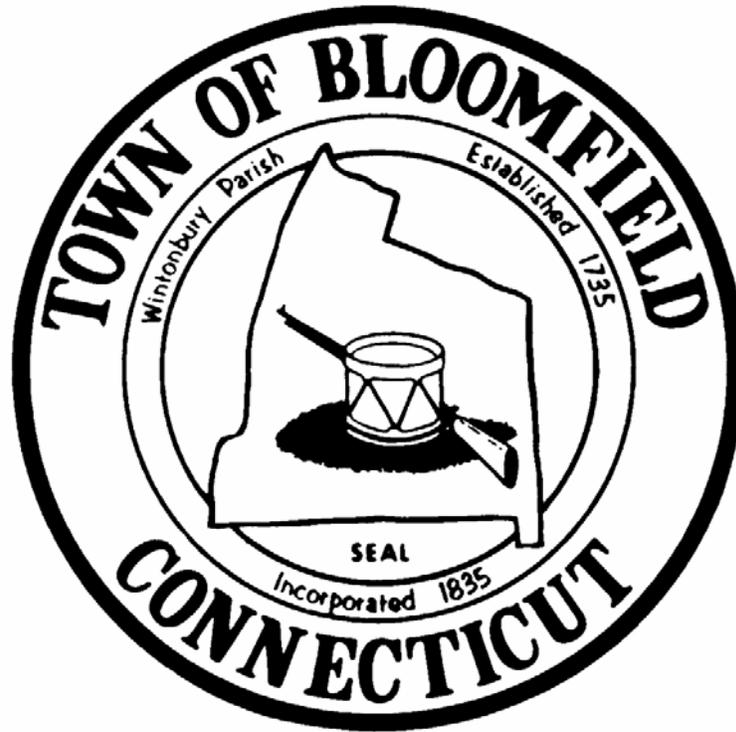


**TOWN OF BLOOMFIELD,
CONNECTICUT**



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2014**

TOWN OF BLOOMFIELD, CONNECTICUT

Comprehensive Annual Financial Report

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2014**

Department of Finance
William J. Hogan
Director of Finance

Introductory Section

TOWN OF BLOOMFIELD, CONNECTICUT

JUNE 30, 2014

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TOWN OF BLOOMFIELD
800 BLOOMFIELD AVENUE
BLOOMFIELD
CONNECTICUT 06002
TEL 860.769.3500
FAX 860.769.3598

Philip K. Schenck, Town Manager
Bloomfield Town Hall
Bloomfield, CT 06002

Dear Mr. Schenck:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of Bloomfield, Connecticut (the "Town") for the fiscal year ended June 30, 2014. The CAFR is presented in three sections: introductory, financial and statistical. This report follows the format for annual financial reports that the Government Accounting Standards Board suggests and the Government Finance Officers Association promotes through the Certificate of Achievement for Excellence in Financial Reporting program. The introductory section includes this transmittal letter, the Town's organizational chart and a list of principal officials. The financial section includes the management discussion and analysis (MD & A), basic financial statements, required supplementary information, and the combining and individual fund statements and schedules, as well as the auditor's report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

This report consists of management's representations concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To have a reasonable basis for making these representations, management of the Town have established a comprehensive internal control framework that is designed to both protect the Town's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Town of Bloomfield's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town is also required to undergo annual single audits in conformity with the provisions of Connecticut State Statutes, the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments and Nonprofit Organizations*. Information related to these single audits, such as the schedules of state and federal financial assistance, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in separately issued single audit reports.

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

The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Bloomfield for the fiscal year ended June 30, 2014 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Bloomfield's financial statements for the year ended June 30, 2014 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

PROFILE OF THE TOWN OF BLOOMFIELD

The Town of Bloomfield was first settled in 1642 and incorporated in 1835, and was originally part of the Town of Windsor. The Town covers approximately 27 square miles and is north and adjacent to the capital city of Hartford. Other neighboring Towns include Avon, Simsbury, East Granby and Windsor. The Town's population was 20,486 according to the 2010 Census.

Bloomfield is administered under the Council-Manager form of government. The Town Charter, which is the primary organizational document, was first adopted in 1959 and last revised in November of 2005. The nine-member Town Council is elected biennially for a term of two years and serves without compensation. Minority party representation of at least three council members is guaranteed. The Town Manager is appointed by the Council and serves as a full-time chief executive officer. The financial administrator of the Town is the Director of Finance whom the Town Manager appoints and oversees the Assessor's office, Tax Collector's office, Accounting, Purchasing and Risk Management as well as the information technology function. The Town Council appointed Town Treasurer countersigns all checks for payment with Town funds.

The Town provides a full range of services to its residents. These services include police protection; a PreK-12 public education system; a public library and golf course; the construction and maintenance of highways, streets, and infrastructure; recreational activities and cultural events. Fire and rescue services are provided by the Bloomfield Center and Blue Hills Fire Districts. The Bloomfield Center and Blue Hills Fire Districts have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

Economic Condition and Outlook

Bloomfield's October 1, 2012 grand list effective for the 2013-14 fiscal year, increased 2.6% over the prior year due to an increase in personal property investment by its major taxpayers and construction of new residential housing units. The Town continues to maintain a balanced mix of insurance, retail, manufacturing and light industry and its top ten taxpayers comprise only about 17.0% of the total assessed value on the October 1, 2012 grand list.

A review of key economic indicators shows that per capita income of Bloomfield is \$41,564, above the state wide average of \$36,613; its median family income is \$79,638, \$4,920 less than the state-wide average. Approximately 5.1% of the Town's families fall below property levels. According to the State Department of Labor, at June 30, 2014 the Town's 2013-2014 unemployment rate was 8.2% as compared to the Hartford Labor Market of 7.0% and to the state of Connecticut of 6.9%.

During 2013-14, the Town saw several new projects approved along with many other significant additions to existing facilities. TJK Homegoods obtained approval to construct an additional 235 parking spaces for tractor trailers on their expanded Blue Hills Avenue site. With the completion of the 800,000 square foot distribution facility, retail store growth in the region required more loading doors and subsequently more delivery trucks at the facility. The Duncaster, a congregate living facility established back in the 1980's, obtained approval to construct two new additions on their campus. In addition, they purchased 7.5 acres of adjoining land for future use.

In FY 2014, Bloomfield Center Plan was completed to look further into the types of uses which would be considered most beneficial if located in the Center of Town. This study recommended that the Town look to promote the 4 "R's" in Bloomfield Center. These include Retail uses, multi-family Residential development, Recreation in the form of arts and entertainment and Restaurant uses. Residential development within Town has picked up during the year and reflected in the increase in building permit activity including a 78 unit apartment development at the north end of Filley Street. The development known as Mallory Ridge, is positioned to take advantage of the large and ever growing industrial job base in the northern Bloomfield/Windsor area. Another residential project located on Woodland Avenue, Brighton Park, has come back to life with the remaining 40 units of condominiums under construction and another 172 units of apartments in the final design phase.

Finally, at the end of FY 2014, the Town received application for the redevelopment of 11 acres of property in the center of Town which will allow for the construction of 407 residential living units which will place between 500 and 600 residents within walking distance of the exiting retail shopping centers. This type of development has been encouraged in the planning documents adopted by the Town over the past five years and is desirable as the Town looks to bolster the retail operations in Bloomfield Center.

Long-term Financial Planning

- The recently adopted 2012 Plan of Conservation and Development ("Plan") is a tool for guiding the future of Bloomfield and will assist the Town's economic development efforts over the long term thereby reducing the reliance on the local property tax.
- The Town's five year 2014-2018 capital plan was developed with a greater degree of analysis in terms of financing and project detail that will help enhance the understanding of the Town's infrastructure needs over the long term.

Major Accomplishments

Below are some of the major achievements that the Town accomplished during fiscal year 2013-14:

- Philip K. Schenck, former Town Manager of Avon, CT. assumed the position of Town Manager on July 15th after serving briefly as the Town's interim Town Manager for several months.
- A one year general obligation bond anticipation note financing in the amount of \$5.0 million was issued on October 23rd, 2013 at a net interest cost of .22%.
- A fixed assets valuation was completed during the year of all the Towns' physical inventory and infrastructure improvements.
- A comprehensive multi-year needs assessment study for the Town's Information Technology requirements was completed by newly appointed IT Director Scott Sharlow.
- Two property tax sale auctions were conducted during the year for large delinquent tax accounts; the success of the sales contributed to the Town's overall collection rate of 98.52%, one of the highest in a decade.

Debt Administration

At the beginning of the year, the Town had bonds outstanding totaling \$59,215,000. During the year, the Town paid down \$3,590,000 in principal on its current debt obligations which results in \$55,625,000 of bonds outstanding at June 30, 2014. The Town sold \$5.0 million in bond anticipation notes (BAN's) for school projects on October 23rd 2013, for total direct debt outstanding of bonds and notes of \$60,625,000. The BAN's were sold at .22% and had a 1 year maturity.

At June 30, 2014, the Town had \$34.6 million of authorized but unissued bonds, all for school purposes. Subsequent to the end of FY 2014, on October 21, 2014 the Town permanently financed the \$5.0 BAN's. As part of that sale, the Town's Aa2 credit rating by Moody's Investor Services was re-affirmed and its AA rating with Standard and Poor's was upgraded to AA+ citing the Town's strong financial management.

Debt statistics for the Town of Bloomfield at June 30, 2014 are as follows:

	Amount	Debt per Capita
Total direct debt outstanding-bonds and notes	\$ 60,625,000	\$2,959
Plus: net overlapping debt-Metropolitan District.....	\$ 46,998,948	\$ 2,294
TOTAL NET DEBT.....	\$ 107,623,948	\$ 5,253

The Town's general obligation bonds are as follows:

<u>Date of Issue</u>	<u>Amount Issued</u>	<u>Range of Maturities</u>	<u>Final Maturity</u>	<u>Range of Interest Rates</u>
6/15/2008	15,000,000	1-20	2028	3.25-5.0%
10/20/2010	25,000,000	1-20	2030	1.5-5.0%
10/20/2010	12,400,000	1-12	2022	1.5-5.0%
10/19/2011	15,000,000	1-20	2031	2.0-3.7%
1/31/2013	10,240,000	1-15	2027	1.5-4.0%

Relevant Financial Policies

The Town follows certain financial policies and management uses these as a guideline to maintain the financial stability and strength of the Town.

Budgetary Control - Expenditures may not legally exceed budgeted appropriations at the department level. The Town Manager may transfer appropriations at any time during the year from one classification to another within the same department, except within the Board of Education, when the Manager deems it necessary for the proper administration of the Town. During the last three months of the fiscal year, the Town Council, by resolution, may transfer any unencumbered appropriation, except within the Board of Education, from one department to another.

The Town Council may make an emergency appropriation for the preservation of the public peace, health and safety of not less than six (6) of its members, a sum not to exceed one and one half percent (1.5%) of the total annual budget of the town. Budgetary control is maintained by an on-line financial management encumbrance system.

Purchasing - All purchases should be made in accordance with the Town's Purchasing Manual and Charter. All purchases, except certain services as outlined in the Town's Purchasing Manual, require a purchase requisition and a purchase order. For purchases over \$7,500, written quotes are required and under \$7,500 open market purchases can be made. Funds are recorded as encumbered when the purchase order is issued and expenditures are recorded when the Town issues a check or incurs a liability.

Cash Management - Connecticut law restricts investments of municipal funds to direct and indirect securities of the U.S. Government and deposits at qualified banks. Any uninsured and uncollateralized deposits were in institutions considered to be "qualified public depositories" covered under Connecticut General Statutes. State law requires that each financial institution accepting public deposits be responsible for pledging collateral for its own public deposits, based on each bank's risk based capital ratio. In addition, by Connecticut Statute, a public depository may not accept deposits from any one municipality which would exceed 75 percent of the capital of the depository. Cash temporarily idle during the fiscal year was invested principally in Simsbury Bank & Trust, Farmington Bank, Citizens Bank, Windsor Federal, Webster Bank and the State of Connecticut Treasurer's Short-term Investment Fund (STIF). As in the past few years, short term rates continued to offer historically low rates. By way of example, STIF only yielded .15 % in July 2013, the same rate at fiscal year-end 2014.

Risk Management The Town has a self-insurance, Administered Services Only account with the employee insurance carrier, Anthem Blue Cross/Blue Shield, which is accounted for in the Employee Health Insurance Fund. The Town and Board of Education contribute funds to cover costs associated with providing medical benefits to current full-time employees and eligible former employees. The Town covers up to \$200,000 per participant per year with an individual stop loss policy covering amounts exceeding that limit. In addition, there is an aggregate stop loss policy that would cover claims exceeding 125% of total estimated claims for the year. The Town seeks to maintain a reserve of at least 25% of expected claims plus a reserve for claims incurred but not reported. This reserve is intended to cover the Town's claims exposure; that is, the difference between the expected or estimated claims for the plan year and the 120% aggregate stop loss level. The Town also maintains a Retiree Health Insurance Fund to assist in providing for retiree medical insurance. Employees contribute one and one-quarter percent (1.25%) of their base pay to this fund.

The Town has insurance coverage for workers compensation, general, auto and professional liability as well as physical damage. An administrative safety committee meets quarterly to review all claims and other information and makes recommendations.

Other Information

Independent Audit

Connecticut State Statutes require that all municipal entities publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. The Town of Bloomfield's financial statements have been audited by the firm of Blum Shapiro LLC, a firm of licensed certified public accountants.

Certificate of Achievement

This report has been prepared following the guidelines of the Government Finance Officers Association (GFOA) and the Governmental Accounting Standards Board. The GFOA awards a Certificate of Achievement for Excellence in Financial Reporting to governmental units that publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. The Town was awarded the Certificate of Achievement for Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year ended June 30, 2013. A Certificate of Achievement is only valid for a period of one year. We believe that this comprehensive annual financial report meets the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for the award.

Acknowledgments

The preparation of this report on a timely basis is due in part to joint efforts of Deputy Finance Director/Town Accountant Keri Rowley and to Nancy Haynes who was responsible for coordinating the fixed assets information. I also look forward to providing you with the support and financial advice you need in carrying out the financial policies of the Bloomfield Town Council during your tenure as Bloomfield's Town Manager.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'William J. Hogan', followed by a large, stylized flourish or scribble.

William J. Hogan, Director of Finance
December 9, 2014



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Town of Bloomfield
Connecticut**

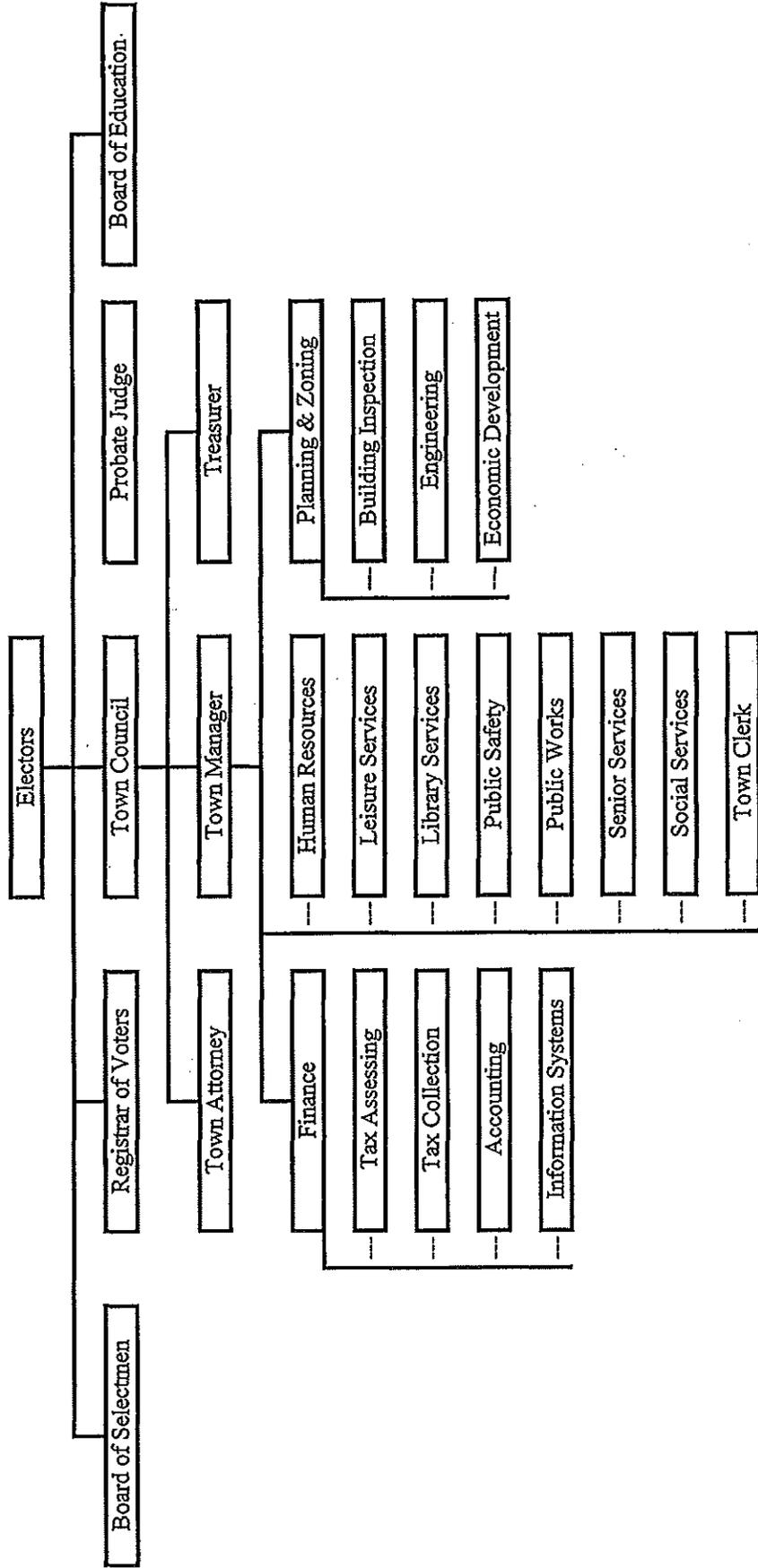
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

TOWN OF BLOOMFIELD

ORGANIZATIONAL CHART



TOWN OF BLOOMFIELD, CONNECTICUT

ELECTED AND APPOINTED OFFICIALS

JUNE 30, 2014

Town Council

Sydney T. Schulman, Mayor
Joan A. Gamble, Deputy Mayor
Patrick DeLorenzo
Wayne Hypolite
Joseph P. Merritt
Joel Neuwirth
E. Leon Rivers
Derrick Seldon
Joseph Washington

Board of Education

Donald F. Harris, Jr., Chairperson
Michael R. Walters, Vice Chairperson
Lesley Mara, Secretary
Howard Steven Frydman
Michael Williams
Robert W. Ike
Susan True

Appointed Officials

Philip K. Schenck, Jr., Town Manager
William J. Hogan, Director of Finance
Byron R. Lester, Treasurer
Marc N. Needelman, Town Attorney
James Thompson, Jr., Superintendent of Schools

Financial Section

BlumShapiro

Accounting | Tax | Business Consulting

Independent Auditors' Report

To the Members of the Town Council
Town of Bloomfield, Connecticut

Report on the Financial Statements

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 Bloomfield, Connecticut, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Town of Bloomfield, Connecticut's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Bloomfield, Connecticut, as of June 30, 2014 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 12, the General Fund budgetary comparison information on pages 58 through 61 and the schedules of changes in net pension liability and related ratios, schedules of employer contributions and schedules of investment returns - Pension Trust Funds and the schedule of employer contributions - OPEB Trust Funds on pages 62 through 68 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Bloomfield, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are 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 them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2014 on our consideration of the Town of Bloomfield, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Bloomfield, Connecticut's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

West Hartford, Connecticut
December 9, 2014

TOWN OF BLOOMFIELD, CONNECTICUT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2014

As management of the Town of Bloomfield, we offer readers of the Town of Bloomfield's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal in the introductory section of this report.

Financial Highlights

This discussion and analysis is intended to serve as an introduction to the Town of Bloomfield'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 basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

- The assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$83.1 million (*net assets*). Of this amount, \$73.2 million was attributable to Governmental Activities and \$9.9 million to Business-Type Activities.
- The Town's total net position decreased by \$1.1 million from the prior year. This was due primarily to a reduction in capital grants and contributions.
- Net assets of our governmental activities decreased by \$1.0 million while Business-Type activities decreased slightly by \$75 thousand.
- At the close of fiscal year, the Town's governmental funds reported combined ending fund balances of \$19.3 million, an increase of \$3.7 million, in comparison with the prior year. A fund balance deficit of (\$2.3 million) down from (\$4.0 million) in the Non-recurring capital projects funds will be financed by future debt issuance and grants.
- The General Fund had a total fund balance of \$18.2 million, of which \$2.3 million was assigned, (which included \$1.4 million assigned as revenue for the 2014-15 fiscal year and \$915,312 in open encumbrances at June 30, 2014) resulting in an unassigned total of \$15.9 million. The unassigned fund balance increased by \$1.28 million to 19.8% of total 2013-14 general fund expenditures. This was due to favorable operating results on both the revenue and expenditure side of the budget. There was no committed fund balance at year-end.
- The current property tax collection rate was 98.52%, an increase of .11% from the prior year and one of the highest collection rates in 10 years.
- The Town of Bloomfield's outstanding bonded debt at June 30, 2014 was \$60,625,000, comprised of \$55,625,000 in long term debt and \$5.0 million in short term debt. The bond anticipation note of \$5.0 million was issued during the year for the district-wide school renovation project.
- The Town's total capital assets, which total \$176.1 million (net of depreciation) had a slight increase of \$170,000 during the current fiscal year.

Overview of the Basic Financial Statements (continued)

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

The *statement of activities* presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position 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 only 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 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 administration, planning and development, public safety, public works, leisure services, public libraries, human services and education. The business-type activities of the Town include the operations of the Wintonbury Hills Golf Course.

The government-wide financial statements can be found on Exhibits I and II 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 a government'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 fund balance sheet and the governmental fund 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 23 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, the Nonrecurring Capital Projects Fund, and the State and Federal Education Grants Fund, which are considered to be major funds. Data from the other 20 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 Town adopts an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget (RSI-1 and RSI-2).

The basic governmental fund financial statements can be found on Exhibits III and IV.

Overview of the Basic Financial Statements (continued)

Proprietary funds. The Town maintains two different types of 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 an enterprise fund to account for the operations of the Wintonbury Hills Golf Course. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions.

The Town uses internal service funds to account for its employees' and retirees' self-insured medical benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statement provides information for the Wintonbury Hills Golf Course operations, which is considered to be a major fund of the Town.

The basic proprietary fund financial statements can be found on Exhibits V, VI, and VII.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support 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 Exhibits VIII and IX.

Notes to the basic financial statements. The notes 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 basic financial statements can be found following the basic financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found immediately following the notes to the financial statements.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a Town's financial position. The Town of Bloomfield at June 30, 2014 assets exceeded liabilities by \$83.1 million.

**NET POSITION
JUNE 30, 2014 AND 2013
(THOUSANDS)**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current assets and other assets	\$ 41,563	\$ 34,867	\$ 345	\$ 174	\$ 41,908	\$ 35,041
Capital assets, net of accumulated depreciation	166,148	165,710	9,963	10,232	176,111	175,942
Total assets	<u>207,711</u>	<u>200,577</u>	<u>10,308</u>	<u>10,406</u>	<u>218,019</u>	<u>210,983</u>
Deferred outflows of resources	<u>1,600</u>	<u>1,746</u>			<u>1,600</u>	<u>1,746</u>
Current liabilities	9,928	12,438	330	297	10,258	12,735
Noncurrent liabilities	123,380	113,656	29	85	123,409	113,741
Total liabilities	<u>133,308</u>	<u>126,094</u>	<u>359</u>	<u>382</u>	<u>133,667</u>	<u>126,476</u>
Deferred inflows of resources	<u>2,820</u>	<u>2,039</u>			<u>2,820</u>	<u>2,039</u>
Net Position:						
Net investment in capital assets	108,401	99,097	9,878	10,083	118,279	109,180
Unrestricted	<u>(35,218)</u>	<u>(24,907)</u>	<u>71</u>	<u>(59)</u>	<u>(35,147)</u>	<u>(24,966)</u>
Total Net Position	\$ <u>73,183</u>	\$ <u>74,190</u>	\$ <u>9,949</u>	\$ <u>10,024</u>	\$ <u>83,132</u>	\$ <u>84,214</u>

By far the largest portion of the Town's net position is its investment in capital assets (e.g., land, construction in progress, buildings, land improvements, furniture and equipment, and infrastructure), less any related debt used to acquire those assets that are 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.

An additional portion of the Town's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position is \$(35.1) million.

- The Town's net position total of \$83.1 million had a slight decrease of \$1.1 million during the current fiscal year. Of the net position total, \$73.2 million is attributable to the government activities category and \$9.9 million for business activities.

Governmental activities. Governmental activities decreased the Town's net position by \$1.0 million, thereby accounting for all of the total increase in the net position of the Town.

Business-type activities. A business-type activity, which is the Wintonbury Hills Golf Course, decreased by \$75 thousand.

Revenues

Governmental activities revenues totaled \$100.2 million for fiscal year 2014 which represents an increase of \$3.4 million from the prior year. Property taxes are the largest revenue source for the Town and represent 71.2% of total revenues. Operating grants and contributions total \$23.1 million or 23.0% of revenue of which the major portion is attributable to education grants. Capital grants and contributions, totaled \$925 thousand or .92% of governmental revenues; of this \$412 thousand is from the State's Local Capital Improvement program. Charges for services totaled \$3.7 million, or 3.7% of revenue primarily from rental income, Town Clerk recording fees and police private duty fees.

Government-Wide Financial Analysis (continued)

The most significant variances from the prior year and outlined in the "Changes of Net Position" were as follows:

- Charges for services, which total \$3.7 million, was on line with the prior year. Rental income, recording fees and police extra duty service fees are the main sources in this category.
- Operating grants and contributions, which totals \$23.1 million, had a net increase of \$4.3 million from the prior year due to an increase in the education grants portion of this category. Grants from the State of Connecticut for the Big Picture High School were up \$1.9 million, Early Childhood Magnet School up \$1.0 million and additional funding from the State Teacher's Retirement System, up \$700,000.
- Capital grants and contributions, which totals \$925 thousand, dropped by \$1.26 million due primarily to the one time revenue from FEMA received in 2013 and not forthcoming in FY 2014.
- Property taxes, which comprises 71% of total revenue increased by \$2.2 million due primarily to the increase in the tax levy for the 2013-14 fiscal year and additional income from prior years' taxes.
- Grants and contributions (not restricted) was down by \$1.4 million due to the elimination of the Municipal Revenue Sharing grant from the State of Connecticut.

Expenses

Governmental expenses totaled \$101.2 million for the 2014 fiscal year, an increase of \$7.8 million from the prior year. Of the expenses, \$60.9 million or 60.2% is related to education. Public safety expenses is the next largest category at 16.4% or \$16.6 million, up \$1.8 million due to salaries, fringe benefits and police extra duty. Public works expenses amounted to \$8.3 million or 8.2%, saw an increase of \$600 thousand due to overtime and road materials because of the harsh 2014 winter. Education, which is the largest category at 60.2% of the total or \$60.9 million was up \$5.5 million due to program costs funded from increased state and federal sources.

There were minor variances from the prior year in most of the remaining categories.

Government-Wide Financial Analysis (continued)

**CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2014 AND 2013
(THOUSANDS)**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 3,711	\$ 3,754	\$ 1,931	\$ 1,787	\$ 5,642	\$ 5,541
Operating grants and contributions	23,148	18,853			23,148	18,853
Capital grants and contributions	925	2,193			925	2,193
General revenues:						
Property taxes	71,438	69,233			71,438	69,233
Grants and contributions (not restricted)	796	2,237			796	2,237
Unrestricted investment earnings	57	53			57	53
Miscellaneous	199	532			199	532
Total revenues	<u>100,274</u>	<u>96,855</u>	<u>1,931</u>	<u>1,787</u>	<u>102,205</u>	<u>98,642</u>
Expenses:						
Administration	5,326	5,425			5,326	5,425
Planning and development	1,097	1,195			1,097	1,195
Public Safety	16,604	14,786			16,604	14,786
Public Works	8,279	7,626			8,279	7,626
Leisure Services	1,155	1,187			1,155	1,187
Public Libraries	2,694	2,757			2,694	2,757
Human Services	2,842	2,851			2,842	2,851
Education	60,970	55,412			60,970	55,412
Interest Expense	2,314	2,237			2,314	2,237
Wintonbury Hills Golf Course			2,006	1,847	2,006	1,847
	<u>101,281</u>	<u>93,476</u>	<u>2,006</u>	<u>1,847</u>	<u>103,287</u>	<u>95,323</u>
Increase in Net Position	(1,007)	3,379	(75)	(60)	(1,082)	3,319
Net Position July 1	<u>74,190</u>	<u>70,811</u>	<u>10,024</u>	<u>10,084</u>	<u>84,214</u>	<u>80,895</u>
Net Position June 30	<u>\$ 73,183</u>	<u>\$ 74,190</u>	<u>\$ 9,949</u>	<u>\$ 10,024</u>	<u>\$ 83,132</u>	<u>\$ 84,214</u>

Business-type activities. Business-type activities, which for the Town is the operation of Wintonbury Hills Golf Course, decreased the Town's net position by \$75 thousand.

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 a 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 (as presented in the balance sheet Exhibit III) reported combined ending fund balances of \$19.3 million, an increase of \$3.7 million in comparison with the prior year. Of this total amount, \$15.9 million constitutes an unassigned fund balance in the General Fund, up \$1.28 million from 2012-13, while total General Fund balance reached \$18.2 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures (budgetary). Unassigned fund balance represents 19.8% of total 2013-14 General Fund expenditures, while total fund balance represents 22.7% of that same amount.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

There is also an assigned fund balance component in the amount of \$2.3 million that it is used for a specific purpose(s): \$915 thousand for FY 14 encumbrances and \$1.4 million assigned as revenue for the 2014-15 fiscal year.

Nonrecurring capital projects fund. This fund accounts for financial resources to be used for the acquisition of major equipment or construction of facilities, and to account for the \$94.6 million Town-wide school renovation project. The nonrecurring capital projects fund's revenues and other financing sources 'transfers-in' exceeded expenditures, for a net change in fund balance of \$1,727,544 for the fiscal year, which reduced the prior year deficit fund balance of (\$4.0 million) to a level of (\$2.28 million) which will be funded by future debt issuance.

State and Federal Education Grant Programs. This comprises several state and federal grant programs for education. As of June 30, 2014, it had a net change of fund balance of \$18,414 and total fund balance of (\$79,213) which will be financed by future grant revenue.

Non Major Governmental funds. This comprises grant programs for social services, recreation, school cafeteria, public safety and to account for specific revenues restricted to expenditures for specific purposes. There were positive results in this fund during the year with a net change to fund balance of \$1.2 million which increased the fund balance at June 30, 2014 to a total of \$3.5 million.

Proprietary funds. The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Town has two proprietary funds, the Wintonbury Hills Golf Course Fund (WHGC) and an internal service fund used for employee and retiree health insurance. The golf course had an operating loss of \$69,163 and non-operating expense of (\$5,351) for a decrease to net position of \$74,514 for a total net position of \$9,949,097 at June 30, 2014.

The internal service fund for employee and retiree health had operating income of \$661,030 due to favorable claims experience; together with investment earnings of \$788, resulted in an increase of \$661,818 to its total net position, which totaled \$8,230,475 at year-end.

General Fund Budgetary Highlights

There were no supplemental appropriations added to the original budget of \$80,830,120. Actual General Fund revenues on a budgetary basis totaled \$81,498,836 which exceeded the original budget by \$668,716. The major increases were in the property tax category and charges for services. The 2013-14 actual budget was \$80,114,664 as compared to the original budget of \$80,830,120, leaving a remaining balance of \$715,456. This positive result was mainly due to unused balances in overtime in both the Police department and Public Works of \$209,750 and \$101,702 respectively, district wide savings for the Board of Education of \$43,830 and minor savings in all of the remaining departments.

Capital Asset and Debt Administration

Capital assets. The Town's investment in capital assets (net of depreciation) for its governmental and business-type activities as of June 30, 2014 amounted to \$166.1 million and \$10.0 million, respectively, for a total of \$176.1 million or an increase of \$170 thousand. This investment in capital assets includes land, construction in progress, buildings, land improvements, furniture and equipment, and infrastructure. Capital assets for Business-type activities for the Wintonbury Hills Golf Course, decreased by \$269 thousand from the prior year.

**CAPITAL ASSETS (Net of Depreciation)
JUNE 30, 2014 AND 2013
(THOUSANDS)**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 41,303	\$ 41,069	\$ 1,000	\$ 1,000	\$ 42,303	\$ 42,069
Construction in progress	83,068	82,833			83,068	82,833
Buildings	30,118	30,496	1,290	1,323	31,408	31,819
Land Improvements	1,440	1,509	7,200	7,388	8,640	8,897
Furniture and equipment	3,788	3,447	473	521	4,261	3,968
Infrastructure	6,431	6,356			6,431	6,356
Total	\$ 166,148	\$ 165,710	\$ 9,963	\$ 10,232	\$ 176,111	\$ 175,942

Additional information on the Town's capital assets can be found in Note 3.B.

Debt Administration

Long and Short-term debt. At the beginning of the fiscal year, the Town had total debt outstanding of \$64.2 million. During FY 2014, the Town paid down \$3,590,000 of principal for a total of \$60,625,000 at June 30, 2014. Of this, \$55,625,000 was long term debt and the balance of \$5,000,000 was for short term bond anticipation notes. All bonded debt is general obligation debt backed by the full faith and credit of the Town.

**OUTSTANDING DEBT
JUNE 30, 2014 AND 2013
(THOUSANDS)**

	Governmental Activities	
	2014	2013
General obligation bonds	\$ 55,625	\$ 59,215
Bond anticipation notes	5,000	5,000
Total	\$ 60,625	\$ 64,215

At June 30, 2014, the Town's outstanding debt was rated "Aa2" by Moody's Investor Service and "AA" by Standard & Poor's Rating Group. Subsequent to the end of the fiscal year, the Town's rating was increased by Standard and Poor's to AA+.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times total tax collections including interest and lien fees and the tax relief for elderly freeze grant. The Town's debt limitation at June 30, 2014 for the Town is \$521,535,000 which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in Note 3.D.

Economic Factors and Next Year's Budgets and Rates

From a financial perspective as detailed in this annual financial report, the Town has again successfully managed its budgetary operations through prudent, conservative fiscal management. The 2013-14 results show the Town increased its General Fund unassigned fund balance to a level of \$15.9 million or approximately 19.3% of the fiscal 2015 budget. The Town's adopted 2014-15 General Fund appropriations totals \$82.0 million, an increase of 1.4% from the 2013-14 original budget. The mill rate was marginally decreased by .01 mills from 35.85 to 35.84. For the third consecutive year, the Town had an increase in its taxable grand list: the 2013 grand list was up 1.7%. The tax collection rate has risen over the past two years on average to a level of 98.5%, through aggressive enforcement measures. Other revenue sources such as building permits, real estate conveyance fees and interest income remained stagnant which result in more reliance on the property tax, a factor the Town Council has attempted to ameliorate with the small modest tax decrease. For the fourth consecutive year, the 2014-15 Board of Education budget, saw no increase due in large part to its declining enrollments of recent years. Fixed costs in the employee benefits category, contractual raises, the MDC levy and an increase for much needed capital improvements were the major drivers in the 2014-15 budget which is up 4.0%. The Town's continued commitment to its Capital Improvement Program was evident in the 2014-15 budget, to a level of \$3.9 million through a combination of state grants and a general fund contribution \$2.4 million.

Despite an improved tax collection rate, an increase in its taxable list and a modest expenditure increase, the Town like most municipalities, is facing ongoing, serious challenges in the current economic climate. As of July 2014, its unemployment rate was 10.1%, above the state-wide average of 8.1% and the Greater Hartford Labor market of 8.3%. The State of Connecticut's own fiscal situation, which is projecting a shortfall of \$100 million in FY 15 and projected deficits of \$1 billion for each of the next three years, has caused the Town to be more self-reliant as evidenced during the Council's budget deliberations to increase funding for economic development initiatives. The State's revenue from the personal income tax has been seriously impacted by the lingering economic downturn. To its credit, aid to cities and towns has not been significantly altered in recent years but this is not likely to continue given the gloomy fiscal projections. As a percent of total revenue, grants from the State total 8.5%, its lowest in years. In recognition of the Town's own financial management and economic development initiatives, its credit rating was increased in October 2014 by Standard and Poor's from AA to AA+.

Like most municipalities, the Town will continue to be challenged from growing costs in the employee benefits area, particularly pensions, health care costs and a large Other Post Employment Benefit (OPEB) liability. The Town has taken measures to control its future pension liability by closing both the Police and Town Employee plans in 2002 and 2003, respectively. In terms of health care and OPEB, the Town introduced health plan design changes and increased employee contributions for both active and future retiree health care as well as established an OPEB trust in FY 2015 in order to reduce these liabilities for the future. The fiscal year 2016 budget will also pose a challenge for Town officials with the implementation of October 1, 2014 property revaluation effective with the July 1, 2015 tax bills. Long term bonding obligations are projected to increase in the next few years should planned renovations to the Library and Public Works facility get approved by the Bloomfield voters.

In order to get through these tough economic challenges, the Town must continue to maintain fiscal discipline, expand its economic development activities and exercise cost control and expand operating efficiencies.

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 financial information should be addressed to the Director of Finance, 800 Bloomfield Avenue, Bloomfield, CT 06002.

Basic Financial Statements

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF NET POSITION

JUNE 30, 2014

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 38,266,567	\$ 271,805	\$ 38,538,372
Receivables:			
Property taxes	1,157,573		1,157,573
Interest receivable	293,334		293,334
Accounts receivable	527,047		527,047
Intergovernmental	771,717		771,717
Loans	407,607		407,607
Inventory	18,802	91,934	110,736
Internal balances	91,009	(91,009)	-
Other assets		72,024	72,024
Net pension asset	29,666		29,666
Capital assets not being depreciated	124,371,417	1,000,000	125,371,417
Capital assets being depreciated, net	41,776,744	8,963,165	50,739,909
Total assets	<u>207,711,483</u>	<u>10,307,919</u>	<u>218,019,402</u>
Deferred Outflows of Resources:			
Deferred amount on refunding	<u>1,599,679</u>	<u>-</u>	<u>1,599,679</u>
Liabilities:			
Accounts payable	2,637,440	94,910	2,732,350
Accrued liabilities	1,549,911	178,759	1,728,670
Accrued interest payable	421,856		421,856
Due to fiduciary funds	246,002		246,002
Bond anticipation notes	5,000,000		5,000,000
Unearned revenue	72,336		72,336
Noncurrent liabilities, due within one year	5,047,842	55,813	5,103,655
Noncurrent liabilities, due in more than one year	118,332,310	29,340	118,361,650
Total liabilities	<u>133,307,697</u>	<u>358,822</u>	<u>133,666,519</u>
Deferred Inflows of Resources:			
Advance property tax collections	<u>2,820,406</u>	<u>-</u>	<u>2,820,406</u>
Net Position:			
Net investment in capital assets	108,400,597	9,878,012	118,278,609
Unrestricted	<u>(35,217,538)</u>	<u>71,085</u>	<u>(35,146,453)</u>
Total Net Position	<u>\$ 73,183,059</u>	<u>\$ 9,949,097</u>	<u>\$ 83,132,156</u>

The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue And Changes In Net Position</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Governmental activities:							
Administration	\$ 5,326,166	\$ 815,262	\$	\$	\$ (4,510,904)	\$	\$ (4,510,904)
Planning and development	1,097,167	485,458			(611,709)		(611,709)
Public safety	16,604,235	1,023,131	379,611		(15,201,493)		(15,201,493)
Public works	8,278,593		2,112,314	924,726	(5,241,553)		(5,241,553)
Leisure services	1,154,749	122,588			(1,032,161)		(1,032,161)
Public libraries	2,694,049	24,404	37,937		(2,631,708)		(2,631,708)
Human services	2,842,564	141,232	27,724		(2,673,608)		(2,673,608)
Education	60,969,676	1,098,590	20,590,860		(39,280,226)		(39,280,226)
Interest expense	2,314,092				(2,314,092)		(2,314,092)
Total governmental activities	<u>101,281,291</u>	<u>3,710,665</u>	<u>23,148,446</u>	<u>924,726</u>	<u>(73,497,454)</u>	<u>-</u>	<u>(73,497,454)</u>
Business-type activities:							
Wintonbury Hills Golf Course	<u>2,005,912</u>	<u>1,931,398</u>				<u>(74,514)</u>	<u>(74,514)</u>
Total	<u>\$ 103,287,203</u>	<u>\$ 5,642,063</u>	<u>\$ 23,148,446</u>	<u>\$ 924,726</u>	<u>(73,497,454)</u>	<u>(74,514)</u>	<u>(73,571,968)</u>
		General revenues:					
		Property taxes			71,438,300		71,438,300
		Grants and contributions not restricted to specific programs			796,267		796,267
		Unrestricted investment earnings			56,803		56,803
		Miscellaneous			198,680		198,680
		Total general revenues			<u>72,490,050</u>	<u>-</u>	<u>72,490,050</u>
		Change in net position			(1,007,404)	(74,514)	(1,081,918)
		Net Position at Beginning of Year			<u>74,190,463</u>	<u>10,023,611</u>	<u>84,214,074</u>
		Net Position at End of Year			<u>\$ 73,183,059</u>	<u>\$ 9,949,097</u>	<u>\$ 83,132,156</u>

TOWN OF BLOOMFIELD, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2014

	<u>General Fund</u>	<u>Nonrecurring Capital Projects</u>	<u>State and Federal Education Grants</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 24,257,887	\$	\$ 3,673,355	\$ 1,032,506	\$ 28,963,748
Receivables:					
Property taxes	1,692,915				1,692,915
Intergovernmental			9,773	761,944	771,717
Accounts receivable	364,198	3,500	14,844	144,505	527,047
Loans				407,607	407,607
Due from other funds	4,931,019	2,796,141		2,916,072	10,643,232
Other assets				18,802	18,802
Total Assets	<u>\$ 31,246,019</u>	<u>\$ 2,799,641</u>	<u>\$ 3,697,972</u>	<u>\$ 5,281,436</u>	<u>\$ 43,025,068</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 1,845,733	\$ 80,604	\$ 275,484	\$ 403,775	\$ 2,605,596
Accrued liabilities	908,674			6,237	914,911
Due to other funds	5,958,215		3,488,898	945,612	10,392,725
Bond anticipation notes		5,000,000			5,000,000
Unearned revenue	51,300	3,500	12,902	4,634	72,336
Total liabilities	<u>8,763,922</u>	<u>5,084,104</u>	<u>3,777,284</u>	<u>1,360,258</u>	<u>18,985,568</u>
Deferred inflows of resources:					
Unavailable revenue - property taxes	1,455,731				1,455,731
Unavailable revenue - loans receivable				407,607	407,607
Advance property tax collections	2,820,406				2,820,406
Total deferred inflows of resources	<u>4,276,137</u>	<u>-</u>	<u>-</u>	<u>407,607</u>	<u>4,683,744</u>
Fund balances:					
Nonspendable				18,802	18,802
Restricted		350,894		2,175,740	2,526,634
Committed				1,320,606	1,320,606
Assigned	2,315,312				2,315,312
Unassigned	15,890,648	(2,635,357)	(79,312)	(1,577)	13,174,402
Total fund balances	<u>18,205,960</u>	<u>(2,284,463)</u>	<u>(79,312)</u>	<u>3,513,571</u>	<u>19,355,756</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 31,246,019</u>	<u>\$ 2,799,641</u>	<u>\$ 3,697,972</u>	<u>\$ 5,281,436</u>	<u>\$ 43,025,068</u>

(Continued on next page)

TOWN OF BLOOMFIELD, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)

JUNE 30, 2014

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position:

Amounts reported for governmental activities in the statement of net position (Exhibit I) are different because of the following:

Fund balances - total governmental funds (Exhibit III)	\$ 19,355,756
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 213,976,585	
Less accumulated depreciation	(47,828,424)	
Net capital assets	<u>166,148,161</u>	166,148,161

Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recorded in the funds:

Net pension asset	29,666
Property taxes and assessments receivable greater than 60 days	1,455,731
Loan receivables greater than 60 days	407,607
Interest receivable on property taxes	428,514
Allowance for uncollectible accounts	(670,522)

Internal service funds are used by management to charge the costs of health benefits and workers compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

	8,230,475
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Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds payable	(55,625,000)
Premium on bonds payable	(3,722,243)
Deferred charge on refunding	1,599,679
Interest payable on bonds	(421,856)
Net OPEB obligation	(39,847,704)
Net pension obligation	(609)
Compensated absences	(5,950,696)
Landfill closure costs	<u>(18,233,900)</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 73,183,059</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	General Fund	Nonrecurring Capital Projects	State and Federal Education Grants	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes, interest and lien fees	\$ 71,679,525	\$	\$	\$	\$ 71,679,525
Intergovernmental	11,640,999	1,248,022	7,461,138	4,408,691	24,758,850
Interest income	56,004			11	56,015
Charges for services	1,866,078			1,844,587	3,710,665
Contributions				110,589	110,589
Other	160,234	37,172		1,274	198,680
Total revenues	<u>85,402,840</u>	<u>1,285,194</u>	<u>7,461,138</u>	<u>6,365,152</u>	<u>100,514,324</u>
Expenditures:					
Current:					
Administration	2,824,257				2,824,257
Boards and agencies	111,045				111,045
Planning and development	695,885				695,885
Public safety	7,092,673			650,108	7,742,781
Public works	3,100,569			409,586	3,510,155
Leisure services	690,299			145,940	836,239
Public libraries	1,459,802				1,459,802
Human services	1,340,671			176,955	1,517,626
Facilities	1,582,410				1,582,410
Fixed charges	14,114,184				14,114,184
Miscellaneous	159,666				159,666
Education	42,708,097		7,318,448	3,205,618	53,232,163
Debt service	5,955,928				5,955,928
Capital outlay		2,312,650		729,726	3,042,376
Total expenditures	<u>81,835,486</u>	<u>2,312,650</u>	<u>7,318,448</u>	<u>5,317,933</u>	<u>96,784,517</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,567,354</u>	<u>(1,027,456)</u>	<u>142,690</u>	<u>1,047,219</u>	<u>3,729,807</u>
Other Financing Sources (Uses):					
Transfers in	50,000	2,755,000		219,276	3,024,276
Transfers out	<u>(2,850,000)</u>		<u>(124,276)</u>	<u>(50,000)</u>	<u>(3,024,276)</u>
Total other financing sources (uses)	<u>(2,800,000)</u>	<u>2,755,000</u>	<u>(124,276)</u>	<u>169,276</u>	<u>-</u>
Net Change in Fund Balances	767,354	1,727,544	18,414	1,216,495	3,729,807
Fund Balances at Beginning of Year	<u>17,438,606</u>	<u>(4,012,007)</u>	<u>(97,726)</u>	<u>2,297,076</u>	<u>15,625,949</u>
Fund Balances at End of Year	<u>\$ 18,205,960</u>	<u>\$ (2,284,463)</u>	<u>\$ (79,312)</u>	<u>\$ 3,513,571</u>	<u>\$ 19,355,756</u>

(Continued on next page)

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2014

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund
Balances of Governmental Funds to the Statement of Activities:

Amounts reported for governmental activities in the statement of activities (Exhibit II) are different because
of the following:

Net change in fund balances - total governmental funds (Exhibit IV)	\$ 3,729,807
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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.

Capital outlay	2,612,582
Depreciation expense	(2,040,608)
Loss on disposal of capital assets	(133,726)

Revenues in the statement of activities that do not provide current financial
resources are not reported as revenues in the funds.

Property taxes and assessments collected after 60 days	(175,189)
Interest income on property taxes	(66,036)

Change in pension asset	341
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The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental
funds, while the repayment of the principal of long-term debt consumes the current financial
resources of governmental funds. Neither transaction, however, has any effect on net position.
Also, governmental funds report the effect of premiums, discounts and similar items
when debt is first issued, whereas these amounts are deferred and amortized in the statement of
activities. This amount is the net effect of these differences in the treatment of long-term debt.

Principal payments on bonds and notes	3,590,000
Amortization of premiums	281,005
Other	(248,969)
Amortization of deferred charge on refunding	(146,754)
Accrued interest on bonds	26,293
Principal payments on capital leases	140,261

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

Change in other post employment benefit liability	(7,845,318)
Change in net pension liability	(609)
Change in compensated absences	(1,503,052)
Landfill closure and postclosure liability	110,750

The net expense of certain activities of internal service funds is reported in governmental activities	<u>661,818</u>
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Change in Net Position of Governmental Activities (Exhibit II)	<u><u>\$ (1,007,404)</u></u>
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The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2014

	Business-Type Activities Enterprise Fund	Governmental Activities
	Wintonbury Hills Golf Course	Internal Service Funds
Assets:		
Current assets:		
Cash and cash equivalents	\$ 271,805	\$ 9,302,819
Inventory	91,934	
Prepaid items	72,024	
Total current assets	435,763	9,302,819
Noncurrent assets:		
Capital assets not being depreciated	1,000,000	
Capital assets being depreciated, net	8,963,165	
Total noncurrent assets	9,963,165	-
Total assets	10,398,928	9,302,819
Liabilities:		
Current liabilities:		
Accounts payable	94,910	31,844
Accrued liabilities	178,759	
Claims payable		635,000
Due to other funds	91,009	405,500
Capital leases payable	55,813	
Total current liabilities	420,491	1,072,344
Noncurrent liabilities:		
Capital leases payable	29,340	
Total liabilities	449,831	1,072,344
Net Position:		
Net investment in capital assets	9,878,012	
Unrestricted	71,085	8,230,475
Total Net Position	\$ 9,949,097	\$ 8,230,475

The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Business-Type Activities Enterprise Fund Wintonbury Hills Golf Course	Governmental Activities Internal Service Funds
Operating Revenues:		
Premiums	\$	\$ 10,977,470
Charges for services	1,931,398	
Total operating revenues	<u>1,931,398</u>	<u>10,977,470</u>
Operating Expenses:		
Golf operations	420,999	
Maintenance operations	561,313	
General and administrative	398,377	
Food and beverage operations	306,717	
Marketing	29,001	
Depreciation	284,154	
Claims		9,423,018
Administration		893,422
Total operating expenses	<u>2,000,561</u>	<u>10,316,440</u>
Operating Income (Loss)	<u>(69,163)</u>	<u>661,030</u>
Nonoperating Revenues (Expenses):		
Investment income		788
Interest expense	(5,351)	
Net nonoperating revenues (expenses)	<u>(5,351)</u>	<u>788</u>
Change in Net Position	(74,514)	661,818
Net Position at Beginning of Year	<u>10,023,611</u>	<u>7,568,657</u>
Net Position at End of Year	<u>\$ 9,949,097</u>	<u>\$ 8,230,475</u>

The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Business-Type Activities Enterprise Fund	Governmental Activities
	Wintonbury Hills Golf Course	Internal Service Funds
Cash Flows from Operating Activities:		
Receipts from customers and users	\$ 1,931,398	\$ 11,382,970
Cash paid to other funds	(100,000)	
Cash paid to employees	(771,210)	
Cash paid to vendors	(925,377)	(861,578)
Cash paid to beneficiaries		(9,337,418)
Net cash provided by operating activities	<u>134,811</u>	<u>1,183,974</u>
Cash Flows from Capital and Related Financing Activities:		
Additions to capital assets	(15,398)	
Principal paid on capital leases	(63,663)	
Interest paid on capital leases	(5,351)	
Net cash used in capital and related financing activities	<u>(84,412)</u>	<u>-</u>
Cash Flows from Investing Activities:		
Investment income		788
Net Increase in Cash and Cash Equivalents	50,399	1,184,762
Cash and Cash Equivalents - Beginning of Year	<u>221,406</u>	<u>8,118,057</u>
Cash and Cash Equivalents - End of Year	<u>\$ 271,805</u>	<u>\$ 9,302,819</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Operating income (loss)	\$ (69,163)	\$ 661,030
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation expense	284,154	
Increase in inventory	(1,539)	
Increase in prepaid expenses	(19,044)	
Decrease in due from other funds		96,899
Decrease in accounts payable	8,153	31,844
Increase in accrued liabilities	32,250	
Increase in claims payable		85,600
Increase (decrease) in due to other funds	<u>(100,000)</u>	<u>308,601</u>
Net Cash Provided by Operating Activities	<u>\$ 134,811</u>	<u>\$ 1,183,974</u>

The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT
STATEMENT OF NET POSITION - FIDUCIARY FUNDS

JUNE 30, 2014

	<u>Pension Trust Funds</u>	<u>Agency Funds</u>
Assets:		
Cash and cash equivalents	\$	\$ 215,377
Due from primary government		246,002
Investments - mutual funds, at fair value	68,669,662	
Total assets	<u>68,669,662</u>	<u>461,379</u>
Liabilities:		
Due to participants		45,436
Due to student groups		162,441
Due to developers		253,502
Total liabilities	<u>-</u>	<u>461,379</u>
Net Position:		
Held in Trust for Pension Benefits	<u>\$ 68,669,662</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Pension Trust Funds
	<u> </u>
Additions:	
Contributions:	
Employer	\$ 4,359,337
Plan members	731,867
Total contributions	<u>5,091,204</u>
Investment income:	
Change in fair value of investments	8,396,787
Interest and dividends	1,386,650
	<u>9,783,437</u>
Less investment expenses:	
Investment management fees	32,306
Net investment income	<u>9,751,131</u>
Total additions	<u>14,842,335</u>
Deductions:	
Benefits	6,338,544
Administration	121,403
Total deductions	<u>6,459,947</u>
Change in Net Position	8,382,388
Net Position - Beginning of Year	<u>60,287,274</u>
Net Position - End of Year	<u>\$ 68,669,662</u>

The accompanying notes are an integral part of the financial statements

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Bloomfield, Connecticut (the Town) adopted its first charter on October 5, 1959, effective January 1, 1960. The Charter provides for a Town Council-Town Manager form of government and provides such services as are authorized by the Charter. Among these services are general administrative services, public safety, planning and development, public works, parks and recreation, public libraries, health and social services and education.

Accounting principles generally accepted in the United States of America require that the reporting entity include the primary government and its component units, entities for which the government is considered to be financially accountable, all organizations for which the primary government is financially accountable, and other organizations that by the nature and significance of their relationship with the primary government would cause the financial statements to be incomplete or misleading if excluded. Blended component units, although legally separate entities, are, in substance, part of the government's operations; therefore, data from these units are combined with data of the primary government. Based on these criteria, there are no component units requiring inclusion in these financial statements.

B. Basis of Presentation

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

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those expenses that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods,

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days after the end of the current fiscal period.

Property taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. In determining when to recognize intergovernmental revenues (grants and entitlements), the legal and contractual requirements of the individual programs are used as guidance. Revenues are recognized when the eligibility requirements have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

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

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The Town reports the following major governmental funds:

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

The *Nonrecurring Capital Projects Fund* accounts for financial resources to be used for capital expenditures or for the acquisition or construction of capital facilities, improvements and/or equipment. The major sources of revenues in this fund are bonding and grant funding.

The *State and Federal Education Grants Fund* accounts for financial resources obtained through grant funding to be used for education expenditures. The major sources of revenues in this fund are intergovernmental grants.

Additionally, the Town reports the following fund types:

The *Wintonbury Hills Golf Course Fund* is a proprietary (enterprise) fund used to account for the operation and maintenance of the Wintonbury Hills Golf Course, which is owned by the Town and is primarily supported through charges to customers.

The *Internal Service Fund* is used to account for the Town's self-insurance program for accident and health insurance coverage of Town and Board of Education employees.

The *Pension Trust Funds* are used to account for the activities of the Bloomfield Employees' Retirement System, which accumulates resources for pension benefit payments to qualified employees.

The *Agency Funds* account for monies held on behalf of employees, students and citizens.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other function of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to users for services. Operating expenses for internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

C. Cash Equivalents

For purposes of reporting cash flows, all savings, checking, money market accounts and certificates of deposit with an original maturity of less than 90 days are considered to be cash equivalents.

D. Investments

Investments are stated at fair value.

E. Inventories

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of United States Department of Agriculture donated commodities are stated at fair market value. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

F. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is 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 noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

In the government-wide financial statements, all trade and property tax receivables are shown net of an allowance for uncollectibles. Allowance percentages range from 2 to 50 percent of outstanding receivable balances and are calculated based on prior collections.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

G. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial individual cost of more than \$5,000 and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
<u>Infrastructure:</u>	
Roadways	30
Signage	7
Walkways and paths	30
<u>Land and Buildings:</u>	
Land	-
Buildings	50
Improvements	20
Construction in progress	-
<u>Equipment:</u>	
Computer equipment	5
Contractor's equipment	8-15
Furniture and fixtures	20
Miscellaneous equipment	5-20
Vehicles	3-10

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports advance property tax collections in the government-wide statement of net position and in the governmental funds balance sheet. Advance property tax collections represent taxes inherently associated with a future period. This amount is recognized during the period with which the revenue is associated. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from two sources: property taxes and long-term loans. These amounts are deferred and recognized as an inflow of resources (revenue) in the period during which the amounts become available.

I. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses.

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

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

J. Compensated Absences and Termination Benefits

The Town's personnel policies provide for a carryover of unused vacation days up to twice the employee's current vacation entitlement. In addition, up to 150 days of unused sick leave may be accumulated. Such sick days may be used in the event of sickness and, for employees meeting certain criteria for age and length of service, a vested portion may be taken as leave upon termination of employment or retirement, at the employee's then current salary rate.

The Board of Education's personnel policies allow for non-teachers to accumulate unused sick time up to a maximum number of days stated by individual union contracts. Of the total days accumulated, only a percentage of the total days, as noted in the union contracts, will be paid to employees upon retirement. Under the terms of various union contracts, teachers may be eligible for early retirement benefits.

K. Equity

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

Net Investment in Capital Assets - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position - Restricted net position contains assets subject to restrictions that are externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The Town currently has no restricted net position.

Unrestricted Net Position - This component consists of net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

Nonspendable Fund Balance - This component represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts).

Restricted Fund Balance - This component represents amounts constrained for a specific purpose by external parties, such as grantors, creditors, contributors, or laws and regulations of their governments.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Committed Fund Balance - This component represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Town Council). The Town Council can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Assigned Fund Balance - This balance represents amounts constrained for the intent to be used for a specific purpose by the Finance Subcommittee that has been delegated authority to assign amounts by the Town Charter.

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

The Town does not have a minimum fund balance policy.

L. Property Taxes

The Town's property tax is levied on the Grand List of October 1 each year and is due and payable in two installments on the following July 1 and January 1.

The Town files liens against property if taxes that are due July 1 remain unpaid on the following June 30.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The Town defines the current period to mean within 60 days after year-end. Property taxes receivable not expected to be collected during the available period are reflected in unavailable revenue in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements. Property taxes collected prior to June 30 that are applicable to the subsequent years' assessment are reflected as advance tax collections in both the fund financial statements and the government-wide financial statements.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

M. Accounting Estimates

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

General Budget Policies - The Town follows these procedures in establishing the budgetary data reflected in the financial statements of the General Fund, the only fund with a legally adopted annual budget:

- (1) 120 days prior to the fiscal year-end, each department head, with the exception of the Chairman of the Board of Education, submits to the Town Manager itemized estimates of expenditures and nontax revenue for the upcoming fiscal year.
- (2) 90 days prior to the fiscal year-end, the Chairman of the Board of Education submits to the Town Manager itemized estimates of expenditures and nontax revenue for the upcoming fiscal year.
- (3) Not later than 90 days prior to year-end, the Town Manager must submit the budget to the Town Council.
- (4) Not later than 15 days after the Town Manager submits the budget to the Town Council, the Council must hold public hearings to obtain taxpayer comments.
- (5) At the annual Town meeting on the second Monday in May, the Council votes on the budget, provided that at least 5% of the registered voters of the Town are in attendance.
- (6) The Town Manager may transfer unencumbered funds within a department. The Town Council may transfer unencumbered funds between departments and is authorized to make additional appropriations up to 1.5% of the total annual budget of the Town. Additional appropriations in excess of 1.5% of the total annual budget must be approved by Town Meeting. There were no additional appropriations approved during the year.
- (7) The legal level of control is at the department level.

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

- (8) The Board of Education, which is not a separate legal entity, but a function of the Town, is authorized under state law to make any transfers required within its budget at its discretion. Any additional appropriations must have the approval of the Board of Education and Town Council.
- (9) Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or commitment is issued, and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures of the current year.

The Town's budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major differences between the budgetary and GAAP basis are:

Encumbrances - Encumbrances outstanding at year end are reflected in budgetary reports as expenditures of the current year. On a GAAP basis, encumbrances are included in either restricted, committed or assigned fund balance, depending on the level of restriction.

Premiums - A significant premium related to the fiscal year 2011 bond issuance is reflected in budgetary reports as revenues over three years. On a GAAP basis, the premium was recognized in its entirety in the year of issuance.

Grants - Certain grants are reflected in budgetary reports as reductions to the related expenditures. On a GAAP basis, these grants, and the related expenditures, are reflected on a gross basis.

Teachers' Retirement - Payments made by the State of Connecticut on behalf of the Town for the State Teachers' Retirement System are not reflected in budgetary reports. On a GAAP basis, these amounts are reflected as both revenues and expenditures.

Refunding Transactions - Individual components of refunding transactions are not reflected in budgetary reports. On a GAAP basis, these amounts are reflected in bond and premium proceeds and debt service.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As explained above, the Town's budgetary fund structure accounts for certain transactions differently from the structure utilized in reporting in conformity with GAAP. A reconciliation of revenues and expenditures of the General Fund between the accounting treatment required by GAAP and budgetary requirements is as follows:

	Revenues and Other Financing Sources	Expenditures and Other Financing Uses
	<u> </u>	<u> </u>
Balance, budgetary basis	\$ 81,498,836	\$ 80,114,664
Encumbrances charged to budgetary expenditures during the year ended June 30, 2014		(817,942)
Encumbrances cancelled during the year ended June 30, 2014		
Premium recognized over three years for budget	(712,937)	
Encumbrances outstanding at June 30, 2013, liquidated during the year ended June 30, 2014		721,823
Grants netted against expenditure for GAAP	175,430	175,430
State Teachers' Retirement on-behalf payment	<u>4,491,511</u>	<u>4,491,511</u>
Balance, GAAP Basis	<u>\$ 85,452,840</u>	<u>\$ 84,685,486</u>

B. Deficit Fund Equity

The following funds had deficit fund balances at year end:

Nonrecurring Capital Projects	\$ 2,284,463
State and Federal Education Grants	79,312
Lawn Equipment Exchange	1,449
Building Energy Improvement Program	128

These deficits will be eliminated in future years by bonding, grants and other revenues.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

3. DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents and Investments

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

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

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF) and the State Tax Exempt Proceeds Fund (TEPF). These investment pools are under the control of the State Treasurer, with oversight provided by the Treasurer’s Cash Management Advisory Board, and are regulated under the State Statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the fair value of the position in the pool is the same as the value of the pool shares.

Deposits

Deposit Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Town’s deposits will not be returned. The Town does not have a deposit policy for custodial credit risk. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository’s risk-based capital ratio.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$35,809,377 of the Town's bank balance of \$37,782,626 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 32,053,437
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>3,755,940</u>
Total Amount Subject to Custodial Credit Risk	<u><u>\$ 35,809,377</u></u>

Cash Equivalents

At June 30, 2014, the Town's cash equivalents amounted to \$1,059,633. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations.

	Standard & Poor's	Fitch Ratings
State Short-Term Investment Fund (STIF)	AAAm	

Investments

As of June 30, 2014, the Town had the following investments:

Investment Type	Fair Value
Mutual Funds	\$ 64,264,826
Real Estate Investment Trust	<u>4,404,836</u>
Total Investments	<u><u>\$ 68,669,662</u></u>

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

Credit Risk - Investments - The Town does not have an investment policy that would limit its investment choices due to credit risk, other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Connecticut or political subdivision.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Concentration of Credit Risk - The Town has no policy limiting an investment in any one issuer that is in excess of 5% of the Town's total investments.

Custodial Credit Risk - Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town 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 does not have a policy for custodial credit risk. At June 30, 2014, the Town did not have any uninsured and unregistered securities held by the counterparty, or by its trust department or agent, that were not in the Town's name.

B. Capital Assets

	<u>Beginning Balance July 1, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance June 30, 2014</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 41,069,302	\$ 234,000	\$	\$ 41,303,302
Construction in progress	82,833,093	235,022		83,068,115
Total capital assets not being depreciated	<u>123,902,395</u>	<u>469,022</u>	<u>-</u>	<u>124,371,417</u>
Capital assets being depreciated:				
Buildings	48,337,377	458,228	50,140	48,745,465
Land improvements	5,206,919	151,212	142,800	5,215,331
Furniture and equipment	9,674,614	976,934	253,282	10,398,266
Infrastructure	24,688,920	557,186		25,246,106
Total capital assets being depreciated	<u>87,907,830</u>	<u>2,143,560</u>	<u>446,222</u>	<u>89,605,168</u>
Total capital assets	<u>211,810,225</u>	<u>2,612,582</u>	<u>446,222</u>	<u>213,976,585</u>
Less accumulated depreciation for:				
Buildings	17,841,091	811,389	24,569	18,627,911
Land improvements	3,698,135	112,176	35,105	3,775,206
Furniture and equipment	6,227,266	635,535	252,822	6,609,979
Infrastructure	18,333,820	481,508		18,815,328
Total accumulated depreciation	<u>46,100,312</u>	<u>2,040,608</u>	<u>312,496</u>	<u>47,828,424</u>
Total capital assets being depreciated, net	<u>41,807,518</u>	<u>102,952</u>	<u>133,726</u>	<u>41,776,744</u>
Governmental Activities Capital Assets, Net	<u>\$ 165,709,913</u>	<u>\$ 571,974</u>	<u>\$ 133,726</u>	<u>\$ 166,148,161</u>

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

	<u>Beginning Balance July 1, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance June 30, 2014</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 1,000,000	\$ -	\$ -	\$ 1,000,000
Total capital assets not being depreciated	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>
Capital assets being depreciated:				
Buildings	1,631,210			1,631,210
Land improvements	9,097,858			9,097,858
Equipment	947,625	15,398		963,023
Total capital assets being depreciated	<u>11,676,693</u>	<u>15,398</u>	<u>-</u>	<u>11,692,091</u>
Total capital assets	<u>12,676,693</u>	<u>15,398</u>	<u>-</u>	<u>12,692,091</u>
Less accumulated depreciation for:				
Buildings	308,458	32,624		341,082
Land improvements	1,709,400	188,511		1,897,911
Equipment	426,914	63,019		489,933
Total accumulated depreciation	<u>2,444,772</u>	<u>284,154</u>	<u>-</u>	<u>2,728,926</u>
Total capital assets being depreciated, net	<u>9,231,921</u>	<u>(268,756)</u>	<u>-</u>	<u>8,963,165</u>
Business Type Activities Capital Assets, Net	<u>\$ 10,231,921</u>	<u>\$ (268,756)</u>	<u>\$ -</u>	<u>\$ 9,963,165</u>

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

Governmental activities:	
Administration	\$ 51,578
Public safety	301,623
Public works	680,751
Leisure services	27,435
Public libraries	6,314
Human services	53,339
Education	<u>919,568</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,040,608</u>
Business-type activities:	
Wintonbury Hills Golf Course	<u>\$ 284,154</u>

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

C. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of June 30, 2014 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 945,612
	State and Federal Education Grants	3,488,898
	Golf Course	91,009
	Internal Service Funds	405,500
		<u>4,931,019</u>
Nonrecurring Capital Projects Fund	General Fund	2,796,141
Nonmajor Governmental Funds	General Fund	2,916,072
Agency Funds	General Fund	<u>246,002</u>
Total		<u>\$ 10,889,234</u>

Interfund balances are a result of temporary loans to various funds.

Interfund transfers for the year ended June 30, 2014 are as follows:

	<u>Transfers In</u>			
	<u>General Fund</u>	<u>Nonrecurring Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Transfers Out</u>
Transfers out:				
General Fund	\$	\$ 2,755,000	\$ 95,000	\$ 2,850,000
State and Federal Education Grants			124,276	124,276
Nonmajor Governmental Funds	<u>50,000</u>			<u>50,000</u>
Total Transfers In	<u>\$ 50,000</u>	<u>\$ 2,755,000</u>	<u>\$ 219,276</u>	<u>\$ 3,024,276</u>

Interfund transfers arose from appropriating general fund amounts to the capital nonrecurring fund and various nonmajor governmental funds.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

D. Long-Term Debt

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2014 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 59,215,000	\$	\$ 3,590,000	\$ 55,625,000	\$ 3,930,000
Premium	4,003,248		281,005	3,722,243	
Total bonds payable	<u>63,218,248</u>	-	<u>3,871,005</u>	<u>59,347,243</u>	<u>3,930,000</u>
Capital leases	140,261		140,261	-	
OPEB obligation	32,002,386	7,845,318		39,847,704	
Net pension obligation		609		609	
Compensated absences	4,447,644	1,755,965	252,913	5,950,696	496,559
Landfill	<u>18,344,650</u>		<u>110,750</u>	<u>18,233,900</u>	<u>621,283</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 118,153,189</u>	<u>\$ 9,601,892</u>	<u>\$ 4,374,929</u>	<u>\$ 123,380,152</u>	<u>\$ 5,047,842</u>
Business-Type Activities:					
Capital Leases	<u>\$ 148,816</u>	<u>\$ -</u>	<u>\$ 63,663</u>	<u>\$ 85,153</u>	<u>\$ 55,813</u>

Compensated absences and net OPEB obligations are generally liquidated by the General Fund.

General Obligation Bonds

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the Town. The Town is liable for all outstanding bonds. General obligation bonds currently outstanding are as follows:

	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>	<u>Annual Principal</u>	<u>Principal Outstanding June 30, 2014</u>
General Obligation Bonds - Schools	6/15/2008	\$ 15,000,000	Various	6/15/2028	\$ 785,000-790,000	\$ 1,580,000
General Obligation Bonds	10/20/2010	25,000,000	1.50%-5.00%	10/15/2030	1,250,000	21,250,000
General Obligation Bonds	10/19/2011	15,000,000	2.00%-3.72%	11/1/2030	750,000	13,500,000
General Obligation Refunding Bonds	10/20/2010	12,400,000	1.50%-5.00%	10/15/2022	530,000-1,140,000	9,505,000
General Obligation Refunding Bonds	2/12/2013	10,240,000	1.50%-4.00%	12/15/2027	200,000-830,000	<u>9,790,000</u>
Total						<u>\$ 55,625,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 3,930,000	\$ 2,030,207	\$ 5,960,207
2016	3,930,000	1,880,013	5,810,013
2017	3,965,000	1,739,688	5,704,688
2018	3,950,000	1,600,938	5,550,938
2019	3,945,000	1,456,263	5,401,263
2020-2024	17,935,000	5,076,940	23,011,940
2025-2029	13,220,000	2,029,482	15,249,482
2030-2032	<u>4,750,000</u>	<u>221,875</u>	<u>4,971,875</u>
	<u>\$ 55,625,000</u>	<u>\$ 16,035,406</u>	<u>\$ 71,660,406</u>

The total of authorized but unissued bonds at June 30, 2014 is \$34,600,000. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

The Town's indebtedness does not exceed the legal debt limitation of \$521,535,000 as required by the Connecticut General Statutes.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Refundings

The Town has defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Town's financial statements. At June 30, 2014, \$9,470,000 of the defeased debt is outstanding.

Capital Leases

The Town has entered into lease agreements as lessee for financing the acquisition of police vehicles and equipment and golf course equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

	<u>Business-Type Activities</u>
Asset:	
Equipment	\$ 275,940
Less accumulated depreciation	<u>(60,815)</u>
Total	<u><u>\$ 215,125</u></u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2014 were as follows:

<u>Year Ending June 30,</u>	<u>Business-Type Activities</u>
2015	\$ 57,957
2016	<u>29,867</u>
Total minimum lease payments	87,824
Less amount representing interest	<u>2,671</u>
Present Value of Minimum Lease Payments	<u><u>\$ 85,153</u></u>

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Operating Leases

The Town leases a school building to a third-party educational organization. Total revenue from the lease was \$292,578 for the year ended June 30, 2014. The future minimum lease revenues for this lease are as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2015	\$ 24,382

Landfill Postclosure Care Costs

In 1973, the Town entered into an agreement with the Town of Windsor for a joint sanitary landfill development. The Town agreed to contribute \$247,400 for one-half of the initial site development costs. The Town has also contributed \$15,000 to \$50,000 a year for replacement of landfill equipment. The Town of Windsor issued bonds for the project.

In February 1988, the Town amended the agreement with the Town of Windsor so that the landfill operation will pay for the debt service costs and equipment replacement contribution through the fees charged for dumping. Thus, the Town does not make a direct contribution for the two purposes but is still contingently liable for them.

The Town entered into another agreement dated November 1993 that defines the terms for payment of closure costs, which states that the two towns shall contribute equally, on an annual basis, for all closure, postclosure and monitoring expenses until all federal and state requirements are met. Landfill closure and postclosure care liability, Subtitle D and Subtitle C as of June 30, 2014 was reported at \$13,580,000, \$22,830,000 and \$57,800 respectively. The postclosure care liability was calculated based on two portions of the landfill. Subtitle D of the landfill has estimated monitoring costs for 30 years at \$761,000 per year for a total of \$22,830,000. The postclosure care liability for Subtitle D of the landfill is reported as \$22,830,000 based on the use of 100.0% of the estimated capacity of the landfill. Subtitle C of the landfill is already closed and has estimated monitoring costs for three remaining years at \$28,900 per year for a total of \$57,800. These amounts are based on what it would cost to perform all closure and postclosure care in 2014. The towns closed the landfill in effective July 1, 2014. Actual costs may be higher due to inflation, changes in technology or changes in regulations. The Town's portion of the total liability of \$18,233,900 has been included as a liability in the Town's governmental activities.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

As indicated above, the landfill serves the towns of Bloomfield and Windsor. An agreement, dated November 19, 1993, exists between the two communities. This agreement establishes the terms and conditions for the payment of closure costs. The agreement states, "The two towns shall contribute equally, on an annual basis, for said purposes and shall be equally responsible for closure, postclosure and monitoring expenses until all Federal and State requirements are met." The contributions made by both towns are reported in the Landfill Fund, a proprietary type fund that is held by the Town of Windsor.

Overlapping Debt

The Town is a member of the Metropolitan District Commission, a regional sewer and water authority. Total outstanding debt of the Metropolitan District Commission at June 30, 2014 was \$650,054,901. The estimated Town's share of the debt at June 30, 2014 was 7.23% or \$46,998,948. The estimated percentage is calculated based upon proration of tax collection from the eight member towns.

4. BOND ANTICIPATION NOTES

The following is a schedule of changes in bond anticipation notes for the year ended June 30, 2014.

<u>Project</u>	<u>Date Issued</u>	<u>Maturity Date</u>	<u>Interest Rate (%)</u>	<u>Balance July 1, 2013</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2014</u>
School renovations and additions	2/12/2013	11/1/2013	1.50	\$ 5,000,000	\$ -	\$ 5,000,000	\$ -
School renovations and additions	11/1/2013	10/31/2014	1.25	-	5,000,000	-	5,000,000
				<u>\$ -</u>	<u>\$ 5,000,000</u>	<u>\$ -</u>	<u>\$ 5,000,000</u>

The notes are reported in the Nonrecurring Capital Projects fund and will be retired or permanently financed.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

5. FUND BALANCE

The components of fund balance for the governmental funds as of June 30, 2014 are as follows:

	<u>General Fund</u>	<u>Nonrecurring Capital Projects</u>	<u>State and Federal Education Grants</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund balances:					
Nonspendable:					
Inventory	\$	\$	\$	\$ 18,802	\$ 18,802
Restricted for:					
Capital projects		350,894			350,894
Education				19,066	19,066
Police services				237,104	237,104
Social services				67,334	67,334
Filley house restoration				81,165	81,165
Small cities program				28,452	28,452
Prosser library				140,219	140,219
Municipal aid program grant				1,600,114	1,600,114
Farm viability grant				2,286	2,286
Committed to:					
Police Services				625,468	625,468
Recreation				94,709	94,709
Senior Services				32,775	32,775
Education				302,878	302,878
School food service				158,639	158,639
Saxton Beautification				106,137	106,137
Assigned to:					
Administration	1,075				1,075
Planning and development	7,702				7,702
Human services	3,400				3,400
Public works	21,319				21,319
Public safety	18,817				18,817
Subsequent year's budget	1,400,000				1,400,000
Education	862,999				862,999
Unassigned	15,890,648	(2,635,357)	(79,312)	(1,577)	13,174,402
Total Fund Balances	<u>\$ 18,205,960</u>	<u>\$ (2,284,463)</u>	<u>\$ (79,312)</u>	<u>\$ 3,513,571</u>	<u>\$ 19,355,756</u>

Encumbrances of \$915,312, \$350,894 and \$80,819 at June 30, 2014 are contained in the above table in the assigned categories of the General Fund, the restricted category of the Nonrecurring Capital Projects fund, and the restricted and committed categories of the Nonmajor Governmental funds, respectively.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

6. EMPLOYEE RETIREMENT PLAN

A. Pension Trust Funds

The Town of Bloomfield, Connecticut, is the administrator of two single-employer, defined benefit, public employee retirement systems (PERS) - The Town of Bloomfield Retirement Income Plan and The Town of Bloomfield Police Retirement Income Plan. Both plans are considered to be part of the Town of Bloomfield, Connecticut's financial reporting entity and are included in the Town's financial reports as Pension Trust Funds. Separate, stand-alone financial statements are not issued for these plans.

Management of the plans rests with Plan's Administrators, which consists of three members including the Town Manager, Finance Director and Director of Human Resources.

The Town of Bloomfield Retirement Income Plan covers all full-time employees except participants in the International City Management Association (ICMA) program, teachers, police officers and non-Board of Education employees hired after June 30, 2003. The Plan provides retirement benefits as well as death and disability benefits. Employees are eligible to participate in the plan upon attaining the age of 18. All benefits vest after 10 years of service. Employees who retire at or after the point when age plus years of service equals 75 are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2% of final earnings times credited service. Final earnings are the highest of the average of the three highest consecutive calendar year salaries multiplied by years of service. Employees may retire early if they are age 62 with 10 years of service. The benefit is not reduced for early retirement if previous conditions were met. Benefits and contributions are established by contract and may be amended through union negotiation for those employees covered by a collective bargaining agreement, or by the Town for those employees not so covered.

The Town of Bloomfield Police Retirement Income Plan covers all full-time police employees hired before January 1, 2002, except those such employees covered by the ICMA program. The plan provides retirement benefits as well as death and disability benefits. Employees classified as a police officer or dispatcher whose customary employment is 30 hours or more per week hired before January 1, 2002 are eligible to participate. All benefits vest after 10 years of service. Employees who retire after 25 years of credited service as police officers are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2-1/2% of final earnings multiplied by years of credited service (maximum 27 years). Final earnings are the employee's average earnings over the 3 highest consecutive calendar years of employment or the final 36 months of employment. Employees with 10 years of service may retire within 10 years of normal retirement and receive a reduced retirement benefit. Benefits and contributions are established by the Town and may be amended by the Town.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Plan membership consisted of the following at January 1, 2013, the date of the latest actuarial valuation:

	Retirement Income Plan	Police Retirement Income Plan
Retirees, disabled and beneficiaries currently receiving benefits	163	65
Terminated employees entitled to benefits but not yet receiving them	38	-
Active plan members	172	20
Total	373	85

Summary of Significant Accounting Policies

Basis of Accounting - The Town of Bloomfield Retirement Income Plan and Police Retirement Income Plan financial statements are prepared using the accrual basis of accounting. Plan member and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - Investments are reported at market value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

Funding Policy

Retirement Income Plan - Covered employees are required by statute to contribute 5.75% of earnings to the PERS. If any employee leaves covered employment or dies before 10 years of service, accumulated employee contributions plus interest at a rate specified in the plan are refunded. The Town contributes the remaining amounts necessary to finance the benefits for its employees. The Town has the authority to establish and amend the benefit provisions of the plan through union negotiation for those employees covered by a collective bargaining agreement.

Administrative costs of the plan are financed through investment earnings.

Police Retirement Income Plan - Police employees are required to contribute 6.4% of earnings to the PERS. If any employee leaves covered employment or dies before 10 years of service, accumulated employee contributions plus interest at a rate specified in the plan are refunded. The Town is required to contribute the remaining amounts necessary to finance the benefits for its police employees. The Town has the authority to establish and amend the benefit provisions of the plan through union negotiation.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Administrative costs of the plan are financed through investment earnings.

The individual plan net position at June 30, 2014 and changes in net position for the year then ended are as follows:

	Pension Trust Funds		
	Police		
	Retirement Income Plan	Retirement Income Plan	Total
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Investments, at fair value	\$ 41,971,902	\$ 26,697,760	\$ 68,669,662
Net Position:			
Held in Trust for Pension Benefits	<u>\$ 41,971,902</u>	<u>\$ 26,697,760</u>	<u>\$ 68,669,662</u>
	Pension Trust Funds		
	Police		
	Retirement Income Plan	Retirement Income Plan	Total
	<u> </u>	<u> </u>	<u> </u>
Additions:			
Contributions:			
Employer	\$ 2,477,045	\$ 1,882,292	\$ 4,359,337
Plan members	584,227	147,640	731,867
Total contributions	<u>3,061,272</u>	<u>2,029,932</u>	<u>5,091,204</u>
Investment income:			
Change in fair value of investments	5,191,191	3,205,596	8,396,787
Interest and dividends	821,500	565,150	1,386,650
	<u>6,012,691</u>	<u>3,770,746</u>	<u>9,783,437</u>
Less investment expenses:			
Investment management fees	19,385	12,921	32,306
Net investment income	<u>5,993,306</u>	<u>3,757,825</u>	<u>9,751,131</u>
Total additions	<u>9,054,578</u>	<u>5,787,757</u>	<u>14,842,335</u>
Deductions:			
Benefits	3,515,406	2,823,138	6,338,544
Administration	71,750	49,653	121,403
Total deductions	<u>3,587,156</u>	<u>2,872,791</u>	<u>6,459,947</u>
Change in Net Position	5,467,422	2,914,966	8,382,388
Net Position - Beginning of Year	<u>36,504,480</u>	<u>23,782,794</u>	<u>60,287,274</u>
Net Position - End of Year	<u>\$ 41,971,902</u>	<u>\$ 26,697,760</u>	<u>\$ 68,669,662</u>

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Investments

Investment Policy: The pension plan’s policy, which was adopted on November 24, 2010, with regard to the allocation of invested assets, may be amended by the Plan’s Administrators. Consistent with its investment policy, it pursues an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board’s adopted asset allocation policy as of June 30, 2014:

Asset Class	Target Allocations	
	Retirement Income Plan	Police Retirement Income Plan
Guaranteed Deposit Fund	12.50 %	12.50 %
Short Term Fixed Income	2.50	2.50
Core Fixed Income	17.50	17.50
High Yield	2.50	2.50
Large Cap	23.00	23.00
Small Cap	7.00	7.00
International Equity Developed	30.00	30.00
Real Estate	5.00	5.00
Total	100.00 %	100.00 %

Rate of Return: For the year ended June 30, 2014, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 16.32% and 15.90% for the Retirement Income Plan and the Police Retirement Income Plan, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Town

In accordance with GASB Statement No. 67, the components of the net pension liability of the Town at June 30, 2014 were as follows:

	Retirement Income Plan	Police Retirement Income Plan
Total pension liability	\$ 55,944,279	\$ 40,074,294
Plan fiduciary net position	41,971,902	26,697,760
Net pension liability	\$ 13,972,377	\$ 13,376,534
Plan fiduciary net position as a percentage of the total pension liability	75.02%	66.62%

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The Town's net pension liability will be required to be recorded on the government-wide statement of net position at June 30, 2015.

Actuarial Assumptions: The total pension liability for both plans was determined by an actuarial valuation as of January 1, 2013, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	3.5%, average, including inflation
Investment rate of return	7.5%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Mortality Table with separate male and female rates, with no collar adjustment, separate tables for nonannuitants and annuitants, projected to the valuation date with Scale AA.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed. Best estimates of the real rates of return for each major asset class are included in the pension plan's target asset allocation as of June 30, 2014, and are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>	
	<u>Retirement Income Plan</u>	<u>Police Retirement Income Plan</u>
Guaranteed Deposit Fund	1.00 %	1.00 %
Short Term Fixed Income	0.50	0.50
Core Fixed Income	1.25	1.25
High Yield	3.00	3.00
Large Cap	5.50	5.50
Small Cap	5.80	5.80
International Equity Developed	5.75	5.75
Real Estate	4.50	4.50

Discount Rate: The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate: The following presents the net pension liability of the Town, calculated using the discount rate of 7.50%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Retirement Income Plan - Net Pension Liability	\$ 19,192,404	\$ 13,972,377	\$ 9,487,502
Police Retirement Income Plan - Net Pension Liability	17,442,577	13,376,534	9,919,744

Annual Pension Cost and Net Pension Obligations

In accordance with GASB Statement No. 27, the Town's annual pension cost and net pension obligation to the Pension Plans for the year ended June 30, 2014 were as follows:

	Retirement Income Plan	Police Retirement Income Plan
Annual required contribution (ARC)	\$ 2,477,043	\$ 1,882,291
Interest on net pension obligation	(2,320)	48
Adjustment to annual required contribution	2,596	(53)
Annual pension cost	2,477,319	1,882,286
Contributions made	2,477,045	1,882,292
Increase in net pension obligation	274	(6)
Net Pension Obligation (Asset), Beginning of Year	(29,940)	615
Net Pension Obligation (Asset), End of Year	\$ (29,666)	\$ 609

Three-Year Trend Information

	Fiscal Year Ended	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation (Asset)
Retirement Income Plan:	June 30, 2012	\$ 1,926,521	\$ 1,956,542	101.6%	\$ (30,639)
	June 30, 2013	2,152,992	2,152,293	100.0%	(29,940)
	June 30, 2014	2,477,319	2,477,045	100.0%	(29,666)
Police Retirement Income Plan:	June 30, 2012	1,485,522	1,485,520	100.0%	2
	June 30, 2013	1,671,613	1,671,000	100.0%	615
	June 30, 2014	1,882,286	1,882,292	100.0%	609

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Schedule of Funding Progress

Actuarial Valuation Date January 1,	Actuarial Value of Assets	Actuarially Accrued Liability (AAL) Projected Unit Credit	Over (Under) Funded AAL	Funded AAL Ratio	Covered Payroll	Over/(Under) Funded AAL as a Percentage of Covered Payroll
Retirement Income Plan:						
1/1/2013	\$ 32,044,519	\$ 51,938,713	\$ (19,894,194)	61.7%	\$ 9,417,217	(211.3)%
1/1/2012	31,768,863	50,188,649	(18,419,786)	63.3%	9,033,986	(203.9)%
1/1/2011	31,939,380	47,024,408	(15,085,028)	67.9%	9,580,867	(157.4)%
1/1/2010	31,559,273	43,859,268	(12,299,995)	72.0%	10,225,097	(120.3)%
1/1/2009	31,936,667	40,594,246	(8,657,579)	78.7%	9,429,411	(91.8)%
1/1/2008	31,069,087	38,868,637	(7,799,550)	79.9%	9,185,617	(84.9)%
Police Retirement Income Plan:						
1/1/2013	\$ 21,326,717	\$ 38,456,878	\$ (17,130,161)	55.5%	\$ 2,456,234	(697.4)%
1/1/2012	21,464,385	35,963,533	(14,499,148)	59.7%	2,854,880	(507.9)%
1/1/2011	21,844,554	33,835,932	(11,991,378)	64.6%	3,374,774	(355.3)%
1/1/2010	21,020,009	31,146,427	(10,126,418)	67.5%	3,443,451	(294.1)%
1/1/2009	20,877,010	29,853,063	(8,976,053)	69.9%	3,679,774	(243.9)%
1/1/2008	21,969,086	28,052,541	(6,083,455)	78.3%	3,259,837	(186.6)%

B. Teachers Retirement

Teachers participate in a contributory defined benefit plan established under Chapter 167a of the Connecticut General Statutes and administered by the Connecticut State Teachers' Retirement Board. Full-time certified teachers are vested in the system after ten years of service in this state.

All certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings. The Board of Education does not contribute to the plan. Prior to July 1, 1989, teachers were vested in their contributions up to 5% of their earnings prior to five years of service. After five years of service, teachers were fully vested in their own contributions. After 10 years of service, teachers are fully vested and entitled to a monthly pension benefit, which is payable at the age of 60. The State of Connecticut contributes amounts based on actuarial reserve basis described in C.G.S. Sections 10-1831 and 10-1832. The State's contribution to the plan on behalf of the Town for the fiscal year ended June 30, 2014 was \$4,491,511 and is recognized in the General Fund GAAP basis statement of revenues, expenditures and changes in fund balances. For the year ended June 30, 2014, teachers of the Town contributed \$1,306,776 to the plan, and covered payroll for the year was \$18,024,494.

Effective July 1, 1989, 1% of the mandatory 7% contribution is placed into a fund from which retirees' health insurance premiums will be paid. This 1% contribution is no longer credited to the member's individual account and does not vest.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

7. OTHER POST EMPLOYMENT BENEFITS PLAN

The Town administers one single-employer, post retirement healthcare plan for the Town, Police and Board of Education, the Town of Bloomfield Other Post Employment Benefits (OPEB) Plan. The Town does not currently have an OPEB Trust; as such, the plan does not issue stand-alone reports.

The Town plan provides for medical, dental and life insurance benefits for all eligible Town, Police and Board of Education retirees and their spouses. Benefits and contributions are established by contract and may be amended by union negotiations. Administration costs are financed from investment earnings.

Funding Policy

The Town's contributions are actuarially determined on an annual basis using the projected unit credit method. The Town's total plan contribution was \$2,131,871.

Retiree contributions are dependent on the covered group. There are no employee contributions for the Town, Police or Board of Education employees. Teachers are required to pay 100% of the costs.

Annual OPEB Cost and Net OPEB Obligations

The Town's annual OPEB cost and net OPEB obligation to the OPEB plan for the year ended June 30, 2014 was as follows:

	<u>Retirement Health Plan</u>
Annual required contribution (ARC)	\$ 10,476,981
Interest on net OPEB obligation	1,280,096
Adjustment to annual required contribution	<u>(1,779,888)</u>
Annual OPEB cost	9,977,189
Contributions made	<u>2,131,871</u>
Increase in net OPEB obligation	7,845,318
Net OPEB Obligation, Beginning of Year	<u>32,002,386</u>
Net OPEB Obligation, End of Year	<u><u>\$ 39,847,704</u></u>

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The following is a summary of certain significant actuarial assumptions and other plan information:

	Retirement Health Plan
Actuarial valuation date	7/1/2012
Actuarial cost method	Projected Unit Credit
Amortization method	Level Dollar Closed
Remaining amortization period	30 years
Asset valuation method	N/A
Actuarial assumptions:	
Investment rate of return	4.00%
Healthcare inflation rate:	
Initial*	9.00%
Ultimate*	5.00%
*Includes inflation at	2.50%

Three-Year Trend Information

Fiscal Year Ended	Annual OPEB Cost (AOC)	Actual Contributions	Percentage of AOC Contributed	Net OPEB Obligation
June 30, 2012	\$ 8,608,851	\$ 1,668,436	19.00%	\$ 24,938,556
June 30, 2013	8,669,920	1,606,090	19.00%	32,002,386
June 30, 2014	9,977,189	2,131,871	21.00%	39,847,704

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Schedule of Funding Progress

Actuarial Valuation Date <u>January 1,</u>	Actuarial Value of Assets	Actuarially Accrued Liability (AAL) Projected Unit Credit	Over (Under) Funded AAL	Funded AAL Ratio	Covered Payroll	Over/(Under) Funded AAL as A Percentage of Covered Payroll
Retirement Health Plan:						
7/1/2012	\$ -	\$ 94,592,555	\$ (94,592,555)	0.0%	\$ 34,856,264	(271.4)%

The schedule of funding progress for the post employment defined benefit plan immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

8. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2014.

The Town has chosen to establish a Self-Insurance Fund for risks associated with the employees' health insurance plan. This fund is accounted for as an Internal Service Fund where assets are set aside for claim settlements. A premium is charged to each fund that accounts for full or part-time employees. The total charge allocated to each of the funds is calculated using employee rates determined by the self-insurance administrator.

A third party administers the medial insurance plans for which the Town pays a fee. The Town has purchased a stop loss policy for total claims in any one year exceeding an aggregate of 125% of expected claims and for individual claims exceeding \$200,000.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that has been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount, as it depends on many complex factors, such as inflation, changes in legal doctrines and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs) and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific

TOWN OF BLOOMFIELD, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example for salvage or subrogation, are another component of the claims liability estimate. The entire liability is considered to be a current liability because the Town has determined through past experience that materially all of the claims outstanding at year end are liquidated within the subsequent fiscal year. Changes in the claims liability for the past two years are as follows:

	Accrued Liability Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Accrued Liability Claim Payments	Accrued Liability End of Fiscal Year
Employee Health Insurance Fund:				
2012-13	\$ 395,544	\$ 6,572,912	\$ 6,534,710	\$ 433,746
2013-14	433,746	7,160,314	7,090,627	503,433
Retiree Health Insurance Fund:				
2012-13	\$ 107,691	\$ 2,036,967	\$ 2,029,004	\$ 115,654
2013-14	115,654	2,262,704	2,246,791	131,567

The Town is a member of the Connecticut Interlocal Risk Management Agency (CIRMA), a nonprofit association of Connecticut Municipalities, which was formed in 1980 by the Connecticut Conference of Municipalities 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 Liability-Automobile-Property Pool, a risk-sharing pool. The Liability-Automobile-Property Pool provides general liability, law enforcement liability, automobile liability, employee benefit liability, and public officials and property coverage. The premium is subject to these coverages, and claims and expense payments falling within the deductible amounts are the responsibility of the Town. CIRMA's Liability-Automotive-Property Pool retains \$1,000,000 per occurrence for each line of liability coverage.

The Town is also a member of CIRMA's Workers' Compensation Pool, a risk-sharing pool. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. The coverage is subject to an incurred loss retrospective rating plan, and losses incurred in a coverage period will be evaluated at 18, 30 and 42 months after the effective date of coverage. CIRMA's Workers' Compensation Pool retains \$1,000,000 per occurrence and purchases reinsurance above that amount to the limit of liability of \$10 million per occurrence.

TOWN OF BLOOMFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

B. Contingent Liabilities and Commitments

Contingent Liabilities

Litigation and Unasserted Claims

Claims for which preliminary judgment has been rendered against the Town have been recorded as a liability in the government-wide financial statements. There are various suits and claims pending against the Town, involving, but not limited to, breach of contract and alleged age, sexual and racial discrimination in the terms and conditions of employment.

The final outcome of these suits and claims and their impact on the Town's financial position cannot be determined at this time.

Federal and State Assistance Programs - Compliance Audits

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.

Rebate Penalties

The Town may be subject to rebate penalties to the federal government relating to various bond and note issues. The Town expects such amounts, if any, to be immaterial.

8. SUBSEQUENT EVENT

On October 21, 2014, the Town issued \$5,000,000 of General Obligation Bonds with an interest rate of 2.685% and a twenty-year maturity.

Required Supplementary Information

TOWN OF BLOOMFIELD, CONNECTICUT

GENERAL FUND

SCHEDULE OF BUDGETED AND ACTUAL REVENUES -
BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
Property Taxes:				
Current levy	\$ 69,138,520	\$ 69,138,520	\$ 69,542,745	\$ 404,225
Interest and liens	325,000	325,000	528,793	203,793
Prior years collection	500,000	500,000	1,045,838	545,838
Supplemental motor vehicle	360,000	360,000	489,986	129,986
Telephone line tax	78,000	78,000	72,163	(5,837)
Total Property Taxes	<u>70,401,520</u>	<u>70,401,520</u>	<u>71,679,525</u>	<u>1,278,005</u>
Interest on Investments	<u>35,000</u>	<u>35,000</u>	<u>56,004</u>	<u>21,004</u>
Intergovernmental:				
Educational Assistance Grants:				
ECS grant	5,410,345	5,410,345	5,397,793	(12,552)
School transportation	90,334	90,334	106,912	16,578
Nonpublic school health	46,600	46,600	49,613	3,013
Total Educational Assistance Grants	<u>5,547,279</u>	<u>5,547,279</u>	<u>5,554,318</u>	<u>7,039</u>
Town Assistance Grants:				
Tax abatement - interfaith	48,100	48,100	49,098	998
PILOT - State property	129,311	129,311	119,017	(10,294)
Mashantucket Pequot fund grant	157,182	157,182	156,846	(336)
PILOT - elderly taxes	138,668	138,668	137,464	(1,204)
Tax relief - disabled	1,596	1,596	1,566	(30)
PILOT - colleges and hospitals	212,319	212,319	195,473	(16,846)
PILOT - veterans' exemption	12,437	12,437	11,483	(954)
Municipal revenue sharing			121,449	121,449
State grants - Town	7,032	7,032	3,871	(3,161)
Miscellaneous grants	28,093	28,093	17,750	(10,343)
Town road aid	168,490	168,490	336,689	168,199
Local capital improvement	8,000	8,000	9,954	1,954
Police grants	95,920	95,920	93,523	(2,397)
FEMA Emergency Assistance			165,557	165,557
Town retail sales tax	172,581	172,581		(172,581)
Total Town Assistance Grants	<u>1,179,729</u>	<u>1,179,729</u>	<u>1,419,740</u>	<u>240,011</u>
Total Intergovernmental	<u>6,727,008</u>	<u>6,727,008</u>	<u>6,974,058</u>	<u>247,050</u>

(Continued on next page)

TOWN OF BLOOMFIELD CONNECTICUT

GENERAL FUND

SCHEDULE OF BUDGETED AND ACTUAL REVENUES -
BUDGETARY BASIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
Charges for Services:				
JP Vincent rent	\$ 40,000	\$ 40,000	\$ 292,578	\$ 252,578
Tower rent	58,656	58,656	54,123	(4,533)
10 Lisa Lane Rent			500	500
Service charges:				
Police permits	6,500	6,500	10,404	3,904
Right of way permits	900	900	1,140	240
Blueprints	600	600	573	(27)
Building/demolition permits	250,000	250,000	485,458	235,458
Dog licenses	3,000	3,000	4,958	1,958
Hunting/fishing licenses	150	150	214	64
Inland/wetland permits	2,000	2,000	1,228	(772)
Zoning commission	5,000	5,000	11,135	6,135
Zoning Board of Appeals	1,000	1,000	810	(190)
Ambulance service	600,000	600,000	488,969	(111,031)
Library receipts	16,000	16,000	17,529	1,529
Town clerk fees	90,000	90,000	115,854	25,854
Real estate trans tax	300,000	300,000	321,745	21,745
Summer program	6,500	6,500	6,786	286
School year	3,600	3,600	4,251	651
Swimming pool	15,000	15,000	14,120	(880)
Wilcox rent	4,000	4,000		(4,000)
Mini bus passes	8,400	8,400	8,290	(110)
Accident reports	5,000	5,000	5,816	816
Zoning violation	2,000	2,000	950	(1,050)
Parking fines	18,000	18,000	16,832	(1,168)
Animal control	1,000	1,000	1,815	815
Total Charges for Services	<u>1,437,306</u>	<u>1,437,306</u>	<u>1,866,078</u>	<u>428,772</u>
Other Revenues:				
Miscellaneous income	<u>167,286</u>	<u>167,286</u>	<u>160,234</u>	<u>(7,052)</u>
Total Revenues	<u>78,768,120</u>	<u>78,768,120</u>	<u>80,735,899</u>	<u>1,967,779</u>
Other Financing Sources:				
Bond premium	712,000	712,000	712,937	937
Transfers in*	50,000	50,000	50,000	-
Fund equity	<u>1,300,000</u>	<u>1,300,000</u>		<u>(1,300,000)</u>
Total Other Financing Sources	<u>2,062,000</u>	<u>2,062,000</u>	<u>762,937</u>	<u>(1,299,063)</u>
Total Revenues and Other Financing Sources	<u>\$ 80,830,120</u>	<u>\$ 80,830,120</u>	<u>\$ 81,498,836</u>	<u>\$ 668,716</u>

* \$50,000 of original budget, final budget, and actual were originally part of the Charges for Services budget, and represent amounts transferred from the Police Extra Duty Fund.

TOWN OF BLOOMFIELD, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES
COMPARED WITH APPROPRIATIONS - BUDGETARY BASIS

FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
Administration:				
Town council	\$ 175,804	\$ 165,804	\$ 151,588	\$ 14,216
Town manager	328,174	328,174	313,742	14,432
Town clerk	326,345	326,345	311,670	14,675
Administration	132,130	130,037	130,027	10
Assessor	379,548	332,211	320,145	12,066
Tax collector	249,680	256,680	254,217	2,463
Central Office	68,685	57,135	55,450	1,685
Human resources	379,888	379,888	375,307	4,581
Information systems	460,707	527,507	527,426	81
Accounting	256,013	243,193	243,167	26
Town attorney	198,450	173,450	132,781	40,669
Town treasurer	9,830	9,830	9,812	18
Total Administration	<u>2,965,254</u>	<u>2,930,254</u>	<u>2,825,332</u>	<u>104,922</u>
Boards and Agencies:				
Town planning & zoning	4,635	4,635	2,412	2,223
Zoning board of appeals	2,792	2,792	2,608	184
Board of tax review	4,140	1,140	842	298
Registrar of Voters	91,135	91,135	78,271	12,864
Elections	21,300	21,300	14,393	6,907
Inland/wetland	3,760	3,760	1,960	1,800
Economic development committee	1,455	1,455	38	1,417
Commission on aging	3,390	3,520	3,518	2
Youth adult council	3,000	3,000	2,905	95
Advisory committee on handicapped	1,000	1,000		1,000
Beautification committee	3,400	3,400	3,400	-
Fair rent commission	1,000	1,000	698	302
Ethics commission	500	500		500
Total Boards and Agencies	<u>141,507</u>	<u>138,637</u>	<u>111,045</u>	<u>27,592</u>
Planning & Development*	<u>763,774</u>	<u>753,774</u>	<u>703,587</u>	<u>50,187</u>
Public Safety	<u>7,319,928</u>	<u>7,279,928</u>	<u>7,070,178</u>	<u>209,750</u>
Public Works	<u>3,053,590</u>	<u>3,223,590</u>	<u>3,121,888</u>	<u>101,702</u>
Leisure Services	<u>700,963</u>	<u>700,963</u>	<u>690,299</u>	<u>10,664</u>
Public Libraries	<u>1,486,221</u>	<u>1,486,221</u>	<u>1,459,802</u>	<u>26,419</u>

(Continued on next page)

TOWN OF BLOOMFIELD, CONNECTICUT

GENERAL FUND

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES
COMPARED WITH APPROPRIATIONS - BUDGETARY BASIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final		
Human Services:				
Health services	\$ 186,400	\$ 186,400	\$ 186,400	\$ -
Social services	561,220	561,220	544,952	16,268
Senior services	637,786	627,656	612,719	14,937
Total Human Services	<u>1,385,406</u>	<u>1,375,276</u>	<u>1,344,071</u>	<u>31,205</u>
Facilities Maintenance	<u>1,670,837</u>	<u>1,650,837</u>	<u>1,582,410</u>	<u>68,427</u>
Fixed Charges	<u>14,128,536</u>	<u>14,115,656</u>	<u>14,114,184</u>	<u>1,472</u>
Miscellaneous Charges	<u>363,000</u>	<u>198,880</u>	<u>159,666</u>	<u>39,214</u>
Education *	<u>38,170,104</u>	<u>38,170,104</u>	<u>38,126,274</u>	<u>43,830</u>
Debt Service	<u>5,956,000</u>	<u>5,956,000</u>	<u>5,955,928</u>	<u>72</u>
Total Expenditures	<u>78,105,120</u>	<u>77,980,120</u>	<u>77,264,664</u>	<u>715,456</u>
Other Financing Uses:				
Transfer out *	<u>2,725,000</u>	<u>2,850,000</u>	<u>2,850,000</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>\$ 80,830,120</u>	<u>\$ 80,830,120</u>	<u>\$ 80,114,664</u>	<u>\$ 715,456</u>

* \$385,000 of original budget, final budget, and actual were originally part of the Board of Education budget, and represent amounts transferred to the CNR fund.

\$95,000 of original budget, final budget, and actual were originally part of the Planning & Development budget, and represent amounts transferred to the Small Cities fund.

TOWN OF BLOOMFIELD, CONNECTICUT

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
RETIREMENT INCOME PLAN**

LAST FISCAL YEAR

	2014
Total pension liability:	
Service cost	\$ 1,008,317
Interest	4,026,413
Benefit payments, including refunds of member contributions	(3,472,507)
Net change in total pension liability	1,562,223
Total pension liability - beginning	54,382,056
Total pension liability - ending	55,944,279
 Plan fiduciary net position:	
Contributions - employer	2,477,045
Contributions - member	552,671
Net investment income	5,961,312
Benefit payments, including refunds of member contributions	(3,472,507)
Administrative expense	(51,099)
Net change in plan fiduciary net position	5,467,422
Plan fiduciary net position - beginning	36,504,480
Plan fiduciary net position - ending	41,971,902
 Net Pension Liability - Ending	\$ 13,972,377
 Plan fiduciary net position as a percentage of the total pension liability	75.02%
 Covered-employee payroll	\$ 9,417,217
 Net pension liability as a percentage of covered-employee payroll	148.37%

TOWN OF BLOOMFIELD, CONNECTICUT

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE RETIREMENT INCOME PLAN**

LAST FISCAL YEAR

	<u>2014</u>
Total pension liability:	
Service cost	\$ 416,093
Interest	2,896,006
Benefit payments, including refunds of member contributions	<u>(2,819,289)</u>
Net change in total pension liability	492,810
Total pension liability - beginning	<u>39,581,484</u>
Total pension liability - ending	<u><u>40,074,294</u></u>
Plan fiduciary net position:	
Contributions - employer	1,882,292
Contributions - member	147,642
Net investment income	3,737,496
Benefit payments, including refunds of member contributions	(2,819,289)
Administrative expense	<u>(33,175)</u>
Net change in plan fiduciary net position	2,914,966
Plan fiduciary net position - beginning	<u>23,782,794</u>
Plan fiduciary net position - ending	<u><u>26,697,760</u></u>
Net Pension Liability - Ending	\$ <u><u>13,376,534</u></u>
Plan fiduciary net position as a percentage of the total pension liability	66.62%
Covered-employee payroll	\$ 2,456,234
Net pension liability as a percentage of covered-employee payroll	544.60%

TOWN OF BLOOMFIELD, CONNECTICUT

SCHEDULE OF EMPLOYER CONTRIBUTIONS

RETIREMENT INCOME PLAN

LAST TEN FISCAL YEARS

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Actuarially determined contribution	\$ 1,210,443	\$ 1,120,994	\$ 1,347,202	\$ 1,544,162	\$ 1,470,158	\$ 1,468,017	\$ 1,590,800	\$ 1,926,516	\$ 2,152,730	\$ 2,477,043
Contributions in relation to the actuarial determined contribution	<u>1,210,443</u>	<u>1,120,994</u>	<u>1,347,202</u>	<u>1,544,163</u>	<u>1,470,158</u>	<u>1,468,017</u>	<u>1,590,800</u>	<u>1,956,542</u>	<u>2,152,293</u>	<u>2,477,045</u>
Contribution Deficiency (Excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(1)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(30,026)</u>	\$ <u>437</u>	\$ <u>(2)</u>
Covered-employee payroll	\$ 8,035,523	\$ 8,431,057	\$ 8,670,574	\$ 9,040,542	\$ 9,185,617	\$ 9,429,411	\$ 10,225,097	\$ 9,580,867	\$ 9,033,986	\$ 9,417,217
Contributions as a percentage of covered-employee payroll	15.06%	13.30%	15.54%	17.08%	16.00%	15.57%	15.56%	20.42%	23.82%	26.30%

Notes to Schedule

Valuation Date: January 1, 2013
Measurement Date: June 30, 2014
Actuarially determined contribution rates are calculated as of January 1, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method: Projected Unit Credit Actuarial Cost Method
Amortization method: Level Dollar Closed
Remaining amortization period: 23.7 Years
Asset valuation method: Capital appreciation is recognized over a five-year period at 20% per year for assets held in equity accounts.
The fixed income account is carried at book value.

Inflation: 2.25%
Salary increases: 3.50%
Investment rate of return: 7.50%
Retirement age: Board of Education: 100% Rule of 75
Town: 33-1/3% Rule of 75
33-1/3% Age 62 with 10 years of service
33-1/3% Age 65 with 10 years of service

Mortality: RP-2000 Mortality Table with separate male and female rates, with no collar adjustment, separate tables for nonannuitants and annuitants, projected to the valuation date with Scale AA.

TOWN OF BLOOMFIELD, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE RETIREMENT INCOME PLAN
LAST TEN FISCAL YEARS

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Actuarially determined contribution	\$ 989,295	\$ 837,461	\$ 1,112,012	\$ 1,316,908	\$ 1,277,751	\$ 1,188,459	\$ 1,541,815	\$ 1,485,520	\$ 1,671,613	\$ 1,882,291
Contributions in relation to the actuarial determined contribution	<u>989,295</u>	<u>837,461</u>	<u>1,112,012</u>	<u>1,316,908</u>	<u>1,277,751</u>	<u>1,188,459</u>	<u>1,541,812</u>	<u>1,485,522</u>	<u>1,671,000</u>	<u>1,882,292</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ (2)</u>	<u>\$ 613</u>	<u>\$ (1)</u>
Covered-employee payroll	\$ 3,561,511	\$ 3,271,405	\$ 3,190,810	\$ 3,290,955	\$ 3,259,837	\$ 3,679,774	\$ 3,443,451	\$ 3,374,774	\$ 2,854,880	\$ 2,456,234
Contributions as a percentage of covered-employee payroll	27.78%	25.60%	34.85%	40.02%	39.20%	32.30%	44.78%	44.02%	58.53%	76.63%

Notes to Schedule

Valuation Date: January 1, 2013
 Measurement Date: June 30, 2014
 Actuarially determined contribution rates are calculated as of January 1, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method: Projected Unit Credit Actuarial Cost Method
 Amortization method: Level Dollar Closed
 Remaining amortization period: 23.6 Years
 Asset valuation method: Capital appreciation is recognized over a five-year period at 20% per year for assets held in equity accounts. The fixed income account is carried at book value.
 Inflation: 2.25%
 Salary increases: 3.50%
 Investment rate of return: 7.50%
 Retirement age: Average cost obtained from two assumed retirement ages:
 25 years of service, but at least age 55
 20 years of service, with no age requirement
 Mortality: RP2000 Mortality Table with separate male and female rates, with blue collar adjustment, separate tables for nonannuitants and annuitants, projected to the valuation date with Scale AA.

TOWN OF BLOOMFIELD, CONNECTICUT

**SCHEDULE OF INVESTMENT RETURNS
RETIREMENT INCOME PLAN**

LAST FISCAL YEAR

2014

Annual money-weighted rate of return, net of investment expense

16.32%

TOWN OF BLOOMFIELD, CONNECTICUT

**SCHEDULE OF INVESTMENT RETURNS
POLICE RETIREMENT INCOME PLAN**

LAST FISCAL YEAR

2014

Annual money-weighted rate of return, net of investment expense

15.90%

TOWN OF BLOOMFIELD, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
BLOOMFIELD OTHER POST EMPLOYMENT BENEFIT PLAN**

<u>Year Ended June 30,</u>	<u>Actual Contribution</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2012	\$ 1,668,436	\$ 8,889,935	19%
2013	1,606,090	9,059,394	18%
2014	2,131,871	10,476,981	20%

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Early Learning Center - To account for a Town-wide preschool operation.

Miscellaneous Education Grants - To account for private grants and donations for educational purposes.

Police Fund - To account for miscellaneous state, federal and private law enforcement grants.

Revolving Fund - To account for non-budgeted “wash” transactions.

Police Extra Duty - To account for activities related to the private hiring of police officers.

Recreation - To account for private grants and donations for recreational activities.

Senior Services - To account for private grants and donations for senior services programs.

Social Services - To account for private grants and donations for social services programs.

Small Cities - To account for the small cities grant/loan program.

Board of Education Extension - To account for a fee-based program of off school hour’s child care.

Cafeteria - To account for the operation of all cafeterias of the public school system.

Prosser Library - To account for state, federal, and private grants and donations for library materials and programs.

Saxton Beautification Fund - To account for Town beautification projects.

Farm Viability Grant - To account for operations related to the Farm Viability Grant.

Lawn Equipment Exchange - To account for the lawn equipment.

Filley House Restoration Fund - To account for restoration costs for the Filley House Restoration.

Building Energy Improvement Program - To account for building energy improvements funded by the Energy Efficiency Block Grant.

Local Capital Improvement Program - The Local Capital Improvement Program (LoCIP) is a State funded program to municipalities to reimburse the cost of eligible local capital improvement projects such as road, bridge or public building construction activities.

Energy Upgrade Program - State of Connecticut Department of Economic and Community Development program to reimburse towns for energy efficiencies in its public buildings.

Miscellaneous Grant Fund - To account for the proceeds of special revenue sources that are legally restricted for expenditures of specific purposes.

TOWN OF BLOOMFIELD, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2014

Special Revenue Funds											
	Early Learning Center	Miscellaneous Education Grants	Police Fund	Revolving Fund	Police Extra Duty	Recreation	Senior Services	Social Services	Small Cities	Board of Education Extension	Cafeteria
ASSETS											
Cash	\$	\$	\$	\$	\$	\$	\$	\$	\$ 401,931	\$ 303,349	\$ 184,956
Receivables:											
Intergovernmental											172,062
Accounts receivable, net					144,505						
Loans								407,607			
Due from other funds	49,903	110,385	249,150	243,421	251,119	102,288	34,585	67,702		1,336	
Other											18,802
Total Assets	\$ 49,903	\$ 110,385	\$ 249,150	\$ 243,421	\$ 395,624	\$ 102,288	\$ 34,585	\$ 67,702	\$ 809,538	\$ 304,685	\$ 375,820
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES											
Liabilities:											
Accounts payable	\$ 49,269	\$ 91,953	\$ 12,046	\$ 6,602	\$	\$ 3,683	\$ 1,810	\$ 368	\$ 6,534	\$ 1,807	\$ 198,379
Accrued liabilities					2,341	3,896					
Due to other funds									366,945		
Unearned revenue					4,634						
Total liabilities	49,269	91,953	12,046	6,602	6,975	7,579	1,810	368	373,479	1,807	198,379
Deferred Inflows of Resources:											
Unavailable revenue - loans receivable									407,607		
Fund Balances:											
Nonspendable											18,802
Restricted	634	18,432	237,104					67,334	28,452		
Committed				236,819	388,649	94,709	32,775			302,878	158,639
Unassigned											
Total fund balances	634	18,432	237,104	236,819	388,649	94,709	32,775	67,334	28,452	302,878	177,441
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 49,903	\$ 110,385	\$ 249,150	\$ 243,421	\$ 395,624	\$ 102,288	\$ 34,585	\$ 67,702	\$ 809,538	\$ 304,685	\$ 375,820

(Continued on next page)

TOWN OF BLOOMFIELD, CONNECTICUT
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2014

	Special Revenue Funds									
	Prosser Library	Saxton Beautification Fund	Farm Viability Grant	Lawn Equipment Exchange	Filley House Restoration Fund	Building Energy Improvement Program	Local Capital Improvement Program	Energy Upgrade Program	Miscellaneous Grant Fund	Totals
ASSETS										
Cash	\$ 35,153	\$ 107,117	\$	\$	\$	\$	\$	\$	\$	\$ 1,032,506
Receivables:										
Intergovernmental							265,575	324,307		761,944
Accounts receivable, net										144,505
Loans										407,607
Due from other funds	122,618		2,286		81,165				1,600,114	2,916,072
Other										18,802
Total Assets	\$ 157,771	\$ 107,117	\$ 2,286	\$ -	\$ 81,165	\$ -	\$ 265,575	\$ 324,307	\$ 1,600,114	\$ 5,281,436
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES										
Liabilities:										
Accounts payable	\$ 17,552	\$	\$	\$	\$	\$	\$ 13,772	\$	\$	\$ 403,775
Accrued liabilities										6,237
Due to other funds		980		1,449		128	251,803	324,307		945,612
Unearned revenue										4,634
Total liabilities	17,552	980	-	1,449	-	128	265,575	324,307	-	1,360,258
Deferred Inflows of Resources:										
Unavailable revenue - loans receivable										407,607
Fund Balances:										
Nonspendable										18,802
Restricted	140,219		2,286		81,165				1,600,114	2,175,740
Committed		106,137								1,320,606
Unassigned				(1,449)		(128)				(1,577)
Total fund balances	140,219	106,137	2,286	(1,449)	81,165	(128)	-	-	1,600,114	3,513,571
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 157,771	\$ 107,117	\$ 2,286	\$ -	\$ 81,165	\$ -	\$ 265,575	\$ 324,307	\$ 1,600,114	\$ 5,281,436

TOWN OF BLOOMFIELD, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

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	<u>Special Revenue Funds</u>										
	<u>Early Learning Center</u>	<u>Miscellaneous Education Grants</u>	<u>Police Fund</u>	<u>Revolving Fund</u>	<u>Police Extra Duty</u>	<u>Recreation</u>	<u>Senior Services</u>	<u>Social Services</u>	<u>Small Cities</u>	<u>Board of Education Extension</u>	<u>Cafeteria</u>
Revenues:											
Intergovernmental	\$ 466,252	\$ 257,231	\$ 215,805	\$ 2,079	\$ 442,672	\$ 93,392	\$ 141,232	\$	\$	\$ 596,488	\$ 1,119,261
Charges for services			2,086	59,740							502,102
Investment income											
Contributions		12,697	14,743	35,711			4,971	22,753			
Other							1,274				
Total revenues	<u>466,252</u>	<u>269,928</u>	<u>232,634</u>	<u>97,530</u>	<u>442,672</u>	<u>93,392</u>	<u>147,477</u>	<u>22,753</u>	<u>-</u>	<u>596,488</u>	<u>1,621,363</u>
Expenditures:											
Public safety			260,226	97,930	291,952						
Public works								408,837			
Leisure services						99,422					
Human Services							154,285	22,670			
Education	495,462	299,375								734,279	1,676,502
Capital outlay											
Total expenditures	<u>495,462</u>	<u>299,375</u>	<u>260,226</u>	<u>97,930</u>	<u>291,952</u>	<u>99,422</u>	<u>154,285</u>	<u>22,670</u>	<u>408,837</u>	<u>734,279</u>	<u>1,676,502</u>
Revenues Over (Under) Expenditures	<u>(29,210)</u>	<u>(29,447)</u>	<u>(27,592)</u>	<u>(400)</u>	<u>150,720</u>	<u>(6,030)</u>	<u>(6,808)</u>	<u>83</u>	<u>(408,837)</u>	<u>(137,791)</u>	<u>(55,139)</u>
Other financing sources:											
Transfers in			44,000			80,276			95,000		
Transfers out					(50,000)						
Total other financing sources	<u>-</u>	<u>-</u>	<u>44,000</u>	<u>-</u>	<u>(50,000)</u>	<u>80,276</u>	<u>-</u>	<u>-</u>	<u>95,000</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(29,210)	(29,447)	16,408	(400)	100,720	74,246	(6,808)	83	(313,837)	(137,791)	(55,139)
Fund Balance - Beginning of Year	<u>29,844</u>	<u>47,879</u>	<u>220,696</u>	<u>237,219</u>	<u>287,929</u>	<u>20,463</u>	<u>39,583</u>	<u>67,251</u>	<u>342,289</u>	<u>440,669</u>	<u>232,580</u>
Fund Balance - End of Year	<u>\$ 634</u>	<u>\$ 18,432</u>	<u>\$ 237,104</u>	<u>\$ 236,819</u>	<u>\$ 388,649</u>	<u>\$ 94,709</u>	<u>\$ 32,775</u>	<u>\$ 67,334</u>	<u>\$ 28,452</u>	<u>\$ 302,878</u>	<u>\$ 177,441</u>

(Continued on next page)

TOWN OF BLOOMFIELD, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Special Revenue Funds									Totals
	Prosser Library	Saxton Beautification Fund	Farm Viability Grant	Lawn Equipment Exchange	Filley House Restoration Fund	Building Energy Improvement Program	Local Capital Improvement Program	Energy Upgrade Program	Miscellaneous Grant Fund	
Revenues:										
Intergovernmental	\$ 18,223						\$ 411,980	\$ 317,746	\$ 1,600,114	\$ 4,408,691
Charges for services	6,875									1,844,587
Investment income		11								11
Contributions	19,714									110,589
Other										1,274
Total revenues	<u>44,812</u>	<u>11</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>411,980</u>	<u>317,746</u>	<u>1,600,114</u>	<u>6,365,152</u>
Expenditures:										
Public safety										650,108
Public works			749							409,586
Leisure services	46,518									145,940
Human Services										176,955
Education										3,205,618
Capital outlay							411,980	317,746		729,726
Total expenditures	<u>46,518</u>	<u>-</u>	<u>749</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>411,980</u>	<u>317,746</u>	<u>-</u>	<u>5,317,933</u>
Revenues Over (Under) Expenditures	<u>(1,706)</u>	<u>11</u>	<u>(749)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,600,114</u>	<u>1,047,219</u>
Other financing sources:										
Transfers in										219,276
Transfers out										(50,000)
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>169,276</u>
Net Change in Fund Balance	(1,706)	11	(749)	-	-	-	-	-	1,600,114	1,216,495
Fund Balance - Beginning of Year	141,925	106,126	3,035	(1,449)	81,165	(128)	-	-	-	2,297,076
Fund Balance - End of Year	<u>\$ 140,219</u>	<u>\$ 106,137</u>	<u>\$ 2,286</u>	<u>\$ (1,449)</u>	<u>\$ 81,165</u>	<u>\$ (128)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,600,114</u>	<u>\$ 3,513,571</u>

Internal Service Funds

Internal service funds are used to account for claims involving risk financing activities under GASB Statement No. 10.

Employee Health Insurance - To account for the cost of employee health insurance.

Retiree Health Insurance - To account for the cost of retiree health insurance.

TOWN OF BLOOMFIELD, CONNECTICUT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS

JUNE 30, 2014

	<u>Employee Health Insurance</u>	<u>Retiree Health Insurance</u>	<u>Interfund Eliminations</u>	<u>Total</u>
Assets:				
Current assets:				
Cash and cash equivalents	\$ 6,242,464	\$ 3,060,355	\$	\$ 9,302,819
Due from other funds	<u>121,718</u>	<u> </u>	<u>(121,718)</u>	<u>-</u>
Total current assets	<u>6,364,182</u>	<u>3,060,355</u>	<u>(121,718)</u>	<u>9,302,819</u>
Liabilities:				
Current liabilities:				
Accounts payable		31,844		31,844
Claims incurred but not reported	503,433	131,567		635,000
Due to other funds	<u> </u>	<u>527,218</u>	<u>(121,718)</u>	<u>405,500</u>
Total current liabilities	<u>503,433</u>	<u>690,629</u>	<u>(121,718)</u>	<u>1,072,344</u>
Net Position:				
Unrestricted	<u>\$ 5,860,749</u>	<u>\$ 2,369,726</u>	<u>\$ -</u>	<u>\$ 8,230,475</u>

TOWN OF BLOOMFIELD, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION - INTERNAL SERVICE FUNDS**

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Employee Health Insurance</u>	<u>Retiree Health Insurance</u>	<u>Total</u>
Operating Revenue:			
Premiums	\$ 7,872,932	\$ 3,104,538	\$ 10,977,470
Operating Expenses:			
Claims	7,160,314	2,262,704	9,423,018
Administration	747,804	145,618	893,422
Total operating expenses	<u>7,908,118</u>	<u>2,408,322</u>	<u>10,316,440</u>
Operating Income (Loss)	<u>(35,186)</u>	<u>696,216</u>	<u>661,030</u>
Nonoperating Revenue and Expenses:			
Investment income	<u>529</u>	<u>259</u>	<u>788</u>
Change in Net Position	(34,657)	696,475	661,818
Net Position - Beginning of Year	<u>5,895,406</u>	<u>1,673,251</u>	<u>7,568,657</u>
Net Position - End of Year	<u>\$ 5,860,749</u>	<u>\$ 2,369,726</u>	<u>\$ 8,230,475</u>

TOWN OF BLOOMFIELD, CONNECTICUT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	<u>Employee Health Insurance</u>	<u>Retiree Health Insurance</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Receipts from customers and users	\$ 7,969,831	\$ 3,413,139	\$ 11,382,970
Cash paid to vendors	(747,804)	(113,774)	(861,578)
Cash paid to beneficiaries	<u>(7,090,627)</u>	<u>(2,246,791)</u>	<u>(9,337,418)</u>
Net cash provided by operating activities	<u>131,400</u>	<u>1,052,574</u>	<u>1,183,974</u>
Cash Flows from Investing Activities:			
Interest on investments	<u>529</u>	<u>259</u>	<u>788</u>
Net Increase in Cash and Cash Equivalents	131,929	1,052,833	1,184,762
Cash and Cash Equivalents - Beginning of Year	<u>6,110,535</u>	<u>2,007,522</u>	<u>8,118,057</u>
Cash and Cash Equivalents - End of Year	<u>\$ 6,242,464</u>	<u>\$ 3,060,355</u>	<u>\$ 9,302,819</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Operating income (loss)	\$ (35,186)	\$ 696,216	\$ 661,030
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Decrease in due from other funds	96,899		96,899
Decrease in accounts payable		31,844	31,844
Increase in claims payable	69,687	15,913	85,600
Increase in due to other funds		<u>308,601</u>	<u>308,601</u>
Net Cash Provided by Operating Activities	<u>\$ 131,400</u>	<u>\$ 1,052,574</u>	<u>\$ 1,183,974</u>

Fiduciary Funds

Fiduciary funds are used to account for assets held by the Town in a trustee capacity for individuals, private organizations or other governments.

Pension Trust Fund - The Pension Trust Fund is used to account for the accumulation of resources for pension benefit payments to qualified public employees.

Agency Funds

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

Flexible Benefits - To account for monies from employee pre-tax payroll deductions and expenditure reimbursement which are associated with medical and dependent care expenditures.

Student Activities - To account for monies from various self-funding school activity programs.

Contractors Escrow Fund - To account for monies from contractors placed in escrow.

TOWN OF BLOOMFIELD, CONNECTICUT

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Balance July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2014</u>
Flexible Benefits				
Assets:				
Cash	\$ 48,056	\$ 61,050	\$ 63,670	\$ 45,436
Liabilities:				
Due to participants	\$ 48,056	\$ 61,050	\$ 63,670	\$ 45,436
Student Activities				
Assets:				
Cash	\$ 137,607	\$ 369,692	\$ 344,858	\$ 162,441
Liabilities:				
Due to student groups	\$ 137,607	\$ 369,692	\$ 344,858	\$ 162,441
Contractors Escrow Fund				
Assets:				
Cash	\$ 7,500	\$ 52,902	\$ -	\$ 7,500
Due from General Fund	193,100	52,902	-	246,002
Total Assets	\$ 200,600	\$ 52,902	\$ -	\$ 253,502
Liabilities:				
Due to developers	200,600	52,902	-	253,502
Total Liabilities	\$ 200,600	\$ 52,902	\$ -	\$ 253,502
Total				
Assets:				
Cash	\$ 193,163	\$ 430,742	\$ 408,528	\$ 215,377
Due from General Fund	193,100	52,902	-	246,002
Total Assets	\$ 386,263	\$ 483,644	\$ 408,528	\$ 461,379
Liabilities:				
Due to participants	48,056	61,050	63,670	45,436
Due to student groups	137,607	369,692	344,858	162,441
Due to developers	200,600	52,902	-	253,502
Total Liabilities	\$ 386,263	\$ 483,644	\$ 408,528	\$ 461,379

Supplemental Schedule

TOWN OF BLOOMFIELD, CONNECTICUT

REPORT OF TAX COLLECTOR

FOR THE YEAR ENDED JUNE 30, 2014

Grand List Year	Uncollected Taxes July 1, 2013	Current Levy	Lawful Corrections		Suspense Transfers and Adjustments	Adjusted Uncollected Taxes	Collections			Uncollected Taxes June 30, 2014	
			Additions	Deletions			Taxes	Interest, Liens and Other Fees	Total		
2012	\$	\$ 71,207,977	\$ 251,953	\$ 383,966	\$	\$ 71,075,964	\$ 70,024,716	\$ 286,306	\$ 70,311,022	\$ 1,051,248	
2011		1,087,784	122,595	140,263		1,070,116	674,922	192,379	867,301	395,194	
2010		339,860	88,965	96,583	118,655	213,587	125,347	54,718	180,065	88,240	
2009		246,421	673	1,769	100,446	144,879	52,235	27,208	79,443	92,644	
2008		50,226	930	941	767	49,448	24,923	9,713	34,636	24,525	
2007		28,698		21		28,677	15,110	10,116	25,226	13,567	
2006		21,663		21		21,642	10,127	8,308	18,435	11,515	
2005		10,620		20	36	10,564	5,590		5,590	4,974	
2004		7,488		19	10	7,459	2,797		2,797	4,662	
2003		5,871		37	270	5,564	2,418		2,418	3,146	
2002		5,249		35		5,214	2,274		2,274	2,940	
2001		511			511	-			-	-	
2000		528			528	-			-	-	
1999		110			110	260			-	260	
	\$	<u>1,805,029</u>	\$ <u>71,207,977</u>	\$ <u>465,376</u>	\$ <u>623,675</u>	\$ <u>221,333</u>	\$ <u>72,633,374</u>	<u>70,940,459</u>	<u>588,748</u>	<u>71,529,207</u>	\$ <u>1,692,915</u>
Suspense Collections							<u>29,999</u>	<u>45,109</u>	<u>75,108</u>		
Total Collections							\$ <u>70,970,458</u>	\$ <u>633,857</u>	\$ <u>71,604,315</u>		

Statistical Section

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

Statistical section information is presented in the following categories:

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

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

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

TOWN OF BLOOMFIELD, CONNECTICUT

NET POSITION BY COMPONENT
LAST TEN YEARS
(UNAUDITED)

	FISCAL YEAR									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
GOVERNMENTAL ACTIVITIES:										
Net investment in capital assets	\$ 108,400,597	\$ 99,097,837	\$ 96,086,025	\$ 90,016,268	\$ 73,964,394	\$ 64,565,774	\$ 47,951,369	\$ 41,966,546	\$ 37,037,116	\$ 35,194,098
Restricted for:										
Capital projects					14,667,987	37,855,805	19,700,170	2,928,440		65,805
Unrestricted	<u>(35,217,538)</u>	<u>(24,907,374)</u>	<u>(25,275,037)</u>	<u>(23,317,823)</u>	<u>(24,783,836)</u>	<u>(46,379,269)</u>	<u>(26,368,563)</u>	<u>(11,579,643)</u>	<u>(2,833,373)</u>	<u>(1,980,143)</u>
TOTAL GOVERNMENTAL ACTIVITIES NET POSITION	<u>73,183,059</u>	<u>74,190,463</u>	<u>70,810,988</u>	<u>66,698,445</u>	<u>63,848,545</u>	<u>56,042,310</u>	<u>41,282,976</u>	<u>33,315,343</u>	<u>34,203,743</u>	<u>33,279,760</u>
BUSINESS-TYPE ACTIVITIES:										
Net investment in capital assets	9,878,012	10,083,105	10,240,081	10,521,050	10,545,360	10,783,796	10,949,742	11,041,283	11,142,588	11,254,587
Unrestricted	<u>71,085</u>	<u>(59,494)</u>	<u>(155,700)</u>	<u>(212,049)</u>	<u>(338,023)</u>	<u>(460,445)</u>	<u>(362,700)</u>	<u>(312,261)</u>	<u>(246,412)</u>	<u>(270,123)</u>
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	<u>9,949,097</u>	<u>10,023,611</u>	<u>10,084,381</u>	<u>10,309,001</u>	<u>10,207,337</u>	<u>10,323,351</u>	<u>10,587,042</u>	<u>10,729,022</u>	<u>10,896,176</u>	<u>10,984,464</u>
TOTAL TOWN:										
Net investment in capital assets	118,278,609	109,180,942	106,326,106	100,537,318	84,509,754	75,349,570	58,901,111	53,007,829	48,179,704	46,448,685
Restricted for:										
Capital projects					14,667,987	37,855,805	19,700,170	2,928,440		65,805
Unrestricted	<u>(35,146,453)</u>	<u>(24,966,868)</u>	<u>(25,430,737)</u>	<u>(23,529,872)</u>	<u>(25,121,859)</u>	<u>(46,839,714)</u>	<u>(26,731,263)</u>	<u>(11,891,904)</u>	<u>(3,079,785)</u>	<u>(2,250,266)</u>
TOTAL TOWN NET POSITION	<u>\$ 83,132,156</u>	<u>\$ 84,214,074</u>	<u>\$ 80,895,369</u>	<u>\$ 77,007,446</u>	<u>\$ 74,055,882</u>	<u>\$ 66,365,661</u>	<u>\$ 51,870,018</u>	<u>\$ 44,044,365</u>	<u>\$ 45,099,919</u>	<u>\$ 44,264,224</u>

TABLE 2
(1 of 2)

TOWN OF BLOOMFIELD, CONNECTICUT

CHANGES IN NET POSITION
LAST TEN YEARS
(UNAUDITED)

	FISCAL YEAR ENDED									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
EXPENSES:										
Governmental activities:										
Administration	\$ 5,326,166	\$ 5,424,613	\$ 4,923,303	\$ 5,329,221	\$ 3,022,996	\$ 4,501,020	\$ 4,353,325	\$ 5,295,088	\$ 4,101,024	\$ 2,475,690
Planning and development	1,097,167	1,195,374	1,053,666	1,239,149	622,499	1,295,557	1,080,791	934,260	903,829	546,530
Public safety	16,604,235	14,785,586	12,889,131	13,394,702	7,584,232	11,437,288	10,040,029	9,167,082	8,369,765	5,953,472
Public works	8,278,593	7,625,793	10,356,772	8,055,608	3,580,742	10,199,000	9,235,662	13,408,802	8,700,577	4,224,471
Leisure services	1,154,749	1,186,891	1,146,015	1,076,526	766,818	1,611,336	980,193	897,378	1,040,705	1,257,250
Public libraries	2,694,049	2,757,486	2,240,620	3,073,927	1,319,451	2,104,712	1,819,282	1,734,688	1,569,554	1,165,624
Human services	2,842,564	2,851,309	2,713,943	2,571,676	1,493,070	1,883,813	1,673,352	1,519,623	2,184,440	1,909,978
Fixed charges										8,561,077
Miscellaneous										145,064
Education	60,969,676	55,412,024	54,610,804	51,224,232	54,201,366	48,370,265	51,748,106	44,334,499	40,349,719	38,222,925
Interest expense	2,314,092	2,236,610	2,474,108	1,194,831	1,611,968	1,546,105	692,613	724,102	889,183	230,478
Total Governmental activities expenses	101,281,291	93,475,686	92,408,362	87,159,872	74,203,142	82,949,096	81,623,353	78,015,522	68,108,796	64,692,559
Business-type activities:										
Wintonbury Hills Golf Course	2,005,912	1,847,581	2,082,758	1,962,658	2,015,280	2,150,766	1,924,164	1,881,674	2,176,642	1,213,607
TOTAL EXPENSES	103,287,203	95,323,267	94,491,120	89,122,530	76,218,422	85,099,862	83,547,517	79,897,196	70,285,438	65,906,166
PROGRAM REVENUES:										
Governmental activities:										
Charges for services:										
Administration	815,262	765,459	569,991	513,159	501,318	513,172	1,050,303	1,614,348	1,043,616	1,148,286
Planning and development	485,458	331,431	339,928	338,326	338,804	418,131	863,598	989,998	539,079	502,501
Public safety	1,023,131	1,318,389	960,079	945,836	933,739	1,010,154	780,537	709,198	676,281	523,933
Public works					71,582	58,367	63,750	64,743	98,032	49,445
Leisure services	122,588	176,306	151,104	166,949	180,803	46,368	158,308	42,714	124,475	60,825
Public libraries	24,404	22,886	21,642	22,215	22,468	17,452	17,363	23,301	18,843	16,760
Human services	141,232	87,418	69,746	66,872	72,402	29,922	44,885	23,534	337,612	555,720
Education	1,098,590	1,051,855	1,153,981	1,294,627	1,364,777	1,523,933	1,526,079	1,538,998	919,607	1,040,261
Operating grants and contributions	23,148,446	18,852,666	20,164,212	14,984,034	14,839,078	13,509,743	19,114,572	11,160,178	9,574,364	9,598,184
Capital grants and contributions	924,726	2,193,474	5,351,116	5,959,528	13,910,832	16,059,181	3,560,689	3,295,774	146,710	51,644
Total Governmental activities program revenues	27,783,837	24,799,884	28,781,799	24,291,546	32,235,803	33,186,423	27,180,084	19,462,786	13,478,619	13,547,559
Business-type activities:										
Wintonbury Hills Golf Course	1,931,398	1,786,811	1,858,138	1,852,924	1,899,266	1,887,075	1,782,184	1,793,386	1,932,398	796,234
TOTAL PROGRAM REVENUES	29,715,235	26,586,695	30,639,937	26,144,470	34,135,069	35,073,498	28,962,268	21,256,172	15,411,017	14,343,793

TOWN OF BLOOMFIELD, CONNECTICUT

CHANGES IN NET POSITION
LAST TEN YEARS
(UNAUDITED)

	FISCAL YEAR ENDED									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
NET REVENUE (EXPENSES):										
Governmental activities	\$ (73,497,454)	\$ (68,675,802)	\$ (63,626,563)	\$ (62,868,326)	\$ (41,967,339)	\$ (49,762,673)	\$ (54,443,269)	\$ (58,552,736)	\$ (54,630,177)	\$ (51,145,000)
Business-type activities	(74,514)	(60,770)	(224,620)	(109,734)	(116,014)	(263,691)	(141,980)	(88,288)	(244,244)	(417,373)
TOTAL NET EXPENSES	(73,571,968)	(68,736,572)	(63,851,183)	(62,978,060)	(42,083,353)	(50,026,364)	(54,585,249)	(58,641,024)	(54,874,421)	(51,562,373)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION:										
Governmental activities:										
Property taxes	71,438,300	69,233,446	65,467,786	64,165,955	62,163,933	61,172,089	57,909,660	49,975,276	50,360,176	45,528,683
Grants and contributions not restricted to specific programs	796,267	2,236,694	2,073,744	2,079,390	2,354,256	2,589,336	2,358,906	2,573,280	2,573,280	1,490,773
Investment income	56,803	52,942	39,921	160,017	336,532	663,052	1,384,285	1,273,907	713,901	478,203
Miscellaneous	198,680	532,195	157,655	167,864	89,758	97,530	758,051	754,357	47,061	891,148
Gain on sale of assets								65,601	17,974	609,753
Transfers				(211,398)						(11,646,081)
Total Governmental activities revenues	72,490,050	72,055,277	67,739,106	66,361,828	64,944,479	64,522,007	62,410,902	54,642,421	53,712,392	37,352,479
Business-type activities:										
Transfers				211,398						11,646,081
TOTAL GENERAL REVENUES	72,490,050	72,055,277	67,739,106	66,573,226	64,944,479	64,522,007	62,410,902	54,642,421	53,712,392	48,998,560
CHANGE IN NET POSITION:										
Governmental activities	(1,007,404)	3,379,475	4,112,543	3,493,502	22,977,140	14,759,334	7,967,633	(3,910,315)	(917,785)	(13,792,521)
Business-type activities	(74,514)	(60,770)	(224,620)	101,664	(116,014)	(263,691)	(141,980)	(88,288)	(244,244)	11,228,708
TOTAL CHANGE IN NET POSITION	\$ (1,081,918)	\$ 3,318,705	\$ 3,887,923	\$ 3,595,166	\$ 22,861,126	\$ 14,495,643	\$ 7,825,653	\$ (3,998,603)	\$ (1,162,029)	\$ (2,563,813)

TABLE 3

TOWN OF BLOOMFIELD, CONNECTICUT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
GENERAL FUND:										
Restricted	\$	\$ 712,937	\$ 1,382,150	\$ 2,082,150	\$	\$	\$	\$	\$	\$
Assigned	2,315,312	2,122,990	672,501	358,070						
Unassigned	15,890,648	14,602,679	11,029,758	10,959,164						
Reserved					720,057	998,384	467,300	163,136	69,297	
Unreserved					9,307,572	8,084,263	7,315,548	5,105,795	3,924,882	3,404,600
TOTAL GENERAL FUND	18,205,960	17,438,606	13,084,409	13,399,384	10,027,629	9,082,647	7,782,848	5,268,931	3,994,179	3,404,600
ALL OTHER GOVERNMENTAL FUNDS:										
Nonspendable	18,802	15,161	15,492	15,749						
Restricted	2,526,634	1,031,839	5,866,379	745,272						
Committed	1,320,606	1,349,408	1,399,862	1,482,477						
Unassigned	(2,716,246)	(4,209,065)	(8,166,246)	(5,156,311)						
Reserved:										
Commitments					14,667,987	37,855,805	19,700,170	2,928,440		65,805
Unreserved, reported in:										
Special revenue funds					1,713,148	1,482,096	1,088,096	1,262,399	1,068,527	1,238,040
Capital projects funds					(8,523,856)	(35,204,581)	(4,036,802)	(162,949)	3,435,080	3,210,973
TOTAL ALL OTHER GOVERNMENTAL FUNDS	1,149,796	(1,812,657)	(884,513)	(2,912,813)	7,857,279	4,133,320	16,751,464	4,027,890	4,503,607	4,514,818
GRAND TOTAL	\$ 19,355,756	\$ 15,625,949	\$ 12,199,896	\$ 10,486,571	\$ 17,884,908	\$ 13,215,967	\$ 24,534,312	\$ 9,296,821	\$ 8,497,786	\$ 7,919,418

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TOWN OF BLOOMFIELD, CONNECTICUT
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
REVENUES:										
Property taxes	\$ 71,679,525	\$ 68,752,328	\$ 66,310,109	\$ 64,430,555	\$ 62,139,854	\$ 60,941,705	\$ 57,743,856	\$ 54,031,566	\$ 51,126,615	\$ 48,237,060
Intergovernmental	24,758,850	24,529,716	25,347,981	22,872,387	30,993,577	31,792,105	24,856,754	16,541,860	12,955,982	12,006,569
Investment income	56,015	50,428	34,966	152,806	249,291	625,874	1,305,384	1,507,528	1,147,764	495,485
Charges for services	3,710,665	3,753,744	3,266,471	3,347,984	3,486,833	3,617,499	4,516,118	5,041,710	3,316,608	4,009,290
Contributions	110,589	574,579	79,057	150,565	110,589	366,155	177,413	196,442	65,820	95,081
Other	198,680	435,543	157,655	232,059	89,758	97,530	758,051	183,217	754,357	56,960
TOTAL REVENUES	100,514,324	98,096,338	95,196,239	91,186,356	97,069,902	97,440,868	89,357,576	77,502,323	69,367,146	64,900,445
EXPENDITURES:										
Current:										
Administration	2,824,257	2,748,426	2,619,150	2,805,842	2,830,222	2,697,106	2,588,374	2,402,550	2,156,525	2,358,322
Boards and agencies	111,045	148,819	108,338	136,993	103,225	167,649	134,288	136,632	114,599	128,065
Planning and development	695,885	750,872	632,861	636,387	626,537	875,001	773,256	697,849	668,426	532,432
Public safety	7,742,781	8,327,735	7,019,031	7,513,034	7,262,239	7,460,058	6,984,947	6,417,746	6,042,399	5,641,891
Public works	3,510,155	2,993,997	5,583,436	2,716,291	2,623,631	2,529,612	2,336,871	1,980,852	2,173,945	1,877,155
Leisure services	836,239	847,504	828,385	730,708	761,868	767,788	788,267	705,682	729,207	1,244,050
Public libraries	1,459,802	1,385,092	1,367,410	1,397,095	1,328,969	1,334,575	1,307,979	1,310,617	1,200,951	1,137,802
Human services	1,517,626	1,393,979	1,354,785	1,554,190	1,427,598	1,266,099	1,249,007	1,196,574	1,901,090	1,871,966
Facilities	1,582,410	1,621,760	1,542,864	1,697,811	1,813,899	1,733,268	1,477,987	1,535,303	1,508,706	1,243,011
Fixed charges	14,114,184	12,841,982	12,588,736	11,887,131	11,066,954	10,450,261	10,409,040	9,339,966	8,623,998	8,561,077
Miscellaneous	159,666	127,739	109,268	221,393	285,904	202,415	258,069	1,385,738	317,825	145,064
Education	53,232,163	49,731,538	48,787,608	48,122,335	48,306,626	46,014,190	50,868,423	42,050,074	39,910,278	37,509,060
Capital outlay	3,042,376	5,290,702	20,531,287	23,054,122	30,687,925	30,644,600	8,912,639	5,688,160	1,776,504	3,096,924
Debt service:										
Principal	4,854,926	5,408,606	4,385,118	22,041,439	1,914,975	1,126,886	1,125,001	1,124,414	852,283	680,754
Interest	1,101,002	1,101,002	1,101,002	1,101,002	1,360,389	1,489,705	757,287	731,131	877,643	448,317
TOTAL EXPENDITURES	96,784,517	94,719,753	108,559,279	125,615,773	112,400,961	108,759,213	89,971,435	76,703,288	68,854,379	66,475,890
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,729,807	3,376,585	(13,363,040)	(34,429,417)	(15,331,059)	(11,318,345)	(613,859)	799,035	512,767	(1,575,445)
OTHER FINANCING SOURCES (USES):										
Capital lease							799,994			451,500
Issuance of bonds			15,000,000	25,000,000	20,000,000		15,000,000			
Premium on bond issuance			76,365	2,082,150			51,356			
Issuance of refunding bonds		10,240,000		12,400,000						
Premium on refunding bonds		1,145,841		1,250,737						
Payments to refunded bond escrow agent		(11,336,373)		(13,701,807)						
Proceeds from sale of assets									65,601	
Transfers in	3,024,276	2,083,237	931,097	950,000	712,578	1,650,000	2,496,648	1,914,135	2,050,000	3,803,598
Transfers out	(3,024,276)	(2,083,237)	(931,097)	(950,000)	(712,578)	(1,650,000)	(2,496,648)	(1,914,135)	(2,050,000)	(3,803,598)
NET OTHER FINANCING SOURCES	-	49,468	15,076,365	27,031,080	20,000,000	-	15,851,350	-	65,601	451,500
NET CHANGE IN FUND BALANCES	3,729,807	3,426,053	1,713,325	(7,398,337)	4,668,941	(11,318,345)	15,237,491	799,035	578,368	(1,123,945)
FUND BALANCE - JULY 1	15,625,949	12,199,896	10,486,571	17,884,908	13,215,967	24,534,312	9,296,821	8,497,786	7,919,418	9,043,363
FUND BALANCE - JUNE 30	\$ 19,355,756	\$ 15,625,949	\$ 12,199,896	\$ 10,486,571	\$ 17,884,908	\$ 13,215,967	\$ 24,534,312	\$ 9,296,821	\$ 8,497,786	\$ 7,919,418
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	6.3%	6.2%	6.2%	22.6%	4.0%	3.3%	2.3%	2.6%	2.6%	1.8%

TOWN OF BLOOMFIELD, CONNECTICUT

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(UNAUDITED)

GRAND LIST 10/1	YEAR ENDED JUNE 30	REAL ESTATE		PERSONAL PROPERTY			LESS: TAX EXEMPT PROPERTY	TOTAL TAXABLE ASSESSED VALUE	ESTIMATED ACTUAL TAXABLE VALUE	PERCENTAGE (1) OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE	TOTAL DIRECT TAX RATE
		RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	MOTOR VEHICLES	OTHER						
2003	2005	\$ 664,016,703	\$ 237,856,100	\$ 109,635,991	\$ 190,661,643	\$ 61,293,726	\$ 1,140,876,711	\$ 2,416,599,684	47.2%	42.33	
2004	2006	907,025,650	469,089,657	117,645,468	226,389,529	62,761,963	1,657,388,341	2,367,697,630	70.0%	31.03	
2005	2007	931,160,418	473,539,470	130,899,857	225,666,947	45,707,315	1,715,559,377	3,093,885,261	55.4%	32.50	
2006	2008	947,152,062	457,449,515	134,208,250	221,736,470	64,680,298	1,695,865,999	3,159,802,495	53.7%	34.33	
2007	2009	979,130,620	601,687,336	139,612,434	234,857,222	232,134,823	1,723,152,789	3,091,966,246	55.7%	35.29	
2008	2010	987,701,397	619,849,535	134,601,426	241,936,228	230,230,474	1,753,858,112	2,859,706,688	61.3%	35.53	
2009	2011	1,290,505,656	573,810,072	136,081,440	267,626,832	277,585,000	1,990,439,000	2,843,484,286	70.0%	32.72	
2010	2012	1,101,376,940	544,757,900	142,261,952	261,922,473	95,487,033	1,954,832,232	2,694,090,728	72.6%	33.70	
2011	2013	1,101,911,100	556,885,990	147,941,304	275,550,370	101,687,060	1,980,601,704	2,595,430,274	76.3%	34.55	
2012	2014	1,105,001,810	553,150,540	147,823,697	226,147,640	189,248,170	2,032,123,687	2,802,933,115	72.5%	34.85	

Source: Town of Bloomfield, Assessor's Office

(1) Sales Ratios-Office of Policy and Management

Note: By state law property is assessed at 70% of actual value with periodic revaluation of real property.

The estimated actual amount is the equalized grand list which is estimated by the State of Connecticut, Office of Policy and Management.

TABLE 6

TOWN OF BLOOMFIELD, CONNECTICUT

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND FIVE YEARS AGO
(UNAUDITED)

NAME	2014			2009		
	ASSESSED VALUE	RANK	PERCENTAGE NET TAXABLE GRAND LIST (1)	ASSESSED VALUE	RANK	PERCENTAGE NET TAXABLE GRAND LIST (1)
Connecticut General Life Insurance Company	\$ 73,330,090	1	3.61%	\$ 67,127,290	1	3.83%
Conn Light & Power	69,881,770	2	3.44%	44,827,900	2	2.56%
Metropolitan Life Insurance	44,664,670	3	2.20%	25,729,850	4	1.47%
Amcap Copaco LLC	33,346,110	4	1.64%	23,365,930	6	1.33%
Duncaster Inc	30,343,760	5	1.49%	30,797,590	3	1.76%
Bouwfonds Hawthorne	25,805,450	6	1.27%	21,585,200	7	1.23%
HG Conn Realty Corp.	20,767,080	7	1.02%			
Church Home of Hartford	18,727,630	8	0.92%	17,081,640	9	0.97%
Pepperidge Farm Inc	16,089,890	9	0.79%			
National Industrial Portfolio	<u>13,705,020</u>	10	<u>0.67%</u>	<u>23,571,784</u>	5	<u>1.34%</u>
TOTAL	<u>\$ 346,661,470</u>		<u>17.06%</u>	<u>\$ 254,087,184</u>		<u>14.49%</u>

Source: Assessor's Office, Town of Bloomfield

(1) Based on October 1, 2012 and 2008 net taxable Grand List of \$2,032,123,687 and \$1,753,858,112 respectively.

TABLE 7**TOWN OF BLOOMFIELD, CONNECTICUT**TAX RATES, LEVIES AND CASH COLLECTIONS
LAST TEN YEARS
(UNAUDITED)

YEAR ENDED JUNE 30	(1) MILL RATE	GRAND LIST OF OCTOBER 1	TOTAL ADJUSTED TAX LEVY FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE		CURRENT DELINQUENT BALANCE
				AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY	
2005	42.33	2003	\$ 48,139,009	\$ 46,812,523	97.24%	\$ 1,323,546	\$ 48,136,069	99.99%	\$ 2,940
2006	31.03	2004	50,367,798	49,318,885	97.92%	1,045,767	50,364,652	99.99%	3,146
2007	32.50	2005	53,838,811	52,709,474	97.90%	1,124,676	53,834,150	99.99%	4,661
2008	34.33	2006	57,873,253	56,811,112	98.16%	1,050,627	57,861,739	99.98%	11,514
2009	35.29	2007	60,370,599	59,337,787	98.29%	1,019,246	60,357,033	99.98%	13,566
2010	35.53	2008	62,068,048	60,677,058	97.76%	1,366,466	62,043,524	99.96%	24,524
2011	32.72	2009	63,290,257	62,287,778	98.42%	909,835	63,197,613	99.85%	92,644
2012	33.70	2010	64,778,655	63,988,322	98.78%	702,094	64,690,416	99.86%	88,239
2013	34.55	2011	68,561,240	67,473,455	98.41%	674,922	68,148,377	99.40%	412,863
2014	34.85	2012	71,075,964	70,024,716	98.52%		70,024,716	98.52%	1,051,248

(1) This represents the Town's mill rate per \$1,000 of taxable property.

Source: Town audit reports

TABLE 8

TOWN OF BLOOMFIELD, CONNECTICUT

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS
(UNAUDITED)**

YEAR ENDED JUNE 30	<u>GOVERNMENTAL ACTIVITIES</u>		<u>BUSINESS-TYPE ACTIVITIES</u>	TOTAL	POPULATION	ESTIMATE ACTUAL TAXABLE VALUE OF PROPERTY	PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY	(1) PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	CAPITAL LEASES						
2005	\$ 19,285,000	\$ 695,948	\$ 841,199	\$ 20,822,147	19,769	\$ 2,416,599,684	0.86%	3.38%	\$ 1,053
2006	18,175,000	458,588	637,081	19,270,669	20,414	2,367,697,630	0.81%	3.11%	944
2007	17,065,000	215,991	422,270	17,703,261	20,581	3,093,885,261	0.57%	3.15%	860
2008	30,955,000	922,465	197,695	32,075,160	20,643	3,159,802,495	1.02%	5.77%	1,554
2009	30,099,298	704,600	82,371	30,886,269	20,727	3,091,966,246	1.00%	5.48%	1,490
2010	48,181,755	554,300	173,300	48,909,355	20,696	2,859,706,688	1.71%	5.48%	2,363
2011	53,376,984	423,904	137,726	53,938,614	20,525	2,843,484,286	1.90%	5.48%	2,628
2012	65,668,297	275,036	207,688	66,151,021	20,502	2,694,090,728	2.46%	5.48%	3,227
2013	61,471,815	140,261	148,816	61,760,892	20,486	2,595,430,274	2.38%	5.48%	3,015
2014	59,347,243	-	85,153	59,432,396	20,486	2,802,933,115	2.12%	5.48%	2,901

(1) Personal income can be found on Table 13.

(2) State of Connecticut, Department of Public Health.

Note: All of the Town's bonded debt is general obligation debt and the Town does not have any restricted resources for the payment of this debt. Details of the Town's outstanding debt can be found in the notes to the basic financial statements.

TABLE 9**TOWN OF BLOOMFIELD, CONNECTICUT**RATIOS OF GENERAL DEBT OUTSTANDING
LAST TEN YEARS
(UNAUDITED)

YEAR ENDED JUNE 30	GENERAL DEBT OUTSTANDING		PERCENTAGE OF ESTIMATED ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS			
2005	\$	19,285,000	0.80%	\$ 976
2006		18,175,000	0.77%	890
2007		17,065,000	0.55%	829
2008		30,955,000	0.98%	1,500
2009		30,099,298	0.97%	1,452
2010		48,181,755	1.68%	2,328
2011		53,376,984	1.88%	2,601
2012		65,668,297	2.44%	3,203
2013		61,471,815	2.37%	3,001
2014		59,347,243	2.12%	2,897

Note: All of the Town's bonded debt is general obligation debt and the Town does not have any restricted resources for the payment of this debt.

TOWN OF BLOOMFIELD, CONNECTICUT

COMPUTATION OF DIRECT AND OVERLAPPING INDEBTEDNESS
 JUNE 30, 2014
 (UNAUDITED)

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	ESTIMATED SHARE OF OVERLAPPING DEBT
Metropolitan District Commission	<u>\$ 650,054,601</u>	<u>7.23%</u>	\$ 46,998,948
Town of Bloomfield bonds			<u>59,347,243</u>
TOTAL DIRECT AND OVERLAPPING DEBT			<u>\$ 106,346,191</u>

Sources: Debt outstanding and the applicable percentage provided by the Metropolitan District Commission.

Note: The Metropolitan District Commission is a regional sewer and water authority of which the Town of Bloomfield is a member. The applicable percentage is calculated by a proration based on the tax collections of the eight member towns.

TOWN OF BLOOMFIELD, CONNECTICUT

SCHEDULE OF DEBT LIMITATION
 JUNE 30, 2014
 (THOUSANDS)

TOTAL TAX COLLECTIONS (including interest and lien fees) for the year ended June 30, 2014:	
Town of Bloomfield	\$ 71,604
Fire Districts	2,901
REIMBURSEMENT FOR REVENUE LOST:	
Tax relief for elderly freeze	-
BASE FOR DEBT LIMITATION COMPUTATION	<u>\$ 74,505</u>

	GENERAL PURPOSE	SCHOOLS	SEWER	URBAN RENEWAL	PENSION DEFICIT
<u>DEBT LIMITATION:</u>					
2 1/4 times base	\$ 167,636	\$	\$	\$	\$
4 1/2 times base		335,273			
3 3/4 times base			279,394		
3 1/4 times base				242,141	
3 times base					223,515
TOTAL LIMITATIONS	<u>167,636</u>	<u>335,273</u>	<u>279,394</u>	<u>242,141</u>	<u>223,515</u>
<u>INDEBTEDNESS:</u>					
Bonds payable	6,420	48,536	669		
Overlapping debt			46,999		
Authorized, unissued		34,600			
Fire district bonds	<u>2,673</u>				
TOTAL INDEBTEDNESS (1)	<u>9,093</u>	<u>83,136</u>	<u>47,668</u>	<u>-</u>	<u>-</u>
DEBT LIMITATION IN EXCESS OF OUTSTANDING DEBT	<u>\$ 158,543</u>	<u>\$ 252,137</u>	<u>\$ 231,726</u>	<u>\$ 242,141</u>	<u>\$ 223,515</u>

(1) The total of the above indebtedness amounts to: \$ 139,897

In no event shall total indebtedness exceed seven time the base for debt limitation computation: \$ 521,535

TOWN OF BLOOMFIELD, CONNECTICUT

LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS
(UNAUDITED)

YEAR ENDED JUNE 30	DEBT LIMIT	NET DEBT APPLICABLE TO LIMIT	LEGAL DEBT MARGIN	TOTAL NET DEBT APPLICABLE
2005	\$336,855,827	\$ 27,196,776	\$309,659,051	8.07%
2006	358,383,221	25,912,935	332,470,286	7.23%
2007	394,925,860	23,907,800	371,018,060	6.05%
2008	422,256,373	41,315,684	380,940,689	9.78%
2009	442,077,062	40,898,842	401,178,220	9.25%
2010	450,472,197	63,929,418	386,542,779	14.19%
2011	450,300,000	129,679,000	320,621,000	28.80%
2012	481,663,742	133,922,227	347,741,515	27.80%
2013	500,331,167	142,281,769	358,049,398	28.44%
2014	521,535,000	139,897,000	381,638,000	26.82%

TOWN OF BLOOMFIELD, CONNECTICUT

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS
(UNAUDITED)

YEAR ENDED JUNE 30	POPULATION	PERSONAL INCOME	(1) PER CAPITA INCOME	(2) SCHOOL ENROLLMENT	(3) UNEMPLOYMENT PERCENTAGE
2005	19,769	\$ 624,621,324	\$ 28,843	2,365	6.2%
2006	20,414	628,179,608	28,843	2,308	6.2%
2007	20,581	570,190,336	28,843	2,238	5.1%
2008	20,643	560,127,162	28,843	2,215	5.1%
2009	20,727	562,406,418	28,843	2,336	8.8%
2010	20,696	596,934,728	28,843	2,280	9.8%
2011	20,486	590,877,698	28,843	2,135	9.9%
2012	20,486	590,877,698	28,843	2,114	9.7%
2013	20,486	590,877,698	28,843	2,151	9.7%
2014	20,486	590,877,698	28,843	2,087	8.2%

(1) U.S. Bureau of Census

(2) Town of Bloomfield Board of Education

(3) State of Connecticut Department of Labor

TOWN OF BLOOMFIELD, CONNECTICUT

PRINCIPAL EMPLOYERS
CURRENT YEAR AND FIVE YEARS AGO
(UNAUDITED)

EMPLOYER	2014			2009		
	(1) EMPLOYEES	RANK	PERCENTAGE OF TOTAL TOWN EMPLOYMENT	(1) EMPLOYEES	RANK	PERCENTAGE OF TOTAL TOWN EMPLOYMENT
Cigna	3,460	1	34.29%	4,500	1	27.00%
MetLife	2,000	2	19.82%	1,800	2	10.80%
Kaman Corporation	925	3	9.17%	924	3	5.54%
Town of Bloomfield	628	4	6.22%	649	4	3.89%
Homegoods Distribution Center	575	5	5.70%	570	5	3.42%
Jacobs Vehicle Systems	475	6	4.71%	475	6	2.85%
Seabury	400	7	3.96%	400	7	2.40%
Duncaster	275	8	2.73%	276	8	1.66%
Pepperidge Farms	260	9	2.58%	270	9	1.62%
Coherent Deos	220	10	2.18%	220	10	1.32%
TOTAL	<u>9,218</u>		<u>91.36%</u>	<u>10,084</u>		<u>60.50%</u>

(1) Town of Bloomfield, Economic Development Department.

TOWN OF BLOOMFIELD, CONNECTICUTFULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN YEARS
(UNAUDITED)

FUNCTION	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
TOWN:										
Administration	25.00	25.00	25.00	25.00	24.00	24.00	24.00	23.00	23.00	26.00
Planning and development	7.00	7.00	7.00	7.00	8.00	10.00	9.00	9.00	9.00	7.00
Boards and agencies	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00	2.50	2.50
Public safety sworn	49.00	49.00	48.00	48.00	48.00	51.00	51.00	51.00	51.00	51.00
Public safety civilian	14.00	14.00	14.00	14.00	14.00	16.00	16.00	13.50	12.00	10.50
Public works	26.00	26.00	26.00	26.00	27.00	27.00	27.00	27.00	27.00	27.00
Leisure services	4.00	4.50	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Public libraries	19.00	19.00	21.00	21.00	21.00	20.00	21.00	21.00	20.50	20.50
Human services	12.00	12.50	11.50	11.50	11.50	13.50	13.50	13.50	13.50	12.50
Facilities	9.00	9.00	9.00	9.00	9.00	10.00	10.00	8.00	8.00	8.00
Fixed charges	-	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
BOARD OF EDUCATION:										
Certified	254.00	248.00	252.00	251.10	262.00	250.80	257.60	263.60	262.30	257.70
Non-certified	<u>209.00</u>	<u>203.00</u>	<u>207.00</u>	<u>206.00</u>	<u>216.00</u>	<u>202.50</u>	<u>212.50</u>	<u>206.00</u>	<u>217.00</u>	<u>214.50</u>
GRAND TOTAL	<u>629.00</u>	<u>618.50</u>	<u>626.00</u>	<u>625.10</u>	<u>647.00</u>	<u>631.30</u>	<u>648.10</u>	<u>642.10</u>	<u>650.30</u>	<u>641.70</u>

TOWN OF BLOOMFIELD, CONNECTICUT

OPERATING INDICATORS BY FUNCTION
LAST NINE YEARS
(UNAUDITED)

FUNCTION	2014	2013	2012	2011	2010	2009	2008	2007	2006
Administration:									
Marriage licenses issued	167	162	182	213	199	165	149	181	331
Birth certificates issued	146	182	164	201	184	188	179	189	304
Death certificates issued	305	291	306	297	293	304	292	322	601
Boards and Agencies:									
Registered voters	15,378	14,817	14,037	14,204	14,394	14,785	14,096	13,184	13,435
Elections and referenda	2	2	2	2	2	3	3	3	3
Planning and Development:									
Building permits issued	359	352	436	361	285	340	412	458	490
Value of building permits	\$ 17,957,000	\$ 16,342,000	\$ 21,798,000	\$ 29,482,000	\$ 14,381,000	\$ 44,470,129	\$ 60,243,144	\$ 55,781,634	\$ 34,927,196
Public Safety:									
Calls for service	40,134	31,610	24,747	22,890	28,961	26,389	23,014	27,195	30,707
Citations issued	2,727	2,307	2,931	3,446	4,803	4,306	3,922	4,242	3,259
Public Works:									
Miles of roads maintained	111	111	111	111	111	111	111	111	102
Acres of grounds maintained	1,342	1,342	1,342	1,342	1,342	1,342	1,342	1,342	1,342
Leisure Services:									
Summer season programs	195	173	159	163	175	171	171	138	135
Indoor season programs	134	127	121	124	120	111	111	101	72
Public Libraries:									
Items circulated	208,641	224,771	226,517	232,223	253,341	258,489	260,526	263,216	287,518
Human Services:									
Meals on wheels provided	2,453	3,736	4,438	4,438	4,483	5,379	6,709	6,478	6,289
Senior mini-bus trips	27,271	26,175	23,975	22,082	21,053	21,251	21,506	19,620	19,225
Households provided energy a	1,271	996	913	1,146	961	1,112	864	811	737
Households provided food bar	1,680	2,130	1,600	1,542	1,422	941	401	367	335
Education:									
Elementary schools	3	3	3	3	3	3	3	3	3
Middle schools	1	1	1	1	1	1	1	1	1
High schools	1	1	1	1	1	1	1	1	1
Magnet high schools	1	1	1	1	1	1	1	1	-

Note: Information is not available prior to 2006

TOWN OF BLOOMFIELD, CONNECTICUT

**CAPITAL ASSET STATISTICS BY FUNCTION
LAST NINE YEARS
(UNAUDITED)**

FUNCTION	2014	2013	2012	2011	2010	2009	2008	2007	2006
Public Safety:									
Police stations	1	1	1	1	1	1	1	1	1
Public Works:									
Miles of town roads	111	111	111	111	111	111	111	111	102
Linear feet of sidewalks	318,075	318,075	318,075	318,075	318,075	318,075	318,075	318,075	318,075
Leisure Services:									
Parks and greens	36	36	36	36	36	36	36	36	36
Swimming pools	1	1	1	1	1	1	1	1	1
Public Libraries:									
Libraries	2	2	2	2	2	2	2	2	2
Human Services:									
Community center	1	1	1	1	1	1	1	1	1
Senior mini-buses	6	6	6	5	5	5	5	5	5
Education:									
Schools	7	7	7	6	6	6	6	6	5

Note: Information is not available prior to 2006.