 times base	-	-	-	-	156,696,270

Total debt limitation

	<u>117,522,203</u>	<u>235,044,405</u>	<u>195,870,338</u>	<u>169,754,293</u>	<u>156,696,270</u>
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Indebtedness:

Bonds payable	10,145,000	24,145,000	1,805,000	-	-
Notes payable	849,996	-	3,545,145	-	-
Authorized but unissued bonds	3,648,021	-	105,252	-	-
	<u>10,994,996</u>	<u>24,145,000</u>	<u>5,455,397</u>	<u>-</u>	<u>-</u>
Less: amounts to be provided by the state	-	388,664	-	-	-
Less: water and sewer assessments receivable	3,065,057	-	4,700,945	-	-

Total indebtedness

	<u>7,929,939</u>	<u>23,756,336</u>	<u>754,452</u>	<u>-</u>	<u>-</u>
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Debt limitation in excess of outstanding
and authorized debt

	<u>\$ 109,592,264</u>	<u>\$ 211,288,069</u>	<u>\$ 195,115,886</u>	<u>\$ 169,754,293</u>	<u>\$ 156,696,270</u>
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Total capacity of borrowing (7 times base)

	\$ 365,624,630
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Total present indebtedness

	<u>32,440,727</u>
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Margin for additional borrowing

	<u>\$ 333,183,903</u>
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*Nonmajor
Governmental
Funds*

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds account for the proceeds of specific revenue sources that are restricted, committed, or assigned for specified purposes. Nonmajor special revenue funds include the following:

Park and Recreation Fund – A fund created to account for the self-sustaining special recreational, social, and cultural programs.

Police Contract Services Fund – A fund created to account for police special outside duty activities.

Town Aid Road Fund – A fund created to account for funds received from the State of Connecticut for road improvements.

Police Operating Grants – A fund created to account for grants received from the federal and state governments.

Gurski Property Fund – A fund created to facilitate the collection of rents and operations of rental properties.

Education Grants – A fund created to account for expenditures of educational grants not otherwise accounted for in the general fund.

Cafeteria Fund – A fund created to account for the operation of the school lunch program.

Miscellaneous Town Programs – A fund created to account for various proceeds of specific revenue sources that are committed for specified purposes not recorded in another special revenue fund.

Miscellaneous BOE Programs – A fund created to account for various proceeds of specific revenue sources that are committed for specified purposes not recorded in another special revenue fund.

OPEB Contributions Fund – A fund created to account for employee contributions for Medicare supplemental benefits for which no trust exists.

NONMAJOR GOVERNMENTAL FUNDS *(Continued)*

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and infrastructure projects, other than those financed by proprietary funds. The nonmajor capital projects fund consists of the following:

Open Space Fund – A fund created to provide for future acquisitions of property to be held as open space.

Capital and Nonrecurring – A fund created to account for the acquisition of capital equipment and other nonrecurring capital expenditures.

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

	Nonmajor Special Revenue Funds			
	Park and Recreation Fund	Police Contract Services Fund	Police Operating Grants	Gurski Property Fund
ASSETS				
Cash and cash equivalents	\$ 271,211	\$ -	\$ -	\$ -
Grants and contracts receivable	-	-	-	-
Due from other funds	2,517	268,953	35,492	90,154
Inventories	-	-	-	-
Total assets	<u>\$ 273,728</u>	<u>\$ 268,953</u>	<u>\$ 35,492</u>	<u>\$ 90,154</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 2,004	\$ -	\$ 934	\$ -
Other accrued liabilities	-	-	-	3,807
Due to other funds	-	-	-	-
Unearned/deferred revenue	172,748	-	-	-
Total liabilities	<u>174,752</u>	<u>-</u>	<u>934</u>	<u>3,807</u>
Fund Balances:				
Nonspendable:				
Inventories	-	-	-	-
Committed to:				
General government	-	-	-	86,347
Public safety	-	268,953	34,558	-
Recreation and leisure	98,976	-	-	-
Education	-	-	-	-
Capital projects	-	-	-	-
Other purposes	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>98,976</u>	<u>268,953</u>	<u>34,558</u>	<u>86,347</u>
Total liabilities and fund balances	<u>\$ 273,728</u>	<u>\$ 268,953</u>	<u>\$ 35,492</u>	<u>\$ 90,154</u>

(Continued)

**TOWN OF BROOKFIELD, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
JUNE 30, 2012**

	Nonmajor Special Revenue Funds			
	Education Grants	Cafeteria Fund	Miscellaneous Town Programs	Miscellaneous BOE Programs
ASSETS				
Cash and cash equivalents	\$ -	\$ 137,202	\$ 27,664	\$ -
Grants and contracts receivable	98,982	18,907	-	29,644
Due from other funds	-	-	89,902	-
Inventories	-	2,587	-	-
Total assets	<u>\$ 98,982</u>	<u>\$ 158,696</u>	<u>\$ 117,566</u>	<u>\$ 29,644</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,354	\$ -	\$ -	\$ -
Other accrued liabilities	-	-	-	-
Due to other funds	97,119	-	-	38,699
Unearned/deferred revenue	509	-	24,975	6,958
Total liabilities	<u>98,982</u>	<u>-</u>	<u>24,975</u>	<u>45,657</u>
Fund Balances:				
Nonspendable:				
Inventories	-	2,587	-	-
Committed to:				
General government	-	-	-	-
Public safety	-	-	-	-
Recreation and leisure	-	-	-	-
Education	-	156,109	-	-
Capital projects	-	-	-	-
Other purposes	-	-	92,591	-
Unassigned	-	-	-	(16,013)
Total fund balances	<u>-</u>	<u>158,696</u>	<u>92,591</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 98,982</u>	<u>\$ 158,696</u>	<u>\$ 117,566</u>	<u>\$ 45,657</u>

(Continued)

TOWN OF BROOKFIELD, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Concluded)
JUNE 30, 2012

	Nonmajor Special F			Nonmajor Capital Project Funds		Total Nonmajor Governmental Funds
	OPEB	Contributions Fund	Open Space Fund	Capital and Non Recurring	Funds	
ASSETS						
Cash and cash equivalents	\$ -	\$ 45,566	\$ -	\$ -	\$ 481,643	
Grants and contracts receivable	-	-	-	-	147,533	
Due from other funds	150,471	86,520	-	-	724,009	
Inventories	-	-	-	-	2,587	
Total assets	\$ 150,471	\$ 132,086	\$ -	\$ -	\$ 1,355,772	
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	4,292	
Other accrued liabilities	-	-	-	119	3,926	
Due to other funds	-	-	-	460,110	595,928	
Unearned/deferred revenue	-	-	-	-	205,190	
Total liabilities	-	-	-	460,229	809,336	
Fund Balances:						
Nonspendable:						
Inventories	-	-	-	-	2,587	
Committed to:						
General government	150,471	-	-	-	236,818	
Public safety	-	-	-	-	303,511	
Recreation and leisure	-	-	-	-	98,976	
Education	-	-	-	-	156,109	
Capital projects	-	132,086	-	-	132,086	
Other purposes	-	-	-	-	92,591	
Unassigned	-	-	-	(460,229)	(476,242)	
Total fund balances	150,471	132,086	-	(460,229)	1,022,678	
Total liabilities and fund balances	\$ 150,471	\$ 132,086	\$ -	\$ -	\$ 1,832,014	

(Concluded)

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

	Nonmajor Special Revenue Funds			
	Park and Recreation Fund	Police Contract Services Fund	Police Operating Grants	Gurski Property Fund
REVENUES				
Intergovernmental	-	-	-	-
Charges for services	419,256	330,143	-	54,032
Contributions	-	-	-	-
Investment earnings	-	188	-	-
Miscellaneous	-	-	-	191
Total revenues	419,256	330,331	-	54,223
EXPENDITURES				
Current:				
General government	-	-	-	45,443
Human services	-	-	-	-
Public works	-	-	-	-
Public safety	-	305,908	18,267	-
Recreation and leisure	506,493	-	-	-
Education	-	-	-	-
Capital outlays	-	-	-	-
Total expenditures	506,493	305,908	18,267	45,443
Excess (deficiency) of revenues over expenditures	(87,237)	24,423	(18,267)	8,780
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(87,237)	24,423	(18,267)	8,780
Fund balances - beginning	186,213	244,530	52,825	77,567
Fund balances (deficit) - ending	98,976	268,953	34,558	86,347

(Continued)

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

	Nonmajor Special Revenue Funds			
	Education Grants	Cafeteria Fund	Miscellaneous Town Programs	Miscellaneous BOE Programs
REVENUES				
Intergovernmental	\$ 866,322	\$ 146,273	\$ 52,673	\$ 644,091
Charges for services	-	525,563	35,234	44,072
Contributions	-	-	41,675	-
Investment earnings	-	-	17	-
Miscellaneous	-	-	-	-
Total revenues	<u>866,322</u>	<u>671,836</u>	<u>129,599</u>	<u>688,163</u>
EXPENDITURES				
Current:				
General government	-	-	5,953	-
Human services	-	-	71,700	-
Public works	-	-	-	-
Public safety	-	-	2,649	-
Recreation and leisure	-	-	2,255	-
Education	866,322	559,470	-	749,771
Capital outlays	-	-	-	-
Total expenditures	<u>866,322</u>	<u>559,470</u>	<u>82,557</u>	<u>749,771</u>
Excess (deficiency) of revenues over expenditures	-	112,366	47,042	(61,608)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	112,366	47,042	(61,608)
Fund balances - beginning	-	46,330	45,549	45,595
Fund balances (deficit) - ending	<u>\$ -</u>	<u>\$ 158,696</u>	<u>\$ 92,591</u>	<u>\$ (16,013)</u>

(Continued)

TOWN OF BROOKFIELD, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Concluded)
FOR THE YEAR ENDED JUNE 30, 2012

	Nonmajor Special		Nonmajor Capital Project Funds		Total Nonmajor Governmental Funds
	Revenue Fund	OPEB	Open Space Fund	Capital and Non Recurring	
REVENUES					
Intergovernmental	\$ -	-	\$ -	114,565	\$ 1,823,924
Charges for services	-	-	-	-	1,408,300
Contributions	20,723	-	-	-	62,398
Investment earnings	-	15	15	186	406
Miscellaneous	-	1,238	(1,186)	-	243
Total revenues	20,723	1,253	1,253	113,565	3,295,271
EXPENDITURES					
Current:					
General government	-	-	-	-	51,396
Human services	-	-	-	-	71,700
Public works	-	-	-	-	-
Public safety	-	-	-	-	326,824
Recreation and leisure	-	-	-	-	508,748
Education	-	-	-	-	2,175,563
Capital outlays	-	-	-	1,917,785	1,917,785
Total expenditures	-	-	-	1,917,785	5,052,016
Excess (deficiency) of revenues over expenditures	20,723	1,253	1,253	(1,804,220)	(1,756,745)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	607,105	607,105
Total other financing sources (uses)	-	-	-	607,105	607,105
Net change in fund balances	20,723	1,253	1,253	(1,197,115)	(1,149,640)
Fund balances - beginning	129,748	130,833	130,833	736,886	1,696,076
Fund balances (deficit) - ending	\$ 150,471	\$ 132,086	\$ 132,086	\$ (460,229)	\$ 546,436

(Concluded)

*Fiduciary
Funds*

AGENCY FUNDS

Agency funds are used to report resources held by the Town in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments. Agency funds include the following:

Student Activities Funds - To account for monies generated by student activities in the Town's school system.

Performance Bonds Fund - To account for monies received to ensure that driveways and lawns are installed to correct specifications for new home construction.

TOWN OF BROOKFIELD, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2012

	<u>Student Activities</u>	<u>Performance Bonds</u>	<u>Total Agency Funds</u>
ASSETS			
Cash and cash equivalents	\$ 266,150	\$ 54,432	\$ 320,582
Due from other funds	-	361,122	361,122
Total assets	<u>\$ 266,150</u>	<u>\$ 415,554</u>	<u>\$ 681,704</u>
LIABILITIES			
Due to others	\$ 266,150	\$ 415,554	\$ 681,704
Total liabilities	<u>\$ 266,150</u>	<u>\$ 415,554</u>	<u>\$ 681,704</u>

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

	<u>Balance, July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, June 30, 2012</u>
Student Activities				
Assets				
Cash and cash equivalents	\$ 348,700	\$ 1,400,669	\$ 1,483,219	\$ 266,150
Total assets	<u>\$ 348,700</u>	<u>\$ 1,400,669</u>	<u>\$ 1,483,219</u>	<u>\$ 266,150</u>
Liabilities				
Due to others	\$ 348,700	\$ 1,400,669	\$ 1,483,219	\$ 266,150
Total liabilities	<u>\$ 348,700</u>	<u>\$ 1,400,669</u>	<u>\$ 1,483,219</u>	<u>\$ 266,150</u>
Performance Bonds				
Assets				
Cash and cash equivalents	\$ 61,784	\$ -	\$ 7,352	\$ 54,432
Due from other funds	693,117	225,205	557,200	361,122
Total assets	<u>\$ 754,901</u>	<u>\$ 225,205</u>	<u>\$ 564,552</u>	<u>\$ 415,554</u>
Liabilities				
Due to others	\$ 754,901	\$ 225,205	\$ 564,552	\$ 415,554
Total liabilities	<u>\$ 754,901</u>	<u>\$ 225,205</u>	<u>\$ 564,552</u>	<u>\$ 415,554</u>
Total All Agency Funds				
Assets				
Cash and cash equivalents	\$ 410,484	\$ 1,400,669	\$ 1,490,571	\$ 320,582
Due from other funds	693,117	225,205	557,200	361,122
Total assets	<u>\$ 1,103,601</u>	<u>\$ 1,625,874</u>	<u>\$ 2,047,771</u>	<u>\$ 681,704</u>
Liabilities				
Due to others	\$ 1,103,601	\$ 1,625,874	\$ 2,047,771	\$ 681,704
Total liabilities	<u>\$ 1,103,601</u>	<u>\$ 1,625,874</u>	<u>\$ 2,047,771</u>	<u>\$ 681,704</u>

STATISTICAL SECTION

STATISTICAL SECTION

This part of the Town's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

CONTENTS	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.	79
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the Town's ability to generate its property taxes.	85
Debt Capacity	
These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.	88
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place and to help make comparisons over time and with other governments.	90
Operating Information	
These schedules contain information about the Town's operations and resources to help the reader understand how the Town's financial information relates to the services the Town provides and the activities it performs.	92

Sources: Unless otherwise noted, the information in the accompanying tables is derived from the comprehensive annual financial reports for the relevant year. The Town implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management Discussion and Analysis – for State and Local Governments* in fiscal year 2003; tables presenting government-wide information include information beginning in that year.

Table 1

TOWN OF BROOKFIELD, CONNECTICUT
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS

(Accrual Basis of Accounting - Unaudited)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Invested in capital assets, net of related debt	\$ 12,902,616	\$ 18,028,862	\$ 20,734,582	\$ 25,368,071	\$ 18,946,692	\$ 28,858,038	\$ 26,101,476	\$ 30,004,931	\$ 34,926,160	\$ 32,104,917
Unrestricted (deficit)	7,604,335	5,134,191	119,860	(2,056,449)	10,962,009	2,271,866	6,386,396	(1,685,745)	(4,259,110)	(3,889,879)
Total governmental activities net assets	\$ 20,506,951	\$ 23,163,053	\$ 20,854,442	\$ 23,311,622	\$ 29,908,701	\$ 31,129,904	\$ 32,487,872	\$ 32,487,872	\$ 30,667,950	\$ 28,215,038
Business-type activities										
Invested in capital assets, net of related debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,105,454	\$ 3,259,155	\$ 3,794,194
Restricted	-	-	-	-	-	-	-	1,585,682	1,613,750	1,752,064
Unrestricted	-	-	-	-	-	-	-	8,195,151	6,919,889	6,016,518
Total business-type activities net assets	\$ -	\$ 12,886,287	\$ 11,792,794	\$ 11,562,776						
Primary government										
Invested in capital assets, net of related debt	\$ 12,902,616	\$ 18,028,862	\$ 20,734,582	\$ 25,368,071	\$ 18,946,692	\$ 28,858,038	\$ 26,101,476	\$ 33,110,385	\$ 38,185,315	\$ 35,899,111
Restricted	-	-	-	-	-	-	-	1,585,682	1,613,750	1,752,064
Unrestricted	7,604,335	5,134,191	119,860	(2,056,449)	10,962,009	2,271,866	6,386,396	6,509,406	2,660,779	2,126,639
Total primary government net assets	\$ 20,506,951	\$ 23,163,053	\$ 20,854,442	\$ 23,311,622	\$ 29,908,701	\$ 31,129,904	\$ 32,487,872	\$ 41,205,473	\$ 42,459,844	\$ 39,777,814

Note: The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003. On July 1, 2009, the Water Pollution Control Authority was converted from a special revenue fund to an enterprise fund.

Table 2

TOWN OF BROOKFIELD, CONNECTICUT
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(Annual Basis of Accounting - Unaudited)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities:										
General government	\$ 1,231,219	\$ 1,830,494	\$ 3,897,524	\$ 1,456,360	\$ 1,892,693	\$ 1,773,810	\$ 2,535,852	\$ 2,521,729	\$ 2,725,239	\$ 2,075,958
Land use	776,409	928,180	864,972	851,244	989,559	1,054,184	1,066,379	808,734	910,401	1,027,887
Finance and taxation	812,992	864,221	965,182	948,680	929,606	972,642	1,098,285	971,491	984,531	1,243,006
Regional services	151,795	212,385	230,331	230,558	244,196	253,947	259,999	257,475	260,878	294,936
Human services	272,744	277,855	297,574	287,240	288,589	316,340	358,269	266,374	319,091	397,741
Public works	3,460,861	3,313,880	4,157,140	4,378,867	4,182,941	4,422,022	5,322,372	3,615,244	5,435,550	4,639,251
Public safety	3,850,525	4,535,473	5,056,598	4,820,305	4,977,607	5,353,976	7,233,099	6,570,991	6,666,599	6,965,608
Recreation and leisure	1,117,036	1,271,469	1,371,056	1,384,573	1,433,703	1,518,443	1,413,707	1,418,325	1,343,999	1,492,312
Human resources	478,255	521,341	517,462	526,993	610,771	599,812	632,912	714,627	659,275	570,461
Library	33,934,977	31,116,689	32,661,048	35,088,884	36,869,491	48,246,172	40,444,134	40,949,902	42,808,417	45,948,389
Interest on long-term debt	1,189,402	1,130,693	1,067,011	1,401,319	1,814,530	1,764,914	1,789,205	1,668,670	1,627,959	1,393,154
Total governmental activities expenses	47,276,215	46,002,100	51,085,898	51,975,023	54,233,686	66,837,142	62,744,698	60,367,736	64,321,646	66,682,096
Business-type activities:										
Water Pollution Control Authority										
Total primary government expenses	\$ 47,276,215	\$ 46,002,100	\$ 51,085,898	\$ 51,975,023	\$ 54,233,686	\$ 66,837,142	\$ 62,744,698	\$ 61,395,640	\$ 65,439,017	\$ 67,963,129
Program Revenues (See Table 3)										
Governmental activities:										
Charges for services:										
General government	\$ 1,125,835	\$ 1,496,953	\$ 1,640,660	\$ 1,958,311	\$ 1,652,642	\$ 1,747,075	\$ 2,179,610	\$ 532,488	\$ 517,002	\$ 400,725
Land use	249,453	310,080	414,138	399,425	300,476	578,189	358,116	217,172	262,770	520,956
Human services	1,039,540	1,281,108	1,260,281	1,333,630	1,151,543	1,104,522	1,087,432	7,200	4,092,511	35,234
Public works	213,499	248,640	196,804	222,787	208,283	523,371	740,478	506,941	211,352	351,875
Recreation and leisure	423,246	502,693	537,460	590,593	608,872	579,825	533,669	447,659	507,063	419,256
Library	32,803	45,291	30,359	33,193	39,245	27,987	22,999	16,500	21,210	871,898
Education	722,435	763,438	818,535	789,587	725,976	780,962	612,838	908,134	871,898	569,635
Operating grants and contributions	3,440,287	3,002,142	3,367,592	4,000,486	4,528,734	14,999,221	5,863,799	6,218,507	6,279,077	7,945,030
Capital grants and contributions	2,380,110	320,216	197,593	234,889	4,576,306	1,124,781	4,095,032	1,118,164	1,711,939	617,113
Total governmental activities program revenues	9,627,208	7,970,561	8,463,422	10,193,104	13,792,077	21,496,494	15,523,863	12,972,765	14,474,822	10,859,824
Business-type activities:										
Charges for services:										
Water Pollution Control Authority										
Capital grants and contributions								5,240,464	1,514,912	1,113,431
Total business-type activities program revenues								5,240,464	1,514,912	1,113,431
Total primary government program revenues	\$ 9,627,208	\$ 7,970,561	\$ 8,463,422	\$ 10,193,104	\$ 13,792,077	\$ 21,496,494	\$ 15,523,863	\$ 19,323,928	\$ 15,989,734	\$ 11,973,255
Net (Expense)/Revenue										
Primary government	(37,649,007)	(38,031,539)	(42,622,476)	(41,781,919)	(40,441,609)	(45,340,648)	(47,220,835)	(42,071,712)	(49,449,283)	(55,989,874)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes	35,496,473	37,550,546	39,275,494	42,757,445	45,159,250	45,405,068	47,773,200	47,940,182	50,151,334	52,071,749
Grants and contributions not restricted to specific programs	838,207	517,811	494,201	453,575	471,037	431,200	432,659	341,533	341,569	1,163,851
Unrestricted investment earnings	691,824	270,895	544,170	1,028,079	1,210,640	725,583	382,944	182,366	181,757	62,643
Miscellaneous	91,101			196,861						
Transfers								(1,701,171)	1,520,028	72,017
Total governmental activities	37,117,605	38,339,252	40,313,865	44,239,099	47,038,688	46,561,851	48,578,803	46,762,910	52,194,688	53,370,260
Business-type activities:										
Unrestricted investment earnings								6,042	28,994	9,601
Transfers								1,701,171	(1,520,028)	(72,017)
Total business-type activities								1,707,213	(1,491,034)	(62,416)
Change in Net Assets										
Primary government	\$ (531,402)	\$ 307,713	\$ (2,308,611)	\$ 2,457,180	\$ 6,597,079	\$ 1,221,203	\$ 1,357,968	\$ 6,398,411	\$ 1,254,371	\$ (2,682,039)

Note: The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003. On July 1, 2009, the Water Pollution Control Authority was converted from a special revenue fund to an enterprise fund.

- (1) Variance due to an expense classification change.
- (2) Variance due to on-behalf pension payments due to a one-time State contribution change.
- (3) Variance due to new water assessments.

Table 3

**TOWN OF BROOKFIELD, CONNECTICUT
PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

(Accrual Basis of Accounting - Unaudited)

Function/Program	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities:										
General government	\$ 1,222,967	\$ 1,576,958	\$ 1,699,145	\$ 1,973,169	\$ 2,045,876	\$ 1,945,033	\$ 2,338,761	\$ 589,694	\$ 570,497	\$ 464,770
Land use	249,453	310,080	414,138	399,425	300,476	578,189	358,116	217,172	262,770	522,194
Human services				30,203		51,761	60,545	3,105		76,909
Public works	1,153,118	1,415,258	1,413,190	1,519,383	1,381,849	1,977,953	1,357,634	2,261,681	5,471,585	1,165,745
Public safety	236,923	261,238	244,829	378,963	212,734	550,732	801,283	539,048	230,569	423,864
Recreation and leisure	423,246	502,693	537,460	625,593	608,872	579,825	533,669	1,525,056	667,512	669,256
Library	40,459	47,927	36,412		42,252	56,537	26,362	25,250	24,939	3,096
Education	6,301,042	3,856,407	4,118,248	5,230,336	9,200,018	15,756,464	10,047,493	7,811,759	7,246,950	7,533,990
Total governmental activities	\$ 9,627,208	\$ 7,970,561	\$ 8,463,422	\$ 10,157,072	\$ 13,792,077	\$ 21,496,494	\$ 15,523,863	\$ 12,972,765	\$ 14,474,822	\$ 10,859,824
Business-type activities:										
Water Pollution Control Authority								6,351,163	1,514,912	1,113,431
Total primary government	\$ 9,627,208	\$ 7,970,561	\$ 8,463,422	\$ 10,157,072	\$ 13,792,077	\$ 21,496,494	\$ 15,523,863	\$ 19,323,928	\$ 15,989,734	\$ 11,973,255

Note: The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003.

On July 1, 2009, the Water Pollution Control Authority was converted from a special revenue fund to an enterprise fund.

(1) Variance due to new water assessments.

(2) Variance due to sewer assessments billed during the year ended June 30, 2010.

**TOWN OF BROOKFIELD, CONNECTICUT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

(Modified Accrual Basis of Accounting - Unaudited)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010		
General Fund										
Unreserved	\$ 4,665,012	\$ 4,458,905	\$ 4,203,983	\$ 3,938,006	\$ 4,083,405	\$ 2,693,690	\$ 2,427,650	\$ 4,327,757		
Total general fund	\$ 4,665,012	\$ 4,458,905	\$ 4,203,983	\$ 3,938,006	\$ 4,083,405	\$ 2,693,690	\$ 2,427,650	\$ 4,327,757		
All Other Governmental Funds										
Reserved	\$ 4,103	\$ 4,638	\$ 7,833	\$ 10,465	\$ 11,252	\$ 21,285	\$ 410,867	(1) \$ 3,657		
Unreserved, reported in:										
Special revenue funds	3,879,100	4,408,157	4,305,874	4,547,112	4,838,729	4,328,987	4,454,174	1,659,977		
Capital projects funds	(1,952,368)	(6,172,575)	(7,167,911)	(10,382,742)	1,494,148	(5,831,664)	(9,466,799)	(824,325)		
Total all other governmental funds	\$ 1,930,835	\$ (1,759,780)	\$ (2,854,204)	\$ (5,825,165)	\$ 6,344,129	\$ (1,481,392)	\$ (4,601,758)	\$ 839,309		
	2011	2012								
General Fund										
Nonspendable	\$ 25,145	\$ -								
Assigned	1,073,619	635,831								
Unassigned	4,229,362	5,409,797								
Total general fund	\$ 5,328,126	\$ 6,045,628								
All Other Governmental Funds										
Nonspendable	\$ 8,289	\$ 2,587								
Committed	2,328,410	1,730,538								
Unassigned	(3,290,039)	(6,695,764)								
Total all other governmental funds	\$ (953,340)	\$ (4,962,639)								

Note: The Town adjusted fund balance presentation in accordance with GASB Statement No. 54, implemented in fiscal year 2011.

- (1) Increase represents reservation for advance to other fund recorded in 2009.
- (2) Change attributable to various transfers made between funds and the conversion of the Water Pollution Control Authority from a special revenue fund to an enterprise fund.
- (3) Increase attributable to other financing source recorded in 2010 related to long term financing issued subsequent to year end.

Table 5

TOWN OF BROOKFIELD, CONNECTICUT
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(Modified Annual Basis of Accounting - Unaudited)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Property taxes	\$ 35,800,031	\$ 37,605,078	\$ 39,384,660	\$ 42,730,225	\$ 44,983,599	\$ 45,336,942	\$ 47,374,881	\$ 47,963,413	\$ 49,957,876	\$ 51,881,915
Assessments	469,904	609,723	584,197	569,489	357,147	317,143	315,174	315,174	611,729	386,606
Interest and lien fees	6,088,100	3,885,320	194,214	256,333	275,451	232,692	223,289	217,374	245,200	316,402
Intergovernmental	2,904,730	3,470,768	4,112,647	5,388,197	9,607,916	16,656,203	10,469,503	10,639,056	8,016,811	8,903,755
Charges for services	360,023	257,038	3,577,765	3,758,117	3,343,596	3,882,597	3,441,678	2,484,971	2,418,424	2,285,778
Contributions	10,700	14,760	54,077	54,605	62,556	35,843	23,016	33,742	350,185	62,398
Investment earnings	344,336	271,696	542,638	999,254	1,156,978	718,253	368,886	182,366	181,757	62,643
Miscellaneous	300,223	158,667	224,502	359,278	384,526	375,103	354,345	281,781	77,999	71,116
Total revenues	46,278,047	46,273,050	48,675,020	54,115,498	60,261,769	67,554,776	62,570,772	61,802,703	61,859,981	63,970,613
Expenditures										
General government	939,683	879,114	746,491	1,646,256	1,676,337	1,839,303	629,083	611,750	723,756	936,439
Land use	563,342	599,102	539,564	617,527	698,684	741,204	674,742	559,896	646,704	980,961
Finance and taxation	574,405	594,975	645,062	716,855	669,230	687,166	700,312	710,430	720,834	1,186,259
Regional services	151,795	212,385	230,331	230,558	244,196	253,947	259,999	257,475	260,878	281,471
Human services	209,979	182,525	199,121	217,795	212,103	228,738	224,824	186,142	196,219	337,818
Public works	2,220,513	2,251,088	2,805,659	2,486,452	2,727,326	3,129,086	3,315,933	2,408,388	2,836,276	4,011,924
Public safety	2,769,388	3,062,929	3,261,576	3,381,780	3,476,505	3,759,787	4,096,271	3,911,796	3,980,577	5,583,809
Recreation and leisure	917,621	987,116	1,079,615	1,128,574	1,187,260	1,238,601	1,131,231	1,031,530	1,126,837	1,350,860
Human resources	2,007,352	2,170,620	2,215,115	2,460,957	2,346,332	2,778,766	3,075,699	3,203,006	3,296,242	581,603
Library	468,302	521,341	517,462	526,993	560,915	560,880	589,836	566,674	579,707	604,477
Miscellaneous	29,168,312	30,439,964	31,964,532	34,989,577	36,270,060	47,463,828	38,711,580	39,340,529	41,091,299	42,021,865
Capital outlays	17,830	31,757	19,408	104,729	110,879	67,301	18,834	6,652,371	6,915,700	6,666,659
Debt service:	5,323,535	5,263,843	2,338,935	5,785,024	21,366,430	8,854,394	7,306,615			
Interest	1,174,221	1,204,534	1,093,271	1,427,693	1,871,760	1,752,195	1,817,685	1,682,830	1,428,907	1,574,516
Principal	2,079,977	2,340,304	2,169,224	1,924,978	1,850,224	3,414,816	2,917,214	2,936,297	2,936,297	3,181,298
Total expenditures	48,595,255	50,741,597	50,024,366	57,645,748	75,268,241	76,770,012	65,957,178	64,040,031	66,760,233	69,299,968
Excess of revenues over (under) expenditures	(2,317,208)	(4,468,547)	(1,349,346)	(3,530,250)	(15,006,472)	(9,215,236)	(3,386,406)	(2,237,328)	(4,900,252)	(5,329,355)

Table 5

TOWN OF BROOKFIELD, CONNECTICUT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS (Continued)
LAST TEN FISCAL YEARS

(Modified Accrual Basis of Accounting Unaudited)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Other Financing Sources (Uses)										
Issuance of bonds	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Premium on bonds issued										
Issuance of note payable								190,505	278,860	#REF!
Issuance of bond anticipation note								8,705,000 (827,361	#REF!
Capital leases	540,567	571,825		293,312	1,321,165				571,100	#REF!
Proceeds from insurance settlement										892,558
Transfers in	1,756,749	1,295,651	1,892,825	1,697,885	2,090,803	1,698,852	2,161,433	4,284,723 (2,775,015 (2,137,105
Transfers out	(1,410,826)	(1,295,651)	(1,892,825)	(1,697,885)	(2,090,803)	(1,698,852)	(2,161,433)	(5,484,191) ((784,364) ((992,105)
Total other financing sources (uses)	886,490	571,825		293,312	27,321,165			7,696,037	-4,107,972	#REF!
Net change in fund balances	\$ (1,430,718)	\$ (3,896,722)	\$ (1,349,346)	\$ (3,236,938)	\$ 12,314,693	\$ (9,215,236)	\$ (3,386,406)	\$ 5,458,709	\$ (792,289)	#REF!
Debt service as a percentage of noncapital expenditures	7.50%	8.31%	7.25%	6.70%	7.27%	8.09%	8.71%	7.90%	7.13%	7.21%

Note: The Town began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2003. Therefore, capital expenditures for infrastructure were not capitalized prior to the implementation of GASB Statement No. 34 and are not included in the debt service as a percentage of noncapital expenditures ratio above.

On July 1, 2009, the Water Pollution Control Authority was converted from a special revenue fund to an enterprise fund.

- (1) Change attributable to various transfers made between funds and the conversion of the Water Pollution Control Authority from a special revenue fund to an enterprise fund.
(2) Long term financing executed subsequent to year end and as such, recorded as an other financing source at June 30, 2010.

Table 6

TOWN OF BROOKFIELD, CONNECTICUT
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year Ended June 30,	REAL PROPERTY				Assessed Value as a Percentage of Actual Value	MOTOR VEHICLE AND PERSONAL PROPERTIES		(1) Total Direct Tax Rate
	Assessed Value	Less Exempt Property	Net Assessed Value	Estimated Actual Value		Assessed Value	Estimated Actual Value	
2003	\$ 1,576,301,120	\$ 77,843,500	\$ 1,498,457,620	\$ 2,140,653,743	70.00%	\$ 199,864,397	\$ 285,520,567	21.13
2004	1,603,779,947	83,577,570	1,520,202,377	2,564,054,647	59.29%	207,176,387	295,966,267	21.87
2005	1,634,383,790	80,825,120	1,553,558,670	2,961,101,916	52.47%	203,985,830	291,408,329	22.62
2006	1,661,277,750	85,490,260	1,575,787,490	3,243,525,007	48.58%	217,329,067	310,470,096	23.90
2007	1,697,548,990	84,160,420	1,613,388,570	3,587,291,892	44.98%	230,376,830	329,109,757	24.58
2008	2,448,015,735	118,641,780	2,329,373,955	3,327,571,616	70.00%	222,713,499	318,162,141	17.96
2009	2,471,006,230	120,199,530	2,350,806,700	3,314,207,772	70.93%	228,607,246	326,581,780	18.65
2010	2,480,042,175	119,706,800	2,360,335,375	3,014,651,044	78.30%	213,759,358	305,370,511	18.86
2011	2,495,132,385	119,244,040	2,375,888,345	2,990,095,604	79.46%	227,621,559	325,173,656	19.47
2012	2,500,293,785	118,458,230	2,381,835,555	2,784,444,814	85.54%	234,524,412	335,034,874	19.94

(1) The Total Direct Tax Rate shown above is the mill rate. The mill rate is divided by 1,000 and then multiplied by the taxable assessed value in arriving at the current property tax levy.

Note: In accordance with Connecticut General Statutes, the assessed value is calculated as 70% of the estimated actual taxable value.

A revaluation was completed effective October 1, 2001 (fiscal year 2003) and October 1, 2006 (fiscal year 2008). This caused the Total Taxable Assessed Value to increase significantly and the mill rate to decrease significantly. The basis of taxable assessed value is 70% of the estimated actual value.

Source: Town of Brookfield, Office of the Assessor (Equalized Net Grand List Report).

Table 7

**TOWN OF BROOKFIELD, CONNECTICUT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO**

(Unaudited)

Taxpayer	Nature of Business	2012			2003		
		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Iroquois Gas Transmission System, LP	Utility	\$ 28,053,180	1	1.29%	\$ 3,987,290	8	0.23%
R & F Danbury LLC	Shopping Center	23,544,590	2	1.08%	-	-	-
Connecticut Light and Power	Utility	20,728,190	3	0.95%	11,861,540	1	0.68%
Roy Young	Warehouse and Commercial Buildings	12,629,500	4	0.58%	10,783,990	2	0.62%
Gary and Dennis Michael	Shopping Center	11,509,890	5	0.53%	5,499,340	6	0.31%
WRJ. Brookfield, LLC	Shopping Center	10,513,680	6	0.48%	-	-	-
Photronics Labs Inc.	Manufacturing	10,081,560	7	0.46%	-	-	-
Brookfield E&A LLC	Shopping Center	9,689,760	8	0.45%	-	-	-
Benchmark Gpt Brookfield LLC	Real Estate	8,862,210	9	0.41%	-	-	-
Brookfield Square of Brookfield LLC	Commercial Buildings	6,032,770	10	0.28%	-	-	-
Pension Commissioners Board of LA	Finance	-	-	-	6,337,180	4	0.36%
Village at Brookfield Commons	Assisted Living	-	-	-	6,909,070	3	0.40%
Danbury Properties	Real Estate	-	-	-	5,638,290	5	0.32%
Dade Behring	Electronic Components	-	-	-	4,060,000	7	0.23%
Rapid Power Technologies	Electric Components	-	-	-	3,256,740	9	0.19%
	Total	\$ 141,645,330		6.51%	\$ 61,034,810		3.49%

Source: Town of Brookfield, Offices of the Tax Collector and the Assessor

Table 8

**TOWN OF BROOKFIELD, CONNECTICUT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

(Unaudited)

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the		Collections in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy			Amount	Percentage of Levy
		Amount	Percentage of Levy			
2003	\$ 35,557,528	\$ 35,133,283	98.81%	\$ 422,687	\$ 35,555,970	100.00%
2004	37,543,309	37,062,925	98.72%	475,998	37,538,923	99.99%
2005	39,514,067	38,900,210	98.45%	588,187	39,488,397	99.94%
2006	42,667,101	42,080,189	98.62%	524,605	42,604,794	99.85%
2007	45,018,815	44,549,401	98.96%	355,302	44,904,703	99.75%
2008	45,569,609	45,066,134	98.90%	334,869	45,401,003	99.63%
2009	47,616,362	47,042,795	98.80%	325,062	47,367,857	99.48%
2010	48,047,404	47,501,986	98.86%	385,868	47,887,854	99.67%
2011	50,110,715	49,538,893	98.86%	-	49,888,935	99.56%
2012	51,739,800	51,325,201	99.20%	493,474	51,818,674	100.15%

Source: Town of Brookfield, Office of the Tax Collector.

TOWN OF BROOKFIELD, CONNECTICUT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

(Unaudited)

Fiscal Year	Governmental Activities			Business-type Activities			Total Primary Government	Percentage of Actual Property Value (1)	Percentage of Personal Income (2)	Per Capita (2)
	General Obligation Bonds	Notes and Loans Payable	Capital Leases	General Obligation Bonds	Notes and Loans Payable					
2003	\$ 20,990,000	\$ 1,204,979	\$ 1,113,247	\$ -	\$ -	\$ -	23,308,226	0.96%	3.92%	1,453
2004	19,335,000	1,096,029	1,108,718	-	-	-	21,539,747	0.75%	3.59%	1,330
2005	17,820,000	984,879	565,645	-	-	-	19,370,524	0.60%	3.20%	1,184
2006	16,320,000	871,485	254,061	-	-	-	17,445,546	0.49%	2.85%	1,057
2007	40,820,000	755,955	1,612,268	-	-	-	43,188,223	1.10%	7.09%	2,629
2008	37,960,000	8,638,174	1,175,273	-	-	-	47,773,447	1.31%	7.85%	2,911
2009	35,115,000	11,262,974	735,939	-	-	-	47,113,913	1.29%	7.70%	2,854
2010	30,570,240	9,477,877	428,725	1,749,760	3,995,348	-	46,221,950	1.39%	4.93%	2,810
2011	37,155,000	931,071	680,323	2,010,000	3,828,971	-	44,605,365	1.35%	4.76%	2,674
2012	34,290,000	849,996	445,100	1,805,000	3,545,551	-	40,935,647	1.31%	4.37%	2,454

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

On July 1, 2009, the Water Pollution Control Authority was converted from a special revenue fund to an enterprise fund.

(1) See Table 6 for taxable property value data

(2) See Table 11 for population and personal income data

**TOWN OF BROOKFIELD, CONNECTICUT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

(Unaudited)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$ 251,110,874	\$ 264,150,404	\$ 275,626,806	\$ 299,112,611	\$ 315,709,030	\$ 319,084,864	\$ 332,998,274	\$ 336,750,596	\$ 351,449,476	\$ 365,624,630
Total net debt applicable to limit	19,743,836	22,794,559	25,276,811	34,645,415	36,569,019	42,173,611	43,181,424	45,059,507	35,027,076	32,440,727
Legal debt margin	\$ 231,367,038	\$ 241,355,845	\$ 250,349,995	\$ 264,467,196	\$ 279,140,011	\$ 276,911,253	\$ 289,816,850	\$ 291,691,089	\$ 329,988,342	\$ 333,183,903
Total net debt applicable to the limit as a percentage of debt limit	7.86%	8.63%	9.17%	11.58%	11.58%	13.22%	12.97%	13.38%	9.75%	8.87%

Note: Connecticut General Statutes, Section 7-374(b) limits the amount of general obligation debt a government entity may use to 7 times total tax collections, including interest and lien fees and the tax relief for the elderly freeze grant. The calculation of the 2011 debt limit can be found on page 65 of this report.

Table 11

**TOWN OF BROOKFIELD, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

(Unaudited)

Year	(1) Population	(1) Personal Income	(1) Per Capita Personal Income	(1) Median Age	Education Level in Years of Schooling	(2) School Enrollment	(3) Unemployment Rate
2003	15,923	\$ 590,154,149	\$ 37,063	39.2	14.0	3,032	4.2%
2004	16,037	594,379,331	37,063	39.2	14.0	3,067	3.8%
2005	16,201	600,457,663	37,063	39.2	14.0	3,111	3.8%
2006	16,354	606,128,302	37,063	39.2	14.0	3,118	3.3%
2007	16,507	611,798,941	37,063	39.2	14.0	2,971	3.8%
2008	16,429	608,908,027	37,063	39.2	14.0	2,969	3.5%
2009	16,413	608,315,019	37,063	39.2	14.0	2,948	6.9%
2010	16,510	611,910,130	37,063	39.2	14.0	2,936	7.2%
2011	16,452	937,611,386	47,093	40.8	14.0	2,879	6.8%
2012	16,680	937,611,386	55,044	40.5	14.0	2,857	6.2%

(1) U.S. Department of Commerce, Bureau of Census for year 2010

(2) Town of Brookfield, Board of Education

(3) State of Connecticut, Labor Department, Office of Research and Statistics

Source: Town of Brookfield, Office of the Town Clerk.

Table 12

**TOWN OF BROOKFIELD, CONNECTICUT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

(Unaudited)

Employer	Nature of Business	2012			2002		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
COSTCO	Super Market	260	1	3.06%	140	4	1.65%
Shop Rite	Super Market	250	2	2.94%	175	1	2.06%
United Parcel Service	Delivery Service	210	3	2.47%	145	3	1.70%
Photronics Labs	Electronic Manufacturing	165	4	1.94%	168	2	1.97%
Kohl's	Retail Store	100	5	1.18%	93	6	1.09%
Wentworth Labs	Precision Equipment	100	6	1.18%	95	5	1.12%
TJ Maxx	Retail Store	79	7	0.93%	70	7	0.82%
Reymour & Flanagan	Retail Store	43	8	0.51%	35	8	0.41%
Bob's Stores	Retail Store	40	9	0.47%	20	10	0.24%
United Alarm	Alarm System Service	33	10	0.39%	24	9	0.28%
Total		1,280		15.07%	965		11.34%

Source: Town of Brookfield, Office of the Town Clerk

**TOWN OF BROOKFIELD, CONNECTICUT
FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

(Unaudited)

	Full-time Equivalent Employees as of June 30									
<u>Function/Program</u>	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government										
General government:										
Selectmen	3.5	3.5	4.0	4.0	4.0	4.0	3.0	3.0	3.0	3.0
Human Resources/Operations	1.5	1.5	1.5	1.5	1.5	1.5	2.5	2.5	1.5	1.5
Land use	14.2	14.2	14.2	16.9	16.9	16.9	10.0	10.5	10.5	10.5
Finance and taxation	11.0	11.0	11.0	11.0	11.0	11.0	7.5	10.5	11.5	10.5
Public works	15.7	16.1	16.4	16.4	16.4	16.4	14.5	16.0	16.0	16.0
Public safety:										
Officers	31.0	31.0	31.0	31.0	31.0	31.0	31.0	31.0	31.0	31.0
Civilians	10.6	10.6	10.6	10.6	10.0	10.0	10.0	10.0	10.0	10.0
Recreation and leisure	10.5	10.5	10.5	10.5	10.5	10.5	7.5	8.5	8.5	8.5
Library	8.0	8.0	10.0	10.0	10.0	10.0	9.5	9.5	9.5	9.5
Education	392.0	401.0	410.0	410.0	421.0	388.4	376.5	378.0	375.5	376.9
Total	498.0	507.4	519.2	521.9	532.3	499.7	472.0	479.5	477.0	477.4

Source: Town of Brookfield, Human Resources Office

Table 14

**TOWN OF BROOKFIELD, CONNECTICUT
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

(Unaudited)

Function/Program	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Land Use										
Residential Construction Permits Issued	464	424	406	459	275	282	145	238	257	288
Commercial Construction Permits Issued	73	88	75	92	66	82	45	106	111	106
Police										
General service calls	3,581	4,194	3,753	4,036	4,243	5,562	7,017	4,695	6,925	6,501
Criminal investigations	813	855	758	806	821	733	698	660	718	709
Non-criminal investigations	45	52	33	40	37	38	46	74	100	82
Traffic enforcement	5,759	6,061	6,537	5,650	5,426	6,574	5,188	4,668	4,920	3,908
Other public works										
Street resurfacing (miles)	10.0	2.0	2.5	2.5	2.0	3.0	2.4	6	17	16
Street repairs (miles)	36	8	13	16	16	18	25	25	20	20
Parks and recreation										
Athletic field events (18 facilities)	2,987	3,185	3,160	3,240	3,450	3,500	3,510	3,700	3,700	3,700
Community center visits (annually)	9,890	10,175	10,150	10,200	10,800	11,500	11,330	10,750	13,750	25,000
Library										
Volumes in collection (including multimedia)	62,340	62,440	59,160	60,192	63,160	65,280	62,950	61,290	63,608	64,960
Total volumes borrowed	153,000	153,500	155,500	156,000	146,882	149,602	150,410	155,943	151,369	156,058

Source: Various Town departments

Table 15

**TOWN OF BROOKFIELD, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

(Unaudited)

<u>Function/Program</u>	<u>Fiscal Year</u>									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	4	4	4	4	4	4	4	4	4	4
Other public works										
Streets (miles)	94.0	94.5	95.0	96.0	96.0	99.0	99.7	99.7	99.7	99.7
Streetlights	220	225	225	226	226	226	226	226	226	227
Traffic signals	1	1	3	3	4	4	7	5	5	5
Parks and recreation										
Acreage	180	180	180	180	180	180	180	180	180	675
Playgrounds	25	25	25	25	25	25	25	25	25	5
Baseball/softball diamonds	5	5	5	5	5	5	5	5	5	9
Soccer/football fields	12	12	13	13	13	13	13	13	13	13
Community centers	1	1	1	1	1	1	1	1	1	1
Wastewater										
Sanitary sewers (miles)	6.2	6.2	6.2	6.8	6.8	6.8	13.9	21.6	21.6	22.3
Storm sewers (miles)	49.3	49.5	50.0	50.8	51.0	51.0	51.5	51.7	51.8	51.8

Source: Various Town departments