

Scully & Wolf, LLP / Certified Public Accountants / Glastonbury, Connecticut 06033

INDEPENDENT AUDITORS' REPORT

Board of Finance
Town of Branford
Branford, Connecticut

Dear Members of the Board:

We have audited the general-purpose financial statements of the Town of Branford as of June 30, 1999 and for the year then ended, as listed in the accompanying Table of Contents (Exhibits I to VI, inclusive). These general-purpose financial statements are the responsibility of the Town of Branford's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the aforementioned general-purpose financial statements present fairly, in all material respects, the financial position of the Town of Branford at June 30, 1999 and the results of its operations and the cash flows of its nonexpendable trust funds for the year then ended, in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 1999 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole (Exhibits I to VI, inclusive). The combining, individual fund, and individual account group financial statements and schedules listed in the accompanying Table of Contents (Exhibit A-1 through F-3, inclusive) are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general-purpose financial statements taken as a whole.

November 24, 1999

Scully & Wolf, LLP

TOWN OF BRANFORD

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TOWN OF BRANTFORDCOMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1999

				FIDUCIARY	GENERAL		LONG-TERM		TOTALS
				FUND TYPE.	GENERAL	FIXED	ASSETS	DEBT	(MEMORANDUM ONLY)
		GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	TRUST AND AGENCY				
<u>ASSETS AND OTHER DEBITS</u>									
Assets:									
Cash and cash equivalents	\$ 9,915,910	\$1,684,272		\$ 361,455	\$ 798,831				\$ 12,760,468
Investments									8,992,955
Receivables:									
Taxes	2,593,482	4,189,736							2,593,482
Assessments	30,495	59,090			537,188				4,189,736
Intergovernmental	664,353	48,541							626,773
Other	551,675	574,560		2,319,455					712,894
Due from other funds		10,146							3,445,690
Inventory									10,146
Fixed assets									73,155,589
Other assets									16,074
Other debits:									
Amount to be provided from State grants									11,324,464
Amount to be provided from taxation									39,967,035
TOTAL	<u>\$13,771,989</u>	<u>\$6,566,345</u>	<u>\$3,218,098</u>	<u>\$9,791,786</u>	<u>\$73,155,589</u>	<u>\$51,291,499</u>	<u>\$157,795,306</u>	<u>39,967,035</u>	
<u>LIABILITIES, EQUITY AND OTHER CREDITS</u>									
Liabilities:									
Accounts payable and accrued expenses	\$ 1,734,432	\$ 349,758	\$ 2,487,893	\$ 9,435					\$ 4,581,518
Accrued termination benefits payable	2,175,283	353,539	916,868	569,455					6,583,527
Due to other funds									3,445,690
Due to student and other groups									569,455
Deferred revenues	3,516,066	4,236,854							7,752,920
General obligation bonds and notes payable									42,177,130
Clean water funds				1,192,673					42,177,130
Other liabilities	416,028								1,192,673
Net pension obligation									1,192,673
Total liabilities.....	<u>7,841,809</u>	<u>4,940,151</u>	<u>4,597,434</u>	<u>578,890</u>	<u>51,291,499</u>	<u>69,249,783</u>	<u>73,155,589</u>	<u>73,155,589</u>	
Equity and other credits:									
Investments in general fixed assets									
Fund balance (deficit):									
Reserved for inventory	10,146				8,336,451				10,146
Reserved for employees retirement benefits									8,336,451
Reserved for encumbrances	363,654								3,154,926
Reserved trust principal									201,567
Unreserved:									
Designated for subsequent year budget	1,300,000								1,300,000
Designated for specific purposes	4,266,526	1,616,048	(4,753,794)	583,186					583,186
Undesignated									1,803,658
Total equity and other credits	<u>5,930,180</u>	<u>1,626,194</u>	<u>(1,379,336)</u>	<u>9,212,896</u>	<u>73,155,589</u>	<u>88,545,523</u>	<u>88,545,523</u>	<u>88,545,523</u>	
TOTAL	<u>\$13,771,989</u>	<u>\$6,566,345</u>	<u>\$3,218,098</u>	<u>\$9,791,786</u>	<u>\$73,155,589</u>	<u>\$51,291,499</u>	<u>\$157,795,306</u>	<u>\$157,795,306</u>	

The notes to the financial statements are an integral part of this statement.

TOWN OF BRAMFORD

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1999

	GOVERNMENTAL FUND TYPES.....			FIDUCIARY FUND TYPE.	
	GENERAL REVENUE	SPECIAL REVENUE	CAPITAL PROJECTS	EXPENDABLE TRUST	TOTALS (MEMORANDUM ONLY)
Revenues:					
Taxes.....	\$46,316,527	\$1,307,350			\$46,316,527
Assessments.....	6,951,517	2,120,986	\$ 1,061,289		1,307,350
Intergovernmental revenues.....	2,236,021				10,133,792
Licenses, permits and other departments.....					2,236,021
Donations and grants.....					126,955
Investment income.....	1,128,379	62,672	12,219	26,427	1,229,697
Sales and services.....	797,741	1,318,289	371,501		1,318,289
Other.....		560,673			1,729,915
Total revenues.....	57,430,185	5,369,970	1,445,009	153,382	64,398,546
Expenditures:					
Current:					
General government.....	2,183,412	68,518			2,183,412
Public safety.....	6,109,077				6,177,595
Public works and highway.....	5,515,192	271,185			5,786,377
Parks, recreation and libraries.....	1,421,786	87,981			1,523,251
Health and human services.....	1,011,094	934,656			1,980,605
Education.....	31,033,711	2,232,741			33,266,452
Pension and insurance.....	3,523,916				3,523,916
Capital outlay.....	788,572	11,576,786			12,365,358
Debt service.....	5,458,522	1,212,049			6,670,571
Total expenditures.....	57,045,282	4,807,130	11,576,786	48,339	73,477,537
Excess (deficiency) of revenues over expenditures.....	384,903	562,840	(10,131,777)	105,043	(9,078,991)
Other financing sources (uses):					
Operating transfers in.....	126,299		514,541		640,840
Operating transfers out.....	(514,541)	(105,000)	(21,299)		(640,840)
Total other financing sources (uses)	(388,242)	(105,000)	493,242		
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.....	(3,339)	457,840	(9,638,535)	105,043	(9,078,991)
Fund balance, July 1, 1998.....	5,933,519	1,168,354	8,259,199	416,805	15,777,877
Fund balance, June 30, 1999.....	\$ 5,930,180	\$1,626,194	\$ (1,379,336)	\$ 521,848	\$ 6,698,886

The notes to the financial statements are an integral part of this statement.

TOWN OF BRAMFORD

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND AND SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1999

	GENERAL FUND		SPECIAL REVENUE FUNDS		
	AMENDED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	AMENDED BUDGET	ACTUAL
Revenues:					
Taxes	\$45,591,564	\$46,316,527	\$ 724,963	\$1,231,270	\$1,307,350
Assessments	5,117,500	5,565,153	447,653	669,914	\$ 76,080 (95,305)
Intergovernmental revenues	1,969,900	2,236,021	266,121		
Licenses, permits and other departments	1,200,000	1,128,379	(71,621)	29,000	44,428
Investment income				611,071	646,879
Sales and services	625,838	787,842	162,004	181,950	212,720
Other					30,770
Total revenues	54,504,802	56,033,922	1,529,120	2,818,510	2,881,291
Expenditures:					62,781
Current:					
General government	2,264,907	2,203,996	60,911	8,800	6,922
Public safety	6,196,531	6,134,748	61,783	38,700	36,100
Public works and highway	5,594,502	5,486,892	107,610		2,600
Parks, recreation and libraries	1,449,985	1,421,786	28,199		
Health and human services	1,067,187	1,011,094	56,093	629,301	469,335
Education	29,730,101	29,651,648	78,453	912,190	1,005,439
Pension and insurance	3,556,654	3,523,916	32,738		
Capital outlay	1,167,610	1,081,771	85,839		
Debt service	5,461,752	5,458,522	3,230	1,219,195	1,212,049
Total expenditures	56,489,229	55,974,373	514,856	2,808,186	2,729,845
Excess of revenues over expenditures	(1,984,427)	59,549	2,043,976	10,324	151,446
Other financing sources (uses) :					141,122
Operating transfers in	110,500	126,299	15,799		
Operating transfers out	(514,541)	(514,541)		(105,000)	(105,000)
Total other financing sources uses	(404,041)	(388,242)	15,799	(105,000)	(105,000)
Excess of revenues and other financing sources over expenditures and other financing uses	\$ (2,388,468)	(328,693)	\$ 2,059,775	\$ 10,324	\$ 46,446 \$ 36,122
Fund balance, July 1, 1998		5,895,219			715,718
Fund balance, June 30, 1999		\$ 5,566,526			\$ 762,164

The notes to the financial statements are an integral part of this statement.

TOWN OF BRANFORD

COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND BALANCE
NONEXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1999

Operating revenues:

Investment income:

Interest and dividends	\$ 20,951
Net increase in fair value of investments	<u>5,557</u>
Total operating revenues	26,508

Operating expenses:

Scholarships	\$1,000
Other	<u>2,205</u>

Total operating expenses	<u>3,205</u>
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Net income.....	23,303
Fund balance, July 1, 1998.....	<u>331,294</u>

Fund balance, June 30, 1999.....	<u>\$354,597</u>
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The notes to the financial statements are an
integral part of this statement.

TOWN OF BRANFORD

**COMBINED STATEMENT OF CASH FLOWS
NONEXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 1999**

Cash flows from operating activities:	
Payments for scholarships and other	\$ (3,205)
Cash flows from investing activities:	
Interest income	<u>20,951</u>
Net increase in cash and cash equivalents.....	17,746
Cash and cash equivalents, July 1, 1998.....	<u>241,504</u>
Cash and cash equivalents, June 30, 1999.....	259,250
Other Trust and Agency Funds:	
Cash and cash equivalents, June 30, 1999:	
Expendable Trust Funds	144,352
Agency Funds	<u>395,229</u>
Total All Trust and Agency Funds	<u>\$798,831</u>

**RECONCILIATION OF NET INCOME TO NET CASH
PROVIDED (USED) BY OPERATING ACTIVITIES**

Net income.....	\$ 23,303
Adjustments to reconcile net income to net cash provided (used) by operating activities:	
Interest income included in operating income	(20,951)
Net increase (decrease) in market value	<u>(5,557)</u>
Net cash provided (used) by operating activities.....	<u>\$ (3,205)</u>

The notes to the financial statements are an
integral part of this statement.

EXHIBIT VI

TOWN OF BRANFORD

STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
FOR THE YEAR ENDED JUNE 30, 1999

Additions:

Contributions:

Employer.....	\$ 769,000
Plan members.....	<u>139,812</u>
Total contributions.....	908,812

Investment income:

Net appreciation in fair value of investments.....	\$133,958
Interest and dividends.....	282,697
Other income.....	<u>213</u>
Net investment income.....	<u>416,868</u>

Total additions

1,325,680

Deductions:

Benefits.....	391,625
Administration.....	<u>67,281</u>
Total deductions	<u>458,906</u>

Net increase.....

866,774

Net assets held in trust for pension benefits, July 1, 1998.....

7,469,677

Net assets held in trust for pension benefits, June 30, 1999.....

\$8,336,451

The notes to the financial statements are an
integral part of this statement.

TOWN OF BRANFORD

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 1999

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The Town is incorporated under the provisions of the Statutes of the State of Connecticut. The Town operates under a Representative Town Meeting/Board of Selectmen form of Government and provides the following services as authorized by its Charter: Administrative, Public Safety, Public Works, Health and Welfare, Recreation, Libraries, Education and Public Improvements.

B. Fund Accounting

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped into fund types and fund categories as follows:

Governmental Funds

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, or Trust Funds).

Fiduciary Funds

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust, Nonexpendable Trust, Pension Trust and Agency Funds. Nonexpendable Trust and Pension Trust Funds are accounted for in essentially the same manner as Proprietary Funds since capital maintenance is critical. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature and do not involve measurement of results or operations.

C. Account Groups

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

General Fixed Assets

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets. General fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available.

General Long-Term Debt

Long-term liabilities expected to be financed from governmental funds are in the General Long-Term Debt Account Group.

D. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All nonexpendable trust funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet.

The modified accrual basis of accounting is used by all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers property taxes as available if they are collected within sixty (60) days after year end. Expenditures are generally recorded when the related fund liability is incurred. Exceptions to this general rule include: 1) principal and interest on general long-term debt is recognized when due; 2) accumulated unpaid employee compensated absences are recorded when paid.

The significant revenues susceptible to accrual are property taxes, interest revenue and grants.

Licenses, permits and other fees are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by pension trust funds and nonexpendable trust funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The Town reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

E. Budgets and Budgetary Accounting, Town Charter

A budget for the General Fund and certain Special Revenue Funds are authorized annually by the Town. The Board of Finance recommends and the Representative Town Meeting (RTM) approves the budget.

The Town adheres to the following procedures in establishing the budgetary data reported in the financial statements for the General Fund and specific Special Revenue Funds (Sewer Assessment, Water Assessment, Dog Fund, Board of Education Program Fund, Day Care and Cafeteria). As required by Town Charter, the Board of Finance holds a public hearing to review and discuss the proposed annual Town budget no later than two weeks before the Annual Budget Meeting of the Representative Town Meeting (RTM). The Board of Finance then recommends and submits a formal annual appropriations budget to the RTM. The RTM must take action on the adoption of the appropriations recommended by the Board of Finance at the Annual Budget Meeting, which must be held no later than the Friday following the second Tuesday of May. Thereafter, but no later than June 1, the Board of Finance shall determine the rate of taxation for the ensuing fiscal year.

The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the line item level for all budgeted funds. The Board of Finance, upon the request of individual departments, offices or agencies, may approve and must recommend all transfers to the Representative Town Meeting (RTM). No recommended transfer by the Board of Finance shall be effective unless approved by the RTM.

General Fund budget increased by \$188,468 the increase was funded by increased estimated revenues.

All unencumbered appropriations lapse at year-end except for those in the Capital Projects Fund. Appropriations for these funds are continued until completion of the applicable projects, which often last more than one fiscal year.

The Town's budgeting system requires accounting for certain transactions to be on a basis other than generally accepted accounting principles (GAAP basis). The major differences between the budget and GAAP basis are as follows:

- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order is issued and, accordingly, encumbrances outstanding at year end are reflected in budgetary reports as expenditures in the current year whereas they are shown as a reservation of fund balance on a GAAP basis of accounting.
- State of Connecticut payments on-behalf of Town of Branford teachers for the State teacher retirement system are reported for GAAP purposes only, as intergovernmental revenue and education expenditures. This reporting is in accordance with Governmental Accounting Standards Board Statement No. 24.

- The Board of Education does not budget for expenditures reimbursed by the State of Connecticut for excess costs related to certain special education students. These reimbursements are netted against expenditures for budgetary reporting purposes.

General Fund and certain Special Revenue Funds budgetary results are presented in Exhibit III.

As explained above, the Town's budgetary fund structure as presented in Exhibit III accounts for certain transactions differently from that utilized in Exhibits I and II, which present financial statements in conformity with generally accepted accounting principles. A reconciliation of these differences at June 30, 1999 follows:

General Fund.....	
	Revenues and <u>Transfers In</u>	Expenditures and <u>Transfers Out</u>
GAAP basis, Exhibit II.....	\$57,556,484	\$57,559,823
Encumbrances:		
June 30, 1998.....		(38,300)
June 30, 1999.....		363,654
State on-behalf payments for teacher retirement	(1,207,795)	(1,207,795)
Special education excess cost grants.....	(178,569)	(178,569)
Insurance reimbursement	<u>(9,899)</u>	<u>(9,899)</u>
Non-GAAP budgetary basis, Exhibit III	<u>\$56,160,221</u>	<u>\$56,488,914</u>

As previously indicated not all Special Revenue Funds have adopted budgets. The following is a reconciliation of Exhibit II and III:

Special Revenue Funds.....	
	Revenues and <u>Transfers In</u>	Expenditures and <u>Transfers Out</u>
GAAP basis, Exhibit II.....	\$ 5,369,970	\$ 4,912,130
Encumbrances:		
June 30, 1998.....	- 0 -	- 0 -
June 30, 1999.....	- 0 -	- 0 -
Non-budgeted funds	<u>(2,488,679)</u>	<u>(2,077,285)</u>
Non-GAAP budgetary basis, Exhibit III	<u>\$ 2,881,291</u>	<u>\$ 2,834,845</u>

F. Cash and Cash Equivalents

The Town considers all highly liquid investments and those with a maturity of three months or less when purchased to be cash equivalents.

G. Investments

Investments are stated at fair value for all funds.

H. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the Governmental Funds. For financial reporting purposes, encumbrances outstanding at year end are reported as a reservation of fund balance and do not constitute expenditures or liabilities.

I. Inventory

Inventory in the Cafeteria Fund (Special Revenue Fund) is valued at cost except for the U.S.D.A. donated commodities which are valued at market, utilizing the FIFO method. Food costs are determined using the consumption method of accounting. The Town has no inventories in other funds.

J. Accrued Termination Benefits

Unused sick leave may be accumulated for certain employees up to a limit ranging from 50 to 225 days, depending upon the contracts in force, for each department in the Town until termination, retirement or death at which time payments will be made.

Liabilities for compensated absences are accrued at current salary rates in force at June 30, 1999. The entire estimated liability for compensated absences is recorded in the General Long-Term Debt Account Group since the liability will be funded from future financial resources, not from available financial resources.

K. Joint Ventures

Bristol Resource Recovery Facility Operating Committee

The Town is a participant with thirteen (13) other cities and towns in a joint venture, the Bristol Resource Recovery Facility Operating Committee (BRRFOC). The BRRFOC was created pursuant to an Inter-Community Agreement to exercise certain rights on behalf of contracting municipalities in dealing with the waste to energy plant built by Ogden Martin Systems of Bristol, Inc. The governing board consists of Town officials appointed by each of the participating municipalities, and assumes all the management decisions. The Town of Branford has an obligation to appropriate funds in amounts necessary to fulfill its obligations created pursuant to the Intercommunity Agreement dated as of August 15, 1985. These obligations deal with guarantees to meet certain tonnage requirements. The Town expenditures to the BRRFOC amounted to \$804,434 this year. General Fund unreserved, undesignated fund balance for fiscal year ended June 30, 1999 as reflected in the BRRFOC's financial statements is \$8.2 million. A complete set of financial statements for BRRFOC can be obtained from the administrative office at 43 Enterprise Drive, Bristol, Connecticut.

On May 15, 1995, the Committee issued \$68,040,000 in Solid Waste Revenue Refunding Bonds with interest rates varying from 5.2 % to 6.5% to current refund \$66,835,000 of outstanding special obligation bonds of the Connecticut Development Authority. The proceeds from the original bonds were loaned by the Authority to Ogden Martin Systems of Bristol, Inc. Under the Service Agreement, the service fee is an obligation of the Contracting Municipalities to which each has pledged its full faith and credit. Should any Contracting Municipality default in its obligation to pay the service fee, the other Contracting Municipalities shall have an obligation to continue to pay the aggregate service fee. If the Company does not perform its obligations under the service agreement, and Ogden Corporation fails to perform such obligations pursuant to its guarantee, the Contracting Municipalities have certain rights to terminate the

service agreement and, upon termination, would no longer be obligated to pay the service fee. The current balance of the bonds outstanding is \$61,140,000.

L. Interfund Transactions

Following is a description of the three basic types of interfund transactions made during the year and the related accounting policies:

Transactions to reimburse a fund for expenditures made by it or for the benefit of another fund - these transactions are recorded as expenditures in the disbursing fund and as a reduction of expenditures in the receiving fund.

Transactions to shift revenues or contributions from the fund budgeted to receive them to the fund budgeted to expend them - these transactions are recorded as transfers in and out.

Transactions to record equity contributions between funds - the receiving fund records such transactions as a transfer in and an addition to fund balance. The disbursing fund records the transaction as transfer out and reduction of fund balance.

M. Total Columns on General-Purpose Financial Statements

Total columns on the General-Purpose Financial Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. 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. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short Term Investment Fund (STIF) and the Tax Exempt Proceeds Fund (TEPF). 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 does 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.

A. Cash and Cash Equivalents

The following is a summary of cash and cash equivalents at June 30, 1999:

Deposits:

Demand accounts	\$ 1,665,066
Interest bearing accounts.....	<u>211,033</u>
Total deposits	1,876,099

Petty cash accounts	900
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Other cash equivalents*:

Tax Exempt Proceeds Funds.....	206,304**
State Short-Term Investment Fund (STIF)	<u>10,677,165**</u>

TOTAL CASH AND CASH EQUIVALENTS	<u>\$12,760,468</u>
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* Short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity.

** Risk Category cannot be determined since the Town does not own identifiable securities but invests as a shareholder of the investment pool.

B. Deposits

At June 30, 1999, the carrying amount of the Town deposits was \$1,876,099 and the bank balance was \$1,626,174. Of the bank balance, \$362,272 was covered by Federal Depository Insurance. Section 36a-333 of the Connecticut General Statutes requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio. A minimum of \$156,390 based on June 30, 1999 deposits was collateralized at Risk Category 3. Risk Category 3 is defined as collateral held by the pledging financial institution, or by its trust department or agent, but not in the Town's name. The balance of deposits of \$1,107,512 were uninsured and uncollateralized.

C. Investments

The Town's investments are categorized below to give an indication of the level of risk assumed by the entity at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the Town or its agent in the Town's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the Town's name. Category 3 includes uninsured and unregistered investments for which securities are held by the counterparty, or by its trust department or agent but not in the Town's name.

At June 30, 1999, the Town's investments consisted of the following:

	Category.....		
	<u>1</u>	<u>2</u>	<u>3</u>
Categorized Investments:			
U.S. Government Securities		\$ 386,931	\$ 386,931
Equity Securities.....	\$95,347		95,347
Police Pension and Volunteer Firemen Fund:			
U.S. Government Securities		962,948	962,948
Other Debt Securities		1,971,199	1,971,199
Equity Securities		<u>5,576,530</u>	<u>5,576,530</u>
Total.....	<u>\$95,347</u>	<u>\$-0-</u>	<u>\$8,897,608</u>
			<u><u>\$8,992,955</u></u>

3. PROPERTY TAXES

Property taxes are assessed as of October 1 and billed the following July. Property taxes are payable in two installments on July 1 and January 1. Automobile levies and amounts under \$100 are due in one installment. Motor vehicle supplemental bills are payable on January 1. Payments not received within one month after the due date become delinquent, with interest charged at the rate of 1-1/2% per month. Assessments for real and personal property, excluding motor vehicles, are computed at seventy percent of the market value. Unpaid balances at June 30 are liened.

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 (within sixty days) to be used to pay liabilities of the current period. Property taxes receivable not expected to be collected during the available period are reflected as a deferred revenue.

4. INTERFUND RECEIVABLE AND PAYABLE BALANCES

Individual fund interfund receivable and payable balances at June 30, 1999, are as follows:

<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Amount</u>
General Fund.....	Transfer Facility.....	\$ 2,843
General Fund.....	Town Revitalization Fund	440
General Fund.....	Sewer Assessment Fund	286,637
General Fund.....	Capital Improvements.....	62
General Fund.....	Clean Water	185,000
General Fund.....	Technology Upgrade.....	4,132
General Fund.....	Police Station	10,617
General Fund.....	Recreation Program Fund	22,785
General Fund.....	Special Programs	39,159
High School Renovations	General Fund.....	1,686,497
1996 Capital Projects	General Fund.....	70,000
High School Technology Improvements...	General Fund.....	418,786
Leetes Island Water	Leetes Island Core	533
High School Renovations	Clean Water Fund	86,224
Sewer Assessment Fund	Leetes Island Core	4,450
Leetes Island Core	Water Assessment Fund	4,958

<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Amount</u>
Sewer Assessment Fund	Sidewalks and Curbs.....	\$ 507,015
Town Aid Road.....	Sidewalks and Curbs.....	15,068
High School Renovations	1996 Capital Projects.....	52,457
Sewer Assessment Fund	Structural Remediation Fund.....	18,925
Water Assessment Fund	Structural Remediation Fund.....	29,102
TOTAL.....		<u>\$3,445,690</u>

5. FIXED ASSETS

A summary of general fixed assets is as follows:

	<u>Balance</u> <u>June 30, 1998</u>	<u>Additions</u>	<u>Disposals</u>	<u>Adjustments</u>	<u>Balance</u> <u>June 30, 1999</u>
Land.....	\$ 5,789,590				\$ 5,789,590
Buildings	25,311,500				25,311,500
Equipment and personal property	17,649,395	\$ 496,284		\$(438,299)	17,707,380
Construction in process..	<u>15,727,049</u>	<u>8,620,070</u>			<u>24,347,119</u>
TOTAL.....	<u>\$64,477,534</u>	<u>\$9,116,354</u>	<u>\$ - 0 -</u>	<u>\$(438,299)</u>	<u>\$73,155,589</u>

The Town underwent a full inventory appraisal which resulted in adjustments to the prior year figures.

6. LONG-TERM DEBT

The following is a summary of general long-term debt transactions for the year ended June 30, 1999:

	<u>Balance</u> <u>July 1, 1998</u>	<u>Debt</u> <u>Issued</u>	<u>Retirements</u>	<u>Net</u> <u>Change</u>	<u>Balance</u> <u>June 30, 1999</u>
Bonds and notes	\$46,314,381		\$4,137,251		\$42,177,130
Compensated absences.....	4,887,409			\$ 161,721	5,049,130
Lease purchase liability.....	68,921			(45,960)	22,961
Landfill closure	1,100,000			(40,000)	1,060,000
Retirement incentive	893,338			641,059	1,534,397
Net pension obligation	<u>1,461,787</u>			<u>(13,906)</u>	<u>1,447,881</u>
TOTAL.....	<u>\$54,725,836</u>	<u>\$ - 0 -</u>	<u>\$4,137,251</u>	<u>\$702,914</u>	<u>\$51,291,499</u>

A schedule of bonds and notes outstanding at June 30, 1999 is presented below:

	<u>Balance July 1, 1998</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 1999</u>
General:				
School, 11.40%, mature in 2002	\$ 1,200,000		\$300,000	\$ 900,000
School, 4.0-5.0%, mature in 2008.....	4,811,000		545,500	4,265,500
School, 5.9-7.9%, mature in 2009.....	2,394,000		240,000	2,154,000
School, 4.0-6.0%, mature in 2016.....	9,200,000		400,000	8,800,000
School, 4.5-6.25%, mature in 2117.....	14,740,000		1,025,000	13,715,000
Public improvement, 6.20-6.30%, mature in 2002	500,000		100,000	400,000
Public improvement, 8.60-9.10%, mature in 2003	475,000		95,000	380,000
Public improvement, 4.0-5.0%, mature in 2008	1,068,000		121,500	946,500
Public improvement, 5.9-7.9%, mature in 2009	1,235,000		100,000	1,135,000
Public improvement, 4.0-6.0%, mature in 2016	4,920,000		325,000	4,595,000
Special Assessment:				
Sewer, 4.0-5.0%, mature in 2008.....	316,000		36,000	280,000
Sewer, 6.65%, mature in 2002	125,000		25,000	100,000
Sewer, 5.35%, mature in 2003	1,000,000		200,000	800,000
Sewer, 8.6-9.1%, mature in 2003	1,325,000		265,000	1,060,000
Sewer, 5.9-7.9%, mature in 2009	1,871,000		160,000	1,711,000
Sewer, 4.5-6.25%, mature in 2117.....	390,000		150,000	240,000
Water, 4.0-5.0%, mature in 2008	110,000		12,000	98,000
Water, 6.8-7.5%, mature in 2112	425,000		25,000	400,000
Total bonds	46,105,000		4,125,000	41,980,000
State of Connecticut, Water, 2%, mature 2113.....	209,381		12,251	197,130
Total bonds and notes.....	<u>\$46,314,381</u>	<u>\$ -0-</u>	<u>\$4,137,251</u>	<u>\$42,177,130</u>

On April 1, 1998, The Town issued \$7,075,000 in general obligation bonds with an average interest rate of 4.34% to advance refund \$6,460,000 of outstanding 1990 General Obligation Bonds with an average interest rate of 6.83%. The net proceeds of \$6,990,387 (after payment of \$130,688 in underwriting fees insurance and other issuance costs) were used to purchase U.S. Treasury Securities – State and Local Series. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1990 bonds until their redemption date. These 1990 bonds are considered to be defeased and the liability for those bonds has been removed from the general long-term debt account group. The balance of the defeased bonds outstanding at June 30, 1999 is \$5,479,578.

The following is a summary of debt maturities for repayment of bonds and notes, excluding bond anticipation notes.

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000.....	\$ 4,117,498	\$ 2,276,963	\$ 6,394,461
2001.....	3,327,751	2,022,589	5,350,340
2002.....	3,613,008	1,814,028	5,427,036
2003.....	3,328,271	1,592,440	4,920,711
2004.....	2,698,539	1,417,425	4,115,964
2005.....	2,763,812	1,282,417	4,046,229
2006.....	2,779,091	1,145,492	3,924,583
2007.....	2,714,375	1,006,966	3,721,341
2008.....	2,669,665	869,276	3,538,941
2009.....	2,074,961	731,021	2,805,982
2010.....	1,575,263	619,382	2,194,645
2011.....	1,575,570	541,032	2,116,602
2012.....	1,675,886	461,495	2,137,381
2013.....	1,638,440	375,417	2,013,857
2014.....	1,625,000	290,950	1,915,950
2015.....	1,625,000	206,400	1,831,400
2016.....	1,575,000	121,850	1,696,850
2017.....	800,000	40,000	840,000
 TOTAL.....	 <u>\$42,177,130</u>	 <u>\$16,815,143</u>	 <u>\$58,992,273</u>

Clean Water Fund Notes

The Town is currently participating in a Capital Project (Wastewater Design Fund) under the State of Connecticut Clean Water Fund established in accordance with Section 22a-477 of the General Statutes of Connecticut. The Clean Water Fund is administered by the State Department of Environmental Protection and provides grant and loan funds to municipalities for “eligible water quality project costs”. The Town’s liability under the two-percent (2%) loan portion of the project was \$1,192,673 at June 30, 1999. This temporary loan is recorded as a liability in the Wastewater Design Fund and will be permanently financed upon completion. The Town authorized borrowing of \$30,750,000 to finance this project.

General Obligation Bonds and Notes

All bonds and bond anticipation notes are classified as general obligations of the Town.

Bonds Authorized Unissued

The Town had bonds authorized unissued for various projects amounting to \$32,229,849.

The Town's indebtedness does not exceed the legal debt limitations as required by the Connecticut General Statutes as reflected in the following schedule:

<u>Category</u>	<u>Debt Limit</u>	<u>Indebtedness*</u>	<u>Balance</u>
General purpose	\$106,454,675	\$7,956,500	\$98,498,175
Schools	\$212,909,351	\$18,510,036	\$194,399,315
Sewers	\$177,424,459	\$33,867,979	\$143,556,480
Urban renewal	\$153,767,864		\$153,767,864

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation \$331,192,323.

* Includes bonds authorized unissued (\$31,729,849) and excludes water bonds.

** Total school indebtedness has been reduced by State of Connecticut Building Grants commitments of \$11,324,464.

Retirement Incentives

The Board of Education periodically provides retirement incentive programs. The liability for these programs increased by \$641,059 to \$1,534,397 this year.

7. EMPLOYEE RETIREMENT SYSTEM

Police Employees Retirement Plan

A. Plan Description

The Town of Branford is the administrator of a single-employer Public Employee Retirement System (PERS) established and administered by the Town to provide pension benefits for its police officers. The PERS is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a Pension Trust Fund.

The Town provides police retirement benefits through a single employer, contributory, defined benefit plan. Under the plan, all regular members of the Police Department are eligible. Participants are 100% vested after 10 years of service. The retirement benefit is calculated at 2% of the highest annual salary out of the last three (3) years immediately prior to retirement multiplied by up to 33 1/3 years of service. Police officers are required to contribute 6% of their base salaries to the PERS. The Plan provides for automatic post-retirement increases on Retiree Pensions up to a maximum of 66 2/3% of pay. If an employee leaves covered employment before ten (10) years of service, accumulated employee contributions and related investment earnings are refunded.

At July 1, 1998, PERS membership consisted of:

Retirees, disabled and beneficiaries currently receiving benefits	26
Terminated employees entitled to benefits but not yet receiving them	0
Active Plan Members.....	<u>45</u>
 TOTAL.....	 <u>71</u>

B. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting: PERS financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed.

Method Used to Value Investments: Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchange of investments are recognized on the transaction date. There are no investments in any organization that represent 5% or more of net assets available for benefits.

C. Funding Status and Progress

Police officers are required to contribute 6.0% of base pay to the PERS. The Town is required to contribute the amounts necessary to finance the coverage for its employees as determined by its actuaries; the current rate is 31.82% of covered payroll. Benefits and contributions are established by the Town and may only be amended by the Representative Town Meeting.

D. Annual Pension Cost and Net Pension Obligations

The Town's annual pension cost and net pension obligation to the Town's Retirement System for the current year were as follows:

Annual required contribution	\$ 755,000
Interest on net pension obligation	116,943
Adjustment to annual required contribution	<u>(116,849)</u>
Annual pension cost	755,094
Contributions made	<u>769,000</u>
Increase (decrease) in net pension obligation	(13,906)
Net pension obligation beginning of year	<u>1,461,787</u>
Net pension obligation end of year	<u>\$1,447,881</u>

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

Actuarial valuation date	July 1, 1998
Actuarial cost method	Projected Unit Credit
Amortization method	Level dollar
Remaining amortization period.....	35 years closed
Asset valuation method	Fair Value
Actuarial assumptions:	
Investment rate of return	8.0%
Projected salary increases (includes 4% inflation)	6.0%

E. Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation	Actual Contribution
6/30/97	\$799,266	96.3%	\$1,412,012	\$770,000
6/30/98	\$735,775	102.7%	\$1,461,787	\$756,000
6/30/99	\$755,094	101.8%	\$1,447,881	\$769,000

F. Pension Plan Required Supplementary Information

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability(AAL) –Entry Age (b)	Unfunded AAL (UAAL) (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((a-b)/c)
7/1/92	\$1,537,248	\$7,395,440	\$(5,858,192)	20.8%	\$1,615,767	362.6%
7/1/94	\$2,775,275	\$8,589,565	\$(5,814,290)	32.3%	\$1,797,306	323.5%
7/1/96	\$4,315,682	\$10,044,614	\$(5,728,932)	43.0%	\$1,831,325	312.8%
7/1/98	\$5,753,024	\$10,386,258	\$(4,633,234)	55.4%	\$2,060,389	224.9%

Schedule of Employer Contributions

Year Ended	Annual Required Contribution	Percentage Contributed
6/30/93	\$735,478	82.0%
6/30/94	\$750,130	93.0%
6/30/95	\$791,424	88.0%
6/30/96	\$810,000	86.0%
6/30/97	\$797,915	96.5%
6/30/98	\$734,956	102.9%

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation is presented in Section D above.

Municipal Employees' Retirement System

All Town of Branford full-time employees, except the Police Department employees, elected officials and certified teachers and administrators, participate in the Connecticut Municipal Employee's Retirement Fund B (MERF), a cost sharing multiple-employer public employee retirement system (PERS) established by the State of Connecticut and administered by the State Retirement Commission to provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to the employees and beneficiaries of participating municipalities. Chapter 113 Part II of the General Statutes of Connecticut, which can be amended by legislative action, establishes PERS benefits, member contribution rates, and other plan provisions. MERF is considered to be a part of the State of Connecticut financial reporting entity and is

included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 55 Elm Street, Hartford, Connecticut 06106 or by calling 860-702-3480.

Funding Policy - Plan members are required by State Statute to contribute 2-1/4% of earnings upon which Social Security tax is paid plus 5% of earnings on which no Social Security tax is paid. Each participating municipality is required to contribute at an actuarially determined rate. The current rate is 8% of annual covered payroll. The contribution requirements of the Town are established and may be amended by the State Retirement Commission. The Town's contributions to MERF for the years ended June 30, 1999, 1998, and 1997 were \$418,584, \$521,312, \$481,565, and respectively, equal to the required contributions for each year.

Teacher Retirement

All Town of Branford teachers participate in the State of Connecticut Teacher's Retirement System under Section 10.183 of the General Statutes of the State of Connecticut which has a multiple employer PERS. A teacher is eligible to receive a normal retirement benefit if he or she has:

- . Attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut, or;
- . attained any age and has accumulated thirty-five years of credited service, at least twenty-five years of which are service in the public schools of Connecticut.

The Board of Education withholds seven percent (7%) of all teachers' annual salaries and transmits the funds to the State Teachers' Retirement Board. Teacher payroll subject to retirement amounted to \$15,446,495 or 54.64% of the total Town payroll of \$28,269,515.

The retirement system for teachers is funded by the State based upon the recommendation of the Teachers' Retirement Board. Such contribution includes amortization of actuarially computed unfunded liability. The Town does not have any liability for teacher pensions. For the year ended June 30, 1999 the Town has recorded in the General Fund, intergovernmental revenue and education expenditures in the amount of \$1,207,795 as payments made by the State of Connecticut on-behalf of the Town.

8. DEFERRED COMPENSATION PLAN

During the fiscal year ended June 30, 1999, the Town adopted the provisions of The Governmental Accounting Standards Board Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. This statement requires the removal of deferred compensation plans, from the financial report, under certain circumstances. The Town does not have custodial responsibility for the funds in the plan. The plan, which was previously reported as an Agency Fund, has been removed from the Town's financial report.

9. CAPITAL LEASE AGREEMENTS

In the normal course of doing business the Board of Education entered into lease agreements. The leases met the criteria of a capital lease, and as such the present value of the minimum lease payments has been capitalized in the General Fixed Assets Account Group.

The following is a schedule of the future minimum lease payments under the capitalized leases together with the present value of the net minimum lease payments as of June 30, 1999:

<u>Year Ending June 30,</u>	<u>Total Minimum Lease Payments</u>	<u>Present Value of Net Minimum Lease Payments</u>	<u>Amount Representing Interest</u>
2000	<u>\$25,755</u>	<u>\$22,961</u>	<u>\$2,794</u>

10. CAPITAL PROJECTS

A summary of capital projects at June 30, 1999 is presented below:

<u>Project</u>	<u>Appropriation</u>	<u>Cumulative Expenditures</u>	<u>Encumbrances</u>	<u>Available Balance</u>
The Boulders	\$ 300,000	\$ 120,000		\$ 180,000
Road Construction.....	5,077,671	5,016,990		60,681
Revitalization	4,220,000	4,219,790		210
Elementary School Renovation.....	12,819,000	12,808,277		10,723
Transfer Station Construction.....	1,505,000	1,504,291		709
Leetes Island Water Supply	156,000	156,533		(533)
Clarifier Project.....	110,000	102,909		7,091
Board of Education Office Renovation.....	68,000	63,589		4,411
Pine Gutter Brook	106,000	98,094		7,906
Clean Water Project	31,064,116	2,843,287	\$ 872,566	27,348,263
High School Renovations.....	26,577,000	24,347,121	1,918,706	311,173
Technology Upgrade (Elementary).....	500,000	500,000		
1996/1997 Capital Projects	474,761	462,334		12,427
Blackstone Library Renovation/Relocation..	119,737	119,737		
Gould Lane Sewers	53,000	39,000		14,000
Leetes Island Water "Core"	1,294,430	951,156		343,274
Police Station	3,970,000	3,939,518		30,482
Blackstone Library Renovation Phase II	4,000,000	3,822,928		177,072
Computer System Upgrade	530,000	529,999		1
Trolley Trail	51,235	48,515		2,720
Sidewalk and Curb.....	1,125,000	733,517		391,483
Ambulance Fund	176,076	177,275		(1,199)
Fire Apparatus Fund.....	914,228	765,997		148,231
Technology Upgrade (High School)	1,400,000	1,009,002		390,998
Structural Remediation Fund	150,000	60,258		89,742
Town Hall Renovation	500,000			500,000
Willoughby Wallace Library	675,000			675,000
 TOTAL	 \$97,936,254	 \$64,440,117	 \$2,791,272	 \$30,704,865

11. BULKY WASTE LANDFILL

The Town landfill at the intersection of Tabor Drive and Marshall Road no longer accepts municipal solid waste, yet continues to accept bulky waste, sewage sludge from the water pollution control facility, and serves as a Department of Environmental Protection-approved site for placement of soils with certain contaminants. As the majority of the landform has been completed to final permitted grades, a program of placement of final cover has been instituted for those areas of the landform where grades will not be changed in the future.

State and Federal laws and regulations require the Town to place final cover on the landfill. While the landfill continues to receive bulky waste, the Town has undertaken the placement of final cover prior to the complete closure of the landfill to take advantage of local opportunities for soil acquisition and complete the project over several fiscal years.

Each year, the Town appropriates funds for the placement of final cover. To date, \$490,000 has been appropriated and expended and approximately 62% of the total area of the landfill have had final cover applied. It is anticipated that the placement of bulky waste will continue at the landform for the next eight (8) years, and that the Town will continue to make an annual appropriation for the placement of final cover on the landfill until the side and top slopes are completed except for a working face at the front. Thereafter, annual appropriations will be placed in a reserve fund for the final cover for this front section when it no longer receives waste. Soils made available to the Town, along with contaminated soils, are utilized for landfill cover and serve to reduce the overall costs for capping the landfill. Based upon current practice, it is anticipated that the final cover costs will total \$800,000, including funds already appropriated, but not including post-closure costs. The Town is required to monitor and maintain the landfill for thirty years after closure. The estimated annual cost for this postclosure activity is \$25,000. These costs will be funded through the General Fund on an annual basis. Regulatory changes or acceleration of the schedule for closure of the landfill may require additional appropriations for the accelerated completion of the installation of final cover.

Summary of Estimated Total Cost of Remaining Closure and Postclosure Care

Final Cover Cost (\$38,750 x 8 years)	\$ 310,000
Postclosure Care Costs (30 years):	
Inspection and maintenance of final cover (\$10,000 annually).....	300,000
Groundwater Monitoring (\$15,000 annually).....	<u>450,000</u>
TOTAL.....	<u>\$1,060,000</u>

12. OTHER REQUIRED DISCLOSURES

Fund Deficits

The following funds had a deficit fund balance as of June 30, 1999:

<u>Fund</u>	<u>Amount</u>
Special Revenue Fund:	
Dog Fund.....	\$(1,600)
Cafeteria Fund.....	\$(574)
Capital Project Funds:	
High School Renovations.....	\$(19,576)
Structural Remediation Fund	\$(60,258)
Leetes Island Core.....	\$(25)
Clean Water Fund	\$(1,882,663)

The Special Revenue Fund deficits will be funded by future dog license fees and future operations.

The Capital Project Fund deficits will be funded by grants, permanent financing or payments from other funds.

Overexpended Appropriations

The following budget line items were overexpended:

	<u>Budget</u>	<u>Actual</u>	<u>Overexpended</u>
Special Revenue Funds:			
Board of Education Program Fund:			
Supplies	\$4,600	\$8,831	\$4,231
Other expenditure.....	\$25,500	\$74,833	\$49,333
Board of Education Cafeteria Fund:			
Operation of Program.....	\$778,950	\$856,900	\$77,950
Sewer Assessment Fund:			
Debt Principal.....	\$804,500	\$811,000	\$6,500
Day Care Fund:			
Operating Transfer Out	\$ -0-	\$105,000	\$105,000

13. RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance. There are no significant reductions in insurance coverage from the prior year. The amount of claim settlements has not exceeded insurance coverage for each of the past three years.

14. YEAR 2000

GASB Technical Bulletin 99-1, *Disclosures About Year 2000 Issues*, requires the Town to make certain disclosures related to the Year 2000 issue. This issue is the result of shortcomings in many electronic data processing systems and other electronic equipment to process and function properly after December 31, 1999. It is the opinion of the Town's management that there are no Year 2000 issues that may adversely impact its operations. Because of the unprecedented nature of the Year 2000 issue, its effects and the success of any related remediation efforts will not be fully determinable until the Year 2000 and thereafter. Management cannot assure that the Town is or will be Year 2000 ready, that all remediation efforts will be successful, or that parties with whom the Town does business will be Year 2000 ready.

15. LITIGATION AND CONTINGENCIES

The Town of Branford is currently a defendant in a number of lawsuits. It is the opinion of Town officials and legal counsel that such pending litigation will not be finally determined so as to result individually or in the aggregate in a final judgement against the Town which would materially adversely affect its financial position.

16. SIGNIFICANT SUBSEQUENT EVENTS

On July 27, 1999, the Town issued general obligation bond anticipation notes of \$4,020,000 with a maturity date of July 26, 2000. The notes are being used to finance various Town capital improvements.

TOWN OF BRANFORDGENERAL FUNDCOMPARATIVE BALANCE SHEET
JUNE 30, 1999 AND 1998

	1999	1998
<u>ASSETS</u>		
Cash and cash equivalents.....	\$ 9,915,910	\$16,820,556
Receivables:		
Taxes.....	2,593,482	2,386,238
Intergovernmental.....	30,495	153,598
Other.....	664,353	501,291
Due from other funds.....	551,675	2,061,009
Other.....	<u>16,074</u>	<u>25,331</u>
TOTAL	\$13,771,989	\$21,948,023
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable and accrued expenses.....	\$ 1,734,432	\$ 1,228,024
Due to other funds.....	2,175,283	11,779,709
Deferred revenues.....	3,516,066	2,572,197
Other.....	<u>416,028</u>	<u>434,574</u>
Total liabilities	<u>7,841,809</u>	<u>16,014,504</u>
Fund balance:		
Reserved for encumbrances.....	363,654	38,300
Unreserved:		
Designated for subsequent year's expenditures	1,300,000	2,200,000
Undesignated - available for appropriation...	<u>4,266,526</u>	<u>3,695,219</u>
Total fund balance	<u>5,930,180</u>	<u>5,933,519</u>
TOTAL	<u>\$13,771,989</u>	<u>\$21,948,023</u>

TOWN OF BRANFORDGENERAL FUNDSTATEMENT OF ESTIMATED AND ACTUAL REVENUES
FOR THE YEAR ENDED JUNE 30, 1999

	ESTIMATED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Taxes:			
Current taxes.....	\$44,426,314	\$45,008,113	\$ 581,799
Interest income.....	400,000	474,992	74,992
Lien fees.....	7,500	7,752	252
Suspense collections.....	7,500	6,433	(1,067)
Warrant fees.....	250		(250)
Delinquent taxes.....	750,000	819,237	69,237
Total.....	45,591,564	46,316,527	724,963
Intergovernmental revenues:			
Education cost sharing.....	1,131,833	1,114,884	(16,949)
School transportation.....	229,593	191,208	(38,385)
Special education - blind services..		31,441	31,441
Health and welfare.....		2,153	2,153
Principal subsidy.....	1,127,595	1,799,970	672,375
Interest subsidy.....	786,022	1,083,674	297,652
Adult education.....	14,360		(14,360)
Circuit breaker elderly.....	219,000	210,164	(8,836)
Elderly tax relief - freeze.....	33,000	30,495	(2,505)
Boat exemption.....	98,000	98,245	245
Disability exemption.....	2,200	2,343	143
Veterans' reimbursement - State.....	70,500	73,951	3,451
Manufacturing PILOT grant.....	499,000	518,966	19,966
Pequot grant.....	210,125	192,582	(17,543)
Private property exemption.....	36,477	36,477	
State property exemption.....	58,293	58,045	(248)
Welfare reimbursement.....	25,000		(25,000)
State counseling grants.....	113,800	117,989	4,189
Stony Creek Quarry grant.....	14,744		(14,744)
Miscellaneous State grants.....	360,958	2,566	(358,392)
Cops Fast Federal grant.....	75,000		(75,000)
Town Aid Roads improved/unimproved..	12,000		(12,000)
Total	5,117,500	5,565,153	447,653

(Continued) - 1.

EXHIBIT A-2

TOWN OF BRANFORD
 GENERAL FUND
STATEMENT OF ESTIMATES AND ACTUAL REVENUES, ETC.

	ESTIMATED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Licenses permits and fees:			
Oil burner permits.....	\$ 100	\$ 72	\$ (28)
Building permits.....	125,000	195,855	70,855
Excavation permits.....	6,500	6,525	25
Electrical permits.....	12,500	21,690	9,190
Plumbing permits.....	10,000	17,310	7,310
Heating, air conditioning and ventilation permits.....	10,000	19,970	9,970
Sewer connection permits.....	250	186	(64)
Other licenses and permits.....	750	755	5
Zoning Board of Appeals.....	5,000	8,525	3,525
Planning and Zoning.....	12,500	17,315	4,815
Map copies - building and engineering.....	1,500	2,615	1,115
Inland wetlands applications.....	5,000	2,222	(2,778)
Contaminated soil.....	59,300	66,034	6,734
Transfer station escrow.....	58,000	116,693	58,693
Sale of recycling boxes.....	1,000	1,595	595
Trip passes.....	1,500	2,533	1,033
Permits and tags - police.....	12,000	9,336	(2,664)
Special wages - police.....	350,000	382,034	32,034
Waste treatment fees.....	3,000	2,850	(150)
North Branford sewer fees.....	115,000	125,721	10,721
Pump out services.....	4,000	4,310	310
Town Clerk other monies.....	210,000	282,089	72,089
Conveyance taxes.....	105,000	148,534	43,534
DEP licenses - Town portion.....	500	887	387
Marriage licenses - Town portion....	1,500	2,585	1,085
Ambulance service fees.....	525,000	535,976	10,976
Miscellaneous permits and fees - fire services.....		740	740
Counseling fees and services.....	280,000	207,949	(72,051)
Welfare.....	25,000	8,395	(16,605)
Counseling-United Way Contribution..	30,000	24,570	(5,430)
False alarm fees.....		20,150	20,150
Total.....	1,969,900	2,236,021	266,121
Interest income.....	1,200,000	1,128,379	(71,621)

(Continued) - 2.

EXHIBIT A-2

TOWN OF BRANFORD
 GENERAL FUND
 STATEMENT OF ESTIMATES AND ACTUAL REVENUES, ETC.

	ESTIMATED	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Other:			
Willoughby - Wallace Library fees...	\$ 1,250	\$ 1,141	\$ (109)
Employee health insurance co-pay....	50,538	55,639	5,101
In lieu of taxes - telephone access.	330,000	357,740	27,740
In lieu of taxes - SCRW.....	140,000	176,424	36,424
Royalties - Stony Creek Quarry.....	3,500		(3,500)
Leases.....	4,250	3,001	(1,249)
Lease - Branford Hill Facility.....	65,000	43,317	(21,683)
Board of Education - building usage.	12,500	5,140	(7,360)
Telephone booths.....	500	394	(106)
Insurance claims and refunds.....	1,000	42,751	41,751
Miscellaneous refunds.....		13,109	13,109
Miscellaneous income.....	10,000	35,531	25,531
Sale of Town property.....	7,300	24,225	16,925
Reimbursement Town services.....		23,950	23,950
Board of Education - tuition reimbursement.....		3,750	3,750
Insurance premium - dividends.....		1,730	1,730
 Total other	 625,838	 787,842	 162,004
 Other financing sources - transfer in.	 110,500	 126,299	 15,799
 TOTAL.....	 \$54,615,302	 \$56,160,221	 \$1,544,919

(Concluded) - 3.

TOWN OF BRANFORDGENERAL FUNDSTATEMENT OF ESTIMATED AND ACTUAL EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 1999

	AMENDED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
General government:			
Legislative.....	\$ 11,452	\$ 9,919	\$ 1,533
Executive.....	161,609	157,139	4,470
Finance.....	35,509	35,314	195
Treasurer.....	166,194	164,545	1,649
Assessor.....	145,402	143,937	1,465
Review of Assessments.....	5,467	4,884	583
Tax Collector.....	210,985	210,054	931
Town Clerk.....	162,977	162,613	364
Law.....	344,458	337,014	7,444
Labor Relations Negotiations.....	50,000	49,382	618
Probate Court.....	14,540	9,042	5,498
Elections.....	58,067	53,874	4,193
Planning and Zoning.....	159,224	155,682	3,542
Zoning Board of Appeals.....	5,967	5,552	415
Development Commission.....	5,300	4,998	302
Inland Wetlands Commission.....	17,424	15,468	1,956
General Government Buildings.....	312,758	297,685	15,073
Cable Television.....	1,850	1,638	212
Electronic Data Processing.....	252,520	250,603	1,917
Human Resources.....	143,204	134,653	8,551
 Total	 2,264,907	 2,203,996	 60,911
Public safety:			
Police Service.....	3,236,722	3,191,261	45,461
Police Service - special detail...	355,900	355,899	1
Fire Protection.....	2,531,464	2,518,393	13,071
Building Department.....	49,502	47,584	1,918
Other protection - Dog Warden....	22,943	21,611	1,332
 Total	 6,196,531	 6,134,748	 61,783
Public works and highways:			
Public Works.....	1,889,479	1,856,951	32,528
Water Pollution Control.....	1,002,666	990,892	11,774
Sanitation and Waste.....	2,559,909	2,498,606	61,303
General Engineering.....	142,448	140,443	2,005
 Total	 5,594,502	 5,486,892	 107,610

(Continued) - 1.

EXHIBIT A-3

TOWN OF BRANFORD
 GENERAL FUND
 STATEMENT OF ESTIMATED AND ACTUAL EXPENDITURES, ETC.

	AMENDED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Recreation:			
Branford Recreation Department....	\$ 605,458	\$ 594,575	\$ 10,883
Parker Park.....	52,105	51,210	895
Young's Park Commission.....	9,408	9,293	115
Parks and Open Space.....	28,551	28,170	381
Docks and Recreational facilities.	29,072	18,391	10,681
Public Celebration.....	15,821	15,671	150
Shellfish Commission.....	1,500	106	1,394
Conservation Commission.....	1,997	1,497	500
Total	743,912	718,913	24,999
Libraries:			
James Blackstone Memorial Library.	572,971	572,971	
Willoughby-Wallace Library.....	133,102	129,902	3,200
Total	706,073	702,873	3,200
Health and welfare:			
Human Services.....	718,878	665,660	53,218
Commission for the Elderly.....	223,005	220,886	2,119
East Shore District Health.....	115,304	115,304	
Youth Services.....	10,000	9,244	756
Total	1,067,187	1,011,094	56,093
Board of Education.....	29,730,101	29,651,648	78,453
Pension and insurance:			
Pension and Contributions.....	1,640,931	1,630,722	10,209
Employee Group Insurance.....	1,297,798	1,293,182	4,616
Municipal insurance.....	604,185	600,012	4,173
Contingency.....	13,740		13,740
Total	3,556,654	3,523,916	32,738
Capital Projects.....	1,167,610	1,081,771	85,839
Debt service:			
Principal retirement.....	3,289,812	3,289,250	562
Interest and fiscal charges.....	2,171,940	2,169,272	2,668
Total	5,461,752	5,458,522	3,230
Total expenditures	56,489,229	55,974,373	514,856

(Continued) - 2.

TOWN OF BRANFORD
 GENERAL FUND
STATEMENT OF ESTIMATED AND ACTUAL EXPENDITURES, ETC.

	AMENDED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Other financing uses:			
Transfers to other funds:			
Capital Projects:			
Ambulance Fund	\$ 60,000	\$ 60,000	
Fire Apparatus Fund	312,000	312,000	
Clarifier Fund	47,344	47,344	
Trolley Trail Walkway	25,197	25,197	
1996 Capital Projects	<u>70,000</u>	<u>70,000</u>	
Total other financing uses .	<u>514,541</u>	<u>514,541</u>	
TOTAL.....	<u>\$57,003,770</u>	<u>\$56,488,914</u>	<u>\$514,856</u>

(Concluded) - 3.

TOWN OF BRANFORDREPORT OF TAX COLLECTOR
FOR THE YEAR ENDED JUNE 30, 1999

GRAND LIST	JULY 1, 1998	UNCOLLECTED TAXES	LAWFUL CORRECTIONS	FORECLOSURES AND ADJUSTMENTS	TRANSFERS TO SUSPENSE	ADJUSTED TAXES	COLLECTIBLE	COLLECTIONS	LIENS	TOTAL	UNCOLLECTED TAXES JUNE 30, 1999
1982.....	\$ 17			\$ (17)				\$ 55		\$ 55	
1983.....	35			20				53			53
1984.....	36			17				287			287
1985.....	287										
1986.....	312							312			312
1987.....	544							544			544
1988.....	3,013							3,013			3,013
1989.....	5,321							5,321			5,321
1990.....	14,574							14,574			14,574
1991.....	37,242							37,242			37,242
1992.....	86,812							86,812			86,812
1993.....	223,848							223,848			223,848
1994.....	333,575	\$ 721						334,296			334,296
1995.....	644,494	256						644,750			644,750
1996.....	1,036,128	7,771						1,043,899			1,043,899
1997.....	46,231,164	(103,680)	(47,631)					46,079,853			46,079,853
TOTAL	\$ 48,617,402	\$ (94,932)	\$ (47,611)	\$ 77,581	\$ 48,397,278	45,803,796	466,454	7,302	46,277,552		<u>\$ 2,593,482</u>
		Suspense collections				6,433	8,538				14,971
		Administrative Fees									450
		TOTAL				<u>\$45,810,229</u>	<u>\$474,992</u>	<u>\$7,752</u>	<u>\$46,292,973</u>		

TOWN OF BRANFORDSPECIAL REVENUE FUNDSCOMBINING BALANCE SHEET

JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	SEWER ASSESSMENT FUND	WATER ASSESSMENT FUND	DOG FUND	PROGRAM FUND	DAY CARE FUND	EDUCATIONAL GRANTS FUND	CAFETERIA FUND	BOARD OF EDUCATION.....	ENERGY EFFICIENCY FUND
<u>A S S E T S</u>									
Cash and cash equivalents	\$ 26,941	\$ 27,210	\$ 602	\$ 43,975	\$ 429,874	\$ 158,605	\$ 76,217	\$ 100,013	
Receivables:									
Assessments	3,775,869	413,867							
Intergovernmental									
Other	530,390	29,102	2,908						
Due from other funds									
Inventory, at cost									
Other assets									
TOTAL.....	\$4,333,200	\$470,179	\$3,510	\$43,975	\$429,874	\$181,736	\$166,645	\$100,013	
<u>L I A B I L I T I E S A N D F U N D B A L A N C E</u>									
Liabilities:									
Accounts payable	\$ 6,621			\$ 5,110	\$ 5,023	\$ 19,637	\$ 112,105	\$ 167,219	
Due to other funds	3,286,637	\$ 4,958							
Deferred revenue	3,775,869	413,867			278				
Total liabilities	<u>4,069,127</u>	<u>418,825</u>	<u>5,110</u>	<u>5,301</u>	<u>19,637</u>	<u>112,105</u>	<u>167,219</u>		
Fund balance (deficit):									
Reserved for inventory									
Unreserved:									
Unrestricted and undesignated	264,073	51,354	(1,600)	38,674	410,237	69,631	(10,720)	\$100,013	
Total fund balance (deficit)	<u>264,073</u>	<u>51,354</u>	<u>(1,600)</u>	<u>38,674</u>	<u>410,237</u>	<u>69,631</u>	<u>(574)</u>	<u>100,013</u>	
TOTAL.....	\$4,333,200	\$470,179	\$ 3,510	\$43,975	\$429,874	\$181,736	\$166,645	\$100,013	

TOWN OF BRANFORDSPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	TOWN PASS	TOWN AID	PARK AND THROUGH GRANTS	PARK AND RECREATION REVOLVING	SPECIAL PROGRAMSTOTAL.....	
	SMALL CITIES FUND	ROAD FUND	FUND			1999	1998
ASSETS							
Cash and cash equivalents	\$46,840	\$73,920	\$225,385	\$65,493	\$409,197	\$1,684,272	\$1,737,850
Receivables:							
Assessments						4,189,736	4,854,340
Intergovernmental						59,090	243,123
Other						48,541	
Due from other funds						574,560	284,995
Inventory, at cost						10,146	10,432
Other assets						20,656	
TOTAL.....	\$46,840	\$75,230	\$240,453	\$ -0-	\$65,493	\$409,197	\$6,566,345
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable		\$18,410	\$ 5,985		\$ 177	\$ 9,471	\$ 349,758
Due to other funds					22,785	39,159	353,539
Deferred revenue						4,236,854	4,878,178
Total liabilities					22,962	48,630	4,940,151
Fund balance (deficit):							
Reserved for inventory							10,432
Unreserved:							
Unrestricted and undesignated							
Total fund balance (deficit)							1,157,922
TOTAL.....	\$46,840	\$75,230	\$240,453	\$ -0-	\$65,493	\$409,197	\$6,566,345

TOWN OF BRANFORDSPECIAL REVENUE FUNDSCOMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	SEWER ASSESSMENT FUND	WATER ASSESSMENT FUND	DOG FUND	PROGRAM FUND	DAY CARE FUND	EDUCATIONAL GRANTS FUND	CAFETERIA FUND	ENERGY EFFICIENCY FUND	BOARD OF EDUCATION
Revenues:									
Assessment income	\$ 774,659	\$ 69,635							
Interest on assessments	434,172	28,884							
Intergovernmental revenues									
Investment income	40,772	3,009	\$ 321	\$ 326					
Sale of food									
Sales and services									
Program income									
Subsidy									
Other									
Total revenues.....	<u>1,249,603</u>	<u>101,528</u>	<u>2,100</u>	<u>124,906</u>	<u>539,630</u>	<u>1,127,136</u>	<u>863,464</u>	<u>42,007</u>	
Expenditures:									
Current:									
Public safety					6,922				
Public works and highway									
Parks, recreation and libraries									
Health and human services									
Education									
Debt service									
Total expenditures.....	<u>1,140,690</u>	<u>71,359</u>	<u>6,922</u>	<u>138,939</u>	<u>469,335</u>	<u>1,105,107</u>	<u>866,500</u>		
Excess (deficiency) of revenues over expenditures	<u>72,813</u>	<u>30,169</u>	<u>(4,822)</u>	<u>(14,033)</u>	<u>70,355</u>	<u>22,029</u>	<u>(3,036)</u>	<u>42,007</u>	
Other financing sources (uses):									
Proceeds from bonds/notes									
Operating transfers out									
Total other financing sources (uses).									<u>(105,000)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>72,813</u>	<u>30,169</u>	<u>(4,822)</u>	<u>(14,033)</u>	<u>(34,645)</u>	<u>22,029</u>	<u>(3,036)</u>	<u>42,007</u>	
Fund balance, July 1,	<u>191,260</u>	<u>21,185</u>	<u>3,222</u>	<u>52,707</u>	<u>444,892</u>	<u>47,602</u>	<u>2,462</u>	<u>58,006</u>	
Fund balance (deficit), June 30,	<u>\$ 264,073</u>	<u>\$51,354</u>	<u>\$ (1,600)</u>	<u>\$ 38,674</u>	<u>\$ 410,237</u>	<u>\$ 69,631</u>	<u>\$ (574)</u>	<u>\$100,013</u>	

(continued) - 1.

TOWN OF BRANTFORDSPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	BOARD OF EDUCATION.	AID CITIES FUND	PASS ROAD FUND	PARK AND THROUGH GRANTS FUND	PARK AND RECREATION REVOLTING	SPECIAL PROGRAMSTOTAL.....	1999	1998	
Revenues:										
Assessment income	\$122,195	\$212,500	\$216,817	\$242,433	\$ 47,132	\$ 844,294	\$ 760,303			
Interest on assessments		236	14,671			463,056	460,893			
Intergovernmental revenues						2,120,986	1,737,881			
Investment income						62,672	55,067			
Sale of food						646,879	598,153			
Sales and services						517,141	529,053			
Program income						116,661	116,661	251,918		
Subsidy						37,608	61,986			
Other						5,898	340,993	560,673	13,750	
Total revenues	122,195	212,736	231,488	242,433	122,559	388,125	5,369,970	4,472,004		
Expenditures:										
Current:										
Public safety						61,596	68,518	43,254		
Public works and highway						3,788	271,185	363,094		
Parks, recreation and libraries							87,981	127,815		
Health and human services							934,656	725,279		
Education							2,232,741	1,858,078		
Debt service							1,212,049	1,862,189		
Total expenditures	122,195	222,888	231,297	242,433	87,981	65,384	4,807,130	4,980,709		
Excess (deficiency) of revenues over expenditures		(10,152)	191		34,578	322,741	562,840	(508,705)		
Other financing sources (uses):										
Proceeds from bonds/notes									530,000	
Operating transfers out									(105,000)	(124,259)
Total other financing sources (uses).										(105,000) 405,741
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses		(10,152)	191		34,578	322,741	457,840	(102,964)		
Fund balance, July 1,	- 0 -	66,972	234,277	- 0 -	7,953	37,826	1,168,354	1,271,318		
Fund balance, June 30,	\$ - 0 -	\$ 56,820	\$ 234,468	\$ - 0 -	\$ 42,531	\$ 360,567	\$ 1,626,194	\$ 1,168,354		

TOWN OF BRANFORDSEWER ASSESSMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1999

	BUDGET	ACTUAL	VARIANCE
Revenues:			
Assessment income	\$ 660,170	\$ 774,659	\$114,489
Interest on assessments	482,500	434,172	(48,328)
Investment income	28,000	40,772	12,772
Other income	<u>13,250</u>		(13,250)
Total revenues	<u>1,183,920</u>	<u>1,249,603</u>	<u>65,683</u>
Expenditures:			
Debt principal	804,500	811,000	(6,500)
Interest and financing	340,720	329,690	11,030
Salaries and wages	600	500	100
Supplies	125		125
Other	7,650	6,900	750
Legal and advertising	<u>30,325</u>	<u>28,700</u>	<u>1,625</u>
Total expenditures	<u>1,183,920</u>	<u>1,176,790</u>	<u>7,130</u>
Excess of revenues over expenditures....	<u>\$ - 0 -</u>	<u>72,813</u>	<u>\$ 72,813</u>
Fund balance, July 1, 1998.....		<u>191,260</u>	
Fund balance, June 30, 1999.....		<u>\$ 264,073</u>	

TOWN OF BRANFORDWATER ASSESSMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 1999

	BUDGET	ACTUAL	VARIANCE
Revenues:			
Assessment income	\$58,000	\$ 69,635	\$11,635
Interest on assessments	30,600	28,884	(1,716)
Investment income	100	3,009	2,909
Total revenues	88,700	101,528	12,828
Expenditures:			
Debt principal	37,000	37,000	
Interest and financing	36,975	34,359	2,616
Total expenditures	73,975	71,359	2,616
Excess of revenues over expenditures....	\$14,725	30,169	\$15,444
Fund balance, July 1, 1998.....		21,185	
Fund balance, June 30, 1999.....			\$ 51,354

TOWN OF BRANFORDDOG FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1999

	BUDGET	ACTUAL	VARIANCE
Revenues:			
Investment income	\$ 900	\$ 321	\$ (579)
Other income	<u>3,500</u>	<u>1,779</u>	<u>(1,721)</u>
Total revenues	<u>4,400</u>	<u>2,100</u>	<u>(2,300)</u>
Expenditures:			
Rental	5,400	5,400	
Supplies	1,850	378	1,472
Other	1,500	1,116	384
Legal and advertising	50	28	22
Total expenditures	<u>8,800</u>	<u>6,922</u>	<u>1,878</u>
Excess (deficiency) of revenues over expenditures	<u><u>\$ (4,400)</u></u>	<u><u>(4,822)</u></u>	<u><u>\$ 422</u></u>
Fund balance, July 1, 1998.....		<u>3,222</u>	
Fund balance (deficit), June 30, 1999.....			<u><u><u>\$(1,600)</u></u></u>

TOWN OF BRANFORDBOARD OF EDUCATION - PROGRAM FUNDS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1999

	BUDGET	ACTUAL	VARIANCE
Revenues:			
Investment income	\$ 326	\$ 326	
Other income	<u>\$101,200</u>	<u>124,580</u>	<u>23,380</u>
Total revenues	<u>101,200</u>	<u>124,906</u>	<u>23,706</u>
Expenditures:			
Salaries and wages	66,000	52,516	13,484
Supplies	4,600	8,831	(4,231)
Other	25,500	74,833	(49,333)
Legal and advertising	<u>5,100</u>	<u>2,759</u>	<u>2,341</u>
Total expenditures	<u>101,200</u>	<u>138,939</u>	<u>(37,739)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ - 0 -</u>	<u>(14,033)</u>	<u>\$(14,033)</u>
Fund balance, July 1, 1998.....		<u>52,707</u>	
Fund balance, June 30, 1999.....		<u>\$ 38,674</u>	

TOWN OF BRANFORDBOARD OF EDUCATION - DAY CARE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1999

	BUDGET	ACTUAL	VARIANCE
Revenues:			
Sales and services	\$ 629,300	\$ 517,141	\$ (112,159)
Other revenue		22,549	22,549
Total revenues	629,300	539,690	(89,610)
Expenditures:			
Purchasing of food	13,277	12,238	1,039
Salaries and wages	511,600	374,882	136,718
Supplies	13,098	11,841	1,257
Other	89,776	68,863	20,913
Legal and advertising	1,550	1,511	39
Total expenditures	629,301	469,335	159,966
Excess of revenues over expenditures....	(1)	70,355	70,356
Other financing sources (uses):			
Operating transfer out			(105,000) (105,000)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses .	\$ (1)	(34,645)	\$ (34,644)
Fund balance, July 1, 1998.....	444,882		
Fund balance, June 30, 1999.....		\$ 410,237	

TOWN OF BRANFORDBOARD OF EDUCATION - CAFETERIA FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1999

	BUDGET	ACTUAL	VARIANCE
Revenues:			
Intergovernmental revenue	\$135,919	\$152,773	\$ 16,854
Sale of food	611,071	646,879	35,808
Subsidy	40,000	37,608	(2,392)
Other income	24,000	26,204	2,204
Total revenues	810,990	863,464	52,474
Expenditures:			
Cafeteria program	778,950	856,900	(77,950)
Management fee	32,040	9,600	22,440
Total expenditures	810,990	866,500	(55,510)
Excess (deficiency) of revenues over expenditures	<u>\$ - 0 -</u>	<u>(3,036)</u>	<u>\$ (3,036)</u>
Fund balance, July 1, 1998.....		<u>2,462</u>	
Fund balance (deficit), June 30, 1999.....		<u>\$ (574)</u>	

TOWN OF BRANFORD

SCHEDULE OF SEWER ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 1999

DESCRIPTION	UNCOLLECTED JULY 1, 1998	CURRENT YEAR LEVIES	CORRECTIONS TO LEVELS	ADJUSTED UNCOLLECTED BALANCE		ASSESSMENT COLLECTIONS JUNE 30, 1999	UNCOLLECTED JUNE 30, 1999
				UNCOLLECTED	TO UNCOLLECTED		
Phase I.....	\$ 66,880	\$ 66,880	\$ (130)	\$ 66,750	\$ 66,750	933	\$ 65,817
District II.....	\$ 176,367	\$ 9,100	(33)	185,434	40,719	144,715	
District III.....	6,078			6,078	892	5,186	
District IV.....	185,796	9,000	(186)	194,610	46,122	148,488	
District V.....	217,777		(150)	217,627	58,781	158,846	
District VI.....	33,823		(3)	33,820	10,026	23,794	
District VII.....	73,778		(41)	73,737	17,880	55,857	
District VIII.....	5,399		929	6,328	1,287	5,041	
District IX & Pawson Park.....	513,306		(16)	513,290	122,967	390,323	
District XI.....	17,870			17,870	1,461	16,409	
Miscellaneous Sewer Assessments.....	1,119,666	160,819	(55)	1,280,430	205,318	1,075,112	
District XII.....	80,207			80,207	6,873	73,334	
Cherry Hill/North Main.....	56,819		(18)	56,801	16,554	40,247	
East Main/Gould.....	280,747	6,500		287,247	29,822	257,425	
Todds Hill Road.....	59,263			59,263	7,462	51,801	
Pine Orchard.....	991,748		294	992,042	142,060	849,982	
High Meadow/Valley Brook.....	58,688			58,688	9,117	49,571	
Chestnut/North Main.....	93,773			93,773	11,309	82,464	
Paynes Point.....	23,265			23,265	2,755	20,510	
Gould Lane.....	40,412	(8,600)		31,812	1,897	29,915	
The Ponds/McDonalds Motel/Orchard Heights/Forest Edge.....	268,986	2,500	(30)	271,456	40,424	231,032	
Total	\$4,370,648	\$179,319	\$ 561	\$4,550,528	774,659	<u>\$3,775,869</u>	
Interest on assessments.....					380,145		
Interest on overdue assessments.....					50,275		
Lien fees.....					<u>3,752</u>		
TOTAL.....						\$1,208,831	

TOWN OF BRANFORD

SCHEDULE OF WATER ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 1999

DESCRIPTION	BALANCE JULY 1, 1998	NEW ASSESSMENTS	PRINCIPAL	INTEREST	COLLECTIONS.....			LIENS	TOTAL	BALANCE UNCOLLECTED JUNE 30, 1999
					DELINQUENT INTEREST	ADMINISTRATION FEES	LIENS			
Ramblewood/Buttermilk	\$100,552		\$13,177	\$ 5,260	\$ 258	\$ 270		\$18,965	\$ 87,375	
Collins Drive	3,502		1,103	394	159	30	\$ 24	1,710	1,710	2,399
Marbar Street	19,689		2,220	1,379		80		3,679	3,679	17,469
Leetes Island	359,949	\$877	54,202	19,366	778	790	96	75,232	75,232	306,624
Total	<u>\$483,692</u>	<u>\$877</u>	<u>70,702</u>	<u>\$26,399</u>	<u>\$1,195</u>	<u>\$1,170</u>	<u>\$120</u>	<u>\$99,586</u>	<u>\$413,867</u>	
Less: refunds					<u>(1,067)</u>					
TOTAL.....								<u>\$69,635</u>		

TOWN OF BRANFORDCAPITAL PROJECTS FUNDSJUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998
COMBINING BALANCE SHEET

	STRUCTURAL REMEDIATION FUND	ROAD CONSTRUCTION	BLACKSTONE LIBRARY RENOVATION	ELEMENTARY SCHOOL RENOVATION	POLICE STATION
<u>ASSETS</u>					
Cash and cash equivalents		\$67,449		\$651	\$10,725
Intergovernmental receivable					\$114,155
Due from other funds					
TOTAL.....	\$ - 0 -	\$67,449	\$ - 0 -	\$651	\$10,725
<u>LIABILITIES</u>					
<u>AND BALANCE</u>					
Liabilities:					
Accounts payable	\$ 12,231				\$ 47,828
Due to other funds	48,027	\$ 62		\$440	10,617
Clean water notes payable					
Total liabilities	60,258	62		440	58,445
Fund balance (deficit):					
Reserved for encumbrances		67,387			
Designated for specific purposes					55,710
Unreserved and undesignated	(60,258)				
Total fund balance (deficit)	(60,258)	67,387		211	10,725
TOTAL.....	\$ - 0 -	\$67,449	\$ - 0 -	\$651	\$10,725
					\$114,155

TOWN OF BRANFORD

CAPITAL PROJECTS FUNDS

COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	TRANSFER STATION CONSTRUCTION	CLARIFIER FUND	LEETES ISLAND WATER	CLEAN WATER	LEETES ISLAND "CORE"	COMPUTER SYSTEM UPGRADE
<u>ASSETS</u>						
Cash and cash equivalents	\$2,843			\$31,598		
Intergovernmental receivable				533		\$4,958
Due from other funds						
TOTAL	\$2,843	\$ - 0 -	\$32,131	\$ - 0 -	\$4,958	\$ - 0 -
<u>LIABILITIES</u>						
<u>FUND BALANCE</u>						
Liabilities:						
Accounts payable				\$ 418,766		
Due to other funds				271,224		\$4,983
Clean water notes payable				1,192,673		
Total liabilities				1,882,663		4,983
Fund balance (deficit):						
Reserved for encumbrances				\$32,131		872,566
Designated for specific purposes					(2,755,229)	(25)
Unreserved and undesignated						
Total fund balance (deficit)				32,131	(1,882,663)	(25)
TOTAL	\$2,843	\$ - 0 -	\$32,131	\$ - 0 -	\$4,958	\$ - 0 -

TOWN OF BRANTFORDCAPITAL PROJECTS FUNDS

COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	TROLLEY TRAIL WALKWAY	SIDEWALKS AND CURBS	BLACKSTONE LIBRARY PHASE II	AMBULANCE FUND	FIRE APPARATUS FUND
<u>ASSETS</u>					
Cash and cash equivalents	\$2,721			\$4,059	\$3,447
Intergovernmental receivable		\$537,188			
Due from other funds					
TOTAL.....	\$2,721	\$537,188	\$ - 0 -	\$4,059	\$3,447
<u>LIABILITIES</u>					
<u>AND FUNDS BALANCE</u>					
Liabilities:					
Accounts payable			\$ 11,434		
Due to other funds			522,083		
Clean water notes payable					
Total liabilities.....			533,517		
Fund balance (deficit):					
Reserved for encumbrances	\$2,721		3,671	\$4,059	\$3,447
Designated for specific purposes					
Unreserved and undesignated					
Total fund balance (deficit)	2,721		3,671	4,059	3,447
TOTAL.....	\$2,721	\$537,188	\$ - 0 -	\$4,059	\$3,447

TOWN OF BRANFORDCAPITAL PROJECTS FUNDSCOMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	HIGH SCHOOL RENOVATIONS	TECHNOLOGY UPGRADE PROJECT	HIGH SCHOOL TECHNOLOGY IMPROVEMENT	1996 CAPITAL PROJECTS	1999	1998	TOTAL.....
<u>ASSETS</u>							
Cash and cash equivalents	\$ 116,838	\$ 4,132	\$ 2,837	\$ 361,455	\$ 537,188	\$ 526,934	
Intergovernmental receivable	1,825,178		418,786	\$70,000	2,319,455	11,825,950	
Due from other funds							
TOTAL.....	\$1,942,016	\$4,132	\$421,623	\$70,000	\$3,218,098	\$12,352,884	
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Accounts payable	\$ 1,961,592	\$ 4,132	\$ 30,625	\$ 5,417	\$ 2,487,893	\$ 1,622,899	
Due to other funds				52,457	916,868	1,597,316	
Clean water notes payable					1,192,673	873,470	
Total liabilities	1,961,592	4,132	30,625	57,874	4,597,434	4,093,685	
Fund balance (deficit):							
Reserved for encumbrances	1,918,706				2,791,272	9,643,103	
Designated for specific purposes					583,186	1,770,294	
Unreserved and undesignated	(1,938,282)				(4,753,794)	(3,154,198)	
Total fund balance (deficit)	(19,576)						
TOTAL.....	\$1,942,016	\$4,132	\$421,623	\$70,000	\$3,218,098	\$12,352,884	

TOWN OF BRADFORDCAPITAL PROJECTS FUNDS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998**

	<u>STRUCTURAL REMEDIATION FUND</u>	<u>ROAD CONSTRUCTION</u>	<u>BLACKSTONE LIBRARY RENOVATION</u>	<u>REVITALIZATION</u>	<u>ELEMENTARY SCHOOL RENOVATION</u>	<u>POLICE STATION</u>
Revenues:						
Intergovernmental revenues		\$ 1		\$ 440		\$ 5,286
Investment income						
Other income						
Total revenues		1		440		5,286
Expenditures:						
Capital outlay		\$ 60,258		6,182		50,828
Excess (deficiency) of revenues over expenditures		(60,258)	1	(5,742)		(45,542)
Other financing sources (uses) :						
Proceeds from bonds						
Operating transfers in						
Operating transfers out						
Total other financing sources (uses)		(62)	\$ (965)	(440)		(10,617)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(60,258)	(61)	(965)	(6,182)	(56,159)	
Fund balance (deficit), July 1,	- 0 -	67,448	965	6,393	\$10,725	111,869
Fund balance (deficit), June 30,	\$ (60,258)	\$67,387	\$ -0-	\$ 211	\$10,725	\$ 55,710

TOWN OF BRADFORDCAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	TRANSFER STATION CONSTRUCTION	CLARIFIER FUND	LEETES ISLAND WATER	CLEAN WATER	LEETES ISLAND "CORE"	COMPUTER SYSTEM UPGRADE
Revenues:						
Intergovernmental revenues				\$ 158,101		
Investment income				5,347		\$ 16
Other income						
Total revenues				163,448		16
Expenditures:						
Capital outlay				\$ 5,467		596
Total capital outlays				720,319		
Excess (deficiency) of revenues over expenditures				(5,467)		(580)
Other financing sources (uses):						
Proceeds from bonds				\$ 47,344		
Operating transfers in						
Operating transfers out						
Total other financing sources (uses)				47,344		(5,083)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses				(5,467)		(5,663)
Fund balance (deficit), July 1,				5,467		5,663
Fund balance (deficit), June 30,				\$ 0		\$ 0 -

TOWN OF BRANFORDCAPITAL PROJECTS FUNDSCOMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	TROLLEY TRAIL WALKWAY	SIDEWALKS AND CURBS	BLACKSTONE LIBRARY PHASE II	AMBULANCE FUND	FIRE APPARATUS FUND
Revenues:					
Intergovernmental revenues	\$ 16,000	\$ 537,188	\$ 350,000	\$ 2,828	\$ 30,000
Investment income	264		338,409		1
Other income					
Total revenues	16,264	537,188	688,409	2,830	30,001
Expenditures:					
Capital outlay	30,194	671,485		90,461	305,537
Excess (deficiency) of revenues over expenditures	(13,930)	(134,297)	688,409	(87,631)	(275,536)
Other financing sources (uses):					
Proceeds from bonds				60,000	312,000
Operating transfers in	25,197				
Operating transfers out					
Total other financing sources (uses)	25,197			60,000	312,000
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	11,267	(134,297)	688,409	(27,631)	36,464
Fund balance (deficit), July 1,	(8,546)	137,968	(688,409)	31,690	(33,017)
Fund balance (deficit), June 30,	\$ 2,721	\$ 3,671	\$ - 0 -	\$ 4,059	\$ 3,447

TOWN OF BRANFORDCAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

	HIGH SCHOOL RENOVATIONS	TECHNOLOGY UPGRADE PROJECT	HIGH SCHOOL TECHNOLOGY IMPROVEMENT PROJECTS	1996 CAPITAL PROJECTS	1999	1998	TOTAL.....
Revenues:				\$ 1,061,289	\$ 202,283		
Intergovernmental revenues	\$ 130	\$ 996		12,219	10,097		
Investment income				371,501			7,668
Other income							
Total revenues	130	996		1,445,009			220,048
Expenditures:							
Capital outlay	8,620,070	6,896	\$ 974,293	\$ 34,200	11,576,786	9,645,157	
Excess (deficiency) of revenues over expenditures	(8,619,940)	(5,900)	(974,293)	(34,200)	(10,131,777)	(9,425,109)	
Other financing sources (uses):							
Proceeds from bonds				70,000	514,541	16,175,000	
Operating transfers in					(21,299)	661,259	
Operating transfers out						(9,787)	
Total other financing sources (uses)				(4,132)	70,000	493,242	16,826,472
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(8,619,940)	(10,032)	(974,293)	35,800	(9,638,535)	7,401,363	
Fund balance (deficit), July 1,	8,600,364	10,032	1,365,291	(23,674)	8,259,199	857,836	
Fund balance (deficit), June 30,	\$ (19,576)	\$ - 0 -	\$ 390,998	\$ 12,126	\$ (1,379,336)	\$ 8,259,199	

TOWN OF BRANTFORDTRUST AND AGENCY FUNDS

**COMBINING BALANCE SHEET
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998**

		EXPENDABLE TRUST FUNDS.....	PENSION TRUST FUND.....		
		WILLOUGHBY WALLACE MEMORIAL LIBRARY FUND	TOURISM FUND	TOTAL	POLICE PENSION FUND
ASSETS					
Cash and cash equivalents	\$43,373	\$ 85,558 386,931	\$15,421	\$144,352 386,931	\$8,336,451
Investments					
Due from other funds					
TOTAL.....	\$43,373	\$472,489	\$15,421	\$531,283	\$8,336,451
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable		\$ 9,182	\$ 253	\$ 9,435	
Due to other funds					
Due to students, employees, and others					
Total Liabilities.....	9,182		253	9,435	
Fund balance:					
Reserved for pension benefits					\$8,336,451
Reserved for trust principal		\$472,489	15,168	521,848	
Unreserved and undesignated					
Total fund balance.....	34,191	472,489	15,168	521,848	8,336,451
TOTAL.....	\$43,373	\$472,489	\$15,421	\$531,283	\$8,336,451

TOWN OF BRANFORD

TRUST AND AGENCY FUNDS

COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

.....NONEXPENDABLE TRUST FUNDS.....			
	DAMASCUS CEMETERY FUND	LESHINE SCHOLARSHIP FUND	CASPAR BLOCK SCHOLARSHIP FUND
	GUSTAF NELSON MEMORIAL FUND		JOHN B. HART FUND
<u>ASSETS</u>			
Cash and cash equivalents.....	\$ 32,317	\$5,746	\$6,015
Investments	95,347		
Due from other funds			
TOTAL.....	\$127,664	\$5,746	\$6,015
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable.....			
Due to other funds			
Due to students, employees, and others			
Total Liabilities.....			
Fund balance:			
Reserved for pension benefits	\$ 1,500	\$4,000	\$5,000
Reserved for trust principal	126,164	1,746	1,015
Unreserved and undesignated			
Total fund balance.....	127,664	5,746	6,015
TOTAL.....	\$127,664	\$5,746	\$6,015

TOWN OF BRANFORD

TRUST AND AGENCY FUNDS

COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

NONEXPENDABLE

..... TRUST FUNDS..... AGENCY FUNDS.....

CASPAR BLOCK SPECIAL RECREATION GRANT	BRANFORD CONSERVATION COMMISSION	SHELLFISH COMMISSION	ACADEMY- ON-THE- GREEN	VOLUNTEER FIREMEN'S PENSION FUND
TOTAL				
\$61,067	\$259,250 95,347	\$1,216	\$7,196	\$20,687 174,226

..... TRUST FUNDS.....

ASSETS

Cash and cash equivalents	\$61,067	\$259,250	\$1,216	\$7,196	\$20,687	\$498
Investments		95,347				174,226
Due from other funds						
TOTAL	\$61,067	\$354,597	\$1,216	\$7,196	\$20,687	\$174,724

LIABILITIES
AND
FUND BALANCE

Liabilities:

Accounts payable	\$1,216	\$7,196	\$20,687	\$174,724
Due to other funds				
Due to students, employees, and others				
Total liabilities	1,216	7,196	20,687	174,724

Fund balance:

Reserved for pension benefits	\$61,067	\$201,567		
Reserved for trust principal		153,030		
Unreserved and undesignated				
Total fund balance	61,067	354,597		
TOTAL	\$61,067	\$354,597	\$1,216	\$7,196
				\$174,724

TOWN OF BRANFORDTRUST AND AGENCY FUNDS

COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998

				AGENCY FUNDS.....	TOTAL.....	
	COMMISSION ON SERVICES FOR THE ELDERLY	BOARD OF EDUCATION HEALTH FUND	STUDENT ACTIVITY FUNDS	TOTAL	1999	1998
ASSETS						
Cash and cash equivalents	\$67,673	\$3,889	\$294,070	\$395,229	\$ 798,831	\$ 655,988
Investments				174,226	8,992,955	8,576,549
Due from other funds						22,456
TOTAL.....	\$67,673	\$3,889	\$294,070	\$569,455	\$9,791,786	\$9,254,933

ASSETS

Cash and cash equivalents	\$67,673	\$3,889	\$294,070	\$569,455	\$ 9,435	\$ 21,142
Investments						23,720
Due from other funds						992,355
TOTAL.....	\$67,673	\$3,889	\$294,070	\$569,455	\$ 9,435	\$ 21,142

**LIABILITIES
AND
FUND BALANCE**

Liabilities:

Accounts payable	\$67,673	\$3,889	\$294,070	\$569,455	569,455	569,455
Due to other funds						23,720
Due to students, employees, and others						992,355
Total Liabilities.....	\$67,673	\$3,889	\$294,070	\$569,455	569,455	569,455

Fund balance:

Reserved for pension benefits	\$67,673	\$3,889	\$294,070	\$569,455	569,455	569,455
Reserved for trust principal						23,720
Unreserved and undesignated						992,355
Total fund balance.....	\$67,673	\$3,889	\$294,070	\$569,455	569,455	569,455
TOTAL.....	\$67,673	\$3,889	\$294,070	\$569,455	\$ 9,435	\$ 21,142

TOWN OF BRANTFORDEXPENDABLE TRUST FUNDS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998**

	WILLOUGHBY			TOTAL.....	
	WALLACE	MEMORIAL LIBRARY FUND	TOURISM FUND	1999	1998
Revenues:					
Donations and grants	\$32,898	\$ 94,057	\$126,955	\$ 53,837	
Investment income	2,019	23,557	26,427	23,566	
Total revenues	<u>34,917</u>	<u>117,614</u>	<u>153,382</u>	<u>77,403</u>	
Expenditures:					
Parks, recreation and libraries		13,076	408	13,484	13,519
Health and human services	34,855			34,855	28,435
Total expenditures	<u>34,855</u>	<u>13,076</u>	<u>408</u>	<u>48,339</u>	<u>41,954</u>
Excess of revenues over expenditures	62	104,538	443	105,043	35,449
Other financing sources (uses):				(222)	
Operating transfers out					
Excess of revenues and other financing sources over expenditures and other financing uses	62	104,538	443	105,043	35,227
Fund balance, July 1,	34,129	367,951	14,725	416,805	381,578
Fund balance, June 30,	<u>\$34,191</u>	<u>\$472,489</u>	<u>\$15,168</u>	<u>\$521,848</u>	<u>\$416,805</u>

TOWN OF BRANFORDNONEXPENDABLE TRUST FUNDS

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998**

	DAMASCUS CEMETERY FUND	LESHINE SCHOLARSHIP FUND	CASPAR BLOCK SCHOLARSHIP FUND	GUSTAF NELSON MEMORIAL FUND	JOHN B. HART FUND	CASPAR BLOCK SPECIAL RECREATION FUND	CASPAR BLOCK TOTAL..... 1999	CASPAR BLOCK TOTAL..... 1998
Revenues:								
Investment income:								
Interest and dividends	\$ 8,448	\$ 340	\$ 352	\$ 776	\$ 7,808	\$ 3,227	\$ 20,951	\$ 13,121
Net increase in fair value of investments	5,557						5,557	21,841
Donations and contributions								25
Total revenues	14,005	340	352	776	7,808	3,227	26,508	34,987
Expenses:								
Scholarships	250	250	500			2,080	1,000	1,000
Maintenance	125	250	250	500		2,080	2,205	37,537
Total expenses	125							
Net income (loss)	13,880	90	102	276	7,808	1,147	23,303	(3,550)
Fund balance, July 1,	113,784	5,656	5,913	31,162	114,859	59,920	331,294	334,844
Fund balance, June 30,	\$127,664	\$5,746	\$6,015	\$31,438	\$122,667	\$61,067	\$354,597	\$331,294

TOWN OF BRANFORDNONEXPENDABLE TRUST FUNDS

**COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 1999 WITH COMPARATIVE TOTALS FOR 1998**

	DAMASCUS CEMETERY FUND	LESHINE SCHOLARSHIP FUND	CASPAR BLOCK SCHOLARSHIP FUND	GUSTAF NELSON MEMORIAL FUND	JOHN B. HART FUND	CASPAR BLOCK SPECIAL RECREATION GRANTTOTAL.....
							1998
Cash flows from operating activities:							
Payments for scholarship and other	\$ (125)	\$ (250)	\$ (250)	\$ (500)	\$ (22,456)	\$ 20,376	\$ (3,205) \$ (39,037)
Cash from contributions							25
Net cash provided (used) by operating activities	(125)	(250)	(250)	(500)	(22,456)	20,376	(3,205) (39,012)
Cash flows from investing activities:							
Interest income	8,448	340	352	776	7,808	3,227	20,951 13,121
Net increase (decrease) in cash and cash equivalents	8,323	90	102	276	(14,648)	23,603	17,746 (25,891)
Cash and cash equivalents at beginning of year	23,994	5,656	5,913	31,162	137,315	37,464	241,504 267,395
Cash and cash equivalents at end of year	<u>\$22,317</u>	<u>55,746</u>	<u>\$6,015</u>	<u>\$31,438</u>	<u>\$122,667</u>	<u>\$61,067</u>	<u>\$259,250</u> <u>\$241,504</u>
RECONCILIATION OF NET INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES							
Net Income (loss)	\$13,880	\$ 90	\$ 102	\$ 276	\$ 7,808	\$ 1,147	\$ 23,303 \$ (3,550)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:							
Interest income included in operating income	(8,448)	(340)	(352)	(776)	(7,808)	(3,227)	(20,951) (13,121)
Decrease in accounts payable	(5,557)						(500) (21,841)
Net increase (decrease) in market value							(5,557) (22,456)
Increase (decrease) in due to other funds							
Net cash provided (used) by operating activities	\$ (125)	\$ (250)	\$ (250)	\$ (500)	\$ (22,456)	\$ 20,376	\$ (3,205) \$ (39,012)

TOWN OF BRANFORD

AGENCY FUND

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 1999

		BALANCE JULY 1, 1998	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1999
<u>BRANFORD CONSERVATION COMMISSION</u>					
	<u>ASSETS</u>				
Cash and cash equivalents		\$1,150		\$66	\$ - 0 -
	<u>LIABILITIES</u>				\$1,216
Due to students, employees and other groups		\$1,150		\$66	\$ - 0 -
<u>SHELLFISH COMMISSION</u>					
	<u>ASSETS</u>				
Cash and cash equivalents		\$6,859		\$337	\$ - 0 -
	<u>LIABILITIES</u>				\$7,196
Due to students, employees and other groups		\$6,859		\$337	\$ - 0 -
<u>BOARD OF EDUCATION HEALTH FUND</u>					
	<u>ASSETS</u>				
Cash and cash equivalents		\$5,008		\$5,550	\$6,669
	<u>LIABILITIES</u>				\$3,889
Due to students, employees and other groups		\$5,008		\$5,550	\$6,669
<u>ACADEMY-ON-THE-GREEN</u>					
	<u>ASSETS</u>				
Cash and cash equivalents		\$18,630		\$2,249	\$192
	<u>LIABILITIES</u>				\$20,687
Due to students, employees and other groups		\$18,630		\$2,249	\$192
					\$20,687

TOWN OF BRANFORD
 AGENCY FUND
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, ETC.

	BALANCE JULY 1, 1998	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1999
VOLUNTEER FIREMEN'S PENSION FUND				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 498			\$ 498
Investments	<u>\$180,442</u>	\$8,937		<u>\$174,226</u>
TOTAL ASSETS	\$180,940	\$8,937		\$174,724
<u>LIABILITIES</u>				
Due to students, employees and other groups	<u>\$180,940</u>		\$15,153	<u>\$174,724</u>
COMMISSION ON SERVICES FOR THE ELDERLY				
<u>ASSETS</u>				
Cash and cash equivalents	<u>\$102,071</u>		\$276,531	<u>\$310,929</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 18,192			\$ 18,192
Due to students, employees and other groups	<u>83,879</u>		\$276,531	<u>292,737</u>
TOTAL LIABILITIES	\$102,071		\$276,531	\$67,673
EMPLOYEE SECTION 457 PLAN				
<u>ASSETS</u>				
Investments	<u>\$472,846</u>		\$ - 0 -	<u>\$472,846</u>
<u>LIABILITIES</u>				
Due to students, employees and other groups	<u>\$472,846</u>		\$ - 0 -	<u>\$472,846</u>
STUDENT ACTIVITY FUNDS				
<u>ASSETS</u>				
Cash and cash equivalents	<u>\$223,043</u>		\$1,186,833	<u>\$1,115,806</u>
<u>LIABILITIES</u>				
Due to students, employees and other groups	<u>\$223,043</u>		<u>\$1,186,833</u>	<u>\$1,115,806</u>

TOWN OF BRANFORD
 AGENCY FUND
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES, ETC.

	BALANCE JULY 1, 1998	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1999
<u>TOTAL - ALL FUNDS</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 357,259	\$1,471,566	\$1,433,596	\$395,229
Investments	653,288	8,937	487,999	174,226
<u>TOTAL ASSETS</u>	<u>\$1,010,547</u>	<u>\$1,480,503</u>	<u>\$1,921,595</u>	<u>\$569,455</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 18,192		\$ 18,192	
Due to students, employees and other groups	992,355	\$1,480,503	1,903,403	\$569,455
<u>TOTAL LIABILITIES</u>	<u>\$1,010,547</u>	<u>\$1,480,503</u>	<u>\$1,921,595</u>	<u>\$569,455</u>

TOWN OF BRANFORDCOMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
JUNE 30, 1999 AND 1998

	1999	1998
Land.....	\$ 5,789,590	\$ 5,789,590
Buildings.....	25,311,500	25,311,500
Equipment and personal property.....	17,707,380	17,649,395
Construction in progress.....	<u>24,347,119</u>	<u>15,727,049</u>
 TOTAL	<u>\$73,155,589</u>	<u>\$64,477,534</u>
 Investment in general fixed assets.....	<u>\$73,155,589</u>	<u>\$64,477,534</u>

TOWN OF BRANFORDCOMPARATIVE STATEMENT OF GENERAL LONG-TERM DEBT
JUNE 30, 1999 AND 1998

	1999	1998
AMOUNT TO BE PROVIDED FOR RETIREMENT <u>OF GENERAL LONG-TERM DEBT</u>		
Amount to be provided by State grants.....	\$11,324,464	\$14,213,539
Amount to be provided by Town.....	<u>39,967,035</u>	<u>40,512,297</u>
TOTAL	<u>\$51,291,499</u>	<u>\$54,725,836</u>
<u>GENERAL LONG-TERM DEBT PAYABLE</u>		
Notes and bonds payable.....	\$42,177,130	\$46,314,381
Compensated absences.....	5,049,130	4,887,409
Lease purchase.....	22,961	68,921
Landfill closure/postclosure liability.....	1,060,000	1,100,000
Early retirement incentive.....	1,534,397	893,338
Net pension obligation.....	<u>1,447,881</u>	<u>1,461,787</u>
TOTAL	<u>\$51,291,499</u>	<u>\$54,725,836</u>

TOWN OF BRANFORD

SCHEDULE OF LONG-TERM INDEBTEDNESS
FOR THE YEAR ENDED JUNE 30, 1999

DESCRIPTION	ISSUE DATE	MATURITY DATE	ORIGINAL AMOUNT	INTEREST RATE (%)	BALANCE	ISSUED	OUTSTANDING JUNE 30, 1999
					JULY 1, 1998	DURING YEAR	
General:							
School.....	6/01/82	6/01/02	\$6,300,000	11.40	\$ 1,200,000		\$ 300,000
School.....	4/01/98	6/01/08	\$5,398,500	4.0-5.0	4,811,000		545,500
School.....	4/01/91	6/15/99	\$4,419,000	5.9-7.9	2,394,000		240,000
School.....	8/15/96	2/15/16	\$10,000,000	4.0-6.0	9,200,000		1,025,000
School.....	12/15/97	5/15/17	\$15,725,000	4.5-6.25	14,740,000		13,715,000
Public improvement.....	4/01/84	4/01/03	\$2,570,000	8.60-9.10	475,000		380,000
Public improvement.....	5/01/86	11/01/02	\$2,755,000	6.20-6.3	500,000		100,000
Public improvement.....	4/01/98	6/01/08	\$1,200,000	4.0-5.0	1,068,000		121,500
Public improvement.....	4/01/91	6/15/09	\$1,900,000	5.9-7.9	1,235,000		100,000
Public improvement.....	8/15/96	2/15/16	\$5,570,000	4.0-6.0	4,920,000		325,000
Special assessment:							
Sewer.....	3/01/78	3/01/03	\$5,000,000	5.35	1,000,000		200,000
Sewer.....	4/01/98	6/01/08	\$354,500	4.0-5.0	316,000		36,000
Sewer.....	4/01/84	4/01/03	\$4,890,000	8.60-9.1	1,325,000		265,000
Sewer.....	5/01/86	11/01/02	\$700,000	6.65	125,000		25,000
Sewer.....	4/01/91	6/15/09	\$2,781,000	5.9-7.9	1,871,000		160,000
Sewer.....	12/15/97	5/15/17	\$530,000	4.5-6.25	390,000		150,000
Water.....	4/01/98	6/01/98	\$122,000	4.0-5.0	110,000		12,000
Water.....	12/15/97	5/15/12	\$450,000	6.8-7.5	425,000		25,000
Total bonds					46,105,000		41,980,000
State of Connecticut, Clean Water.....	6/94	6/13		2.0	209,381		12,251
TOTAL.....					\$46,314,381	\$ - 0 -	\$42,137,251
							197,130

TOWN OF BRANFORDSTATEMENT OF DEBT LIMITATION
JUNE 30, 1999

Total tax collections (including interest and lien fees)
received by Treasurer for the year ended June 30, 1999 \$46,292,973
 Total tax collections (including interest and lien fees) of
coterminous municipalities 989,721
 Reimbursement for revenue loss on:
 Elderly tax relief 30,495
 BASE \$47,313,189

<u>General</u> <u>Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban</u> <u>Renewal</u>
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Debt limitation:

2-1/4 times base	\$106,454,675			
4-1/2 times base	\$212,909,351			
3-3/4 times base	\$177,424,459			
3-1/4 times base	<u>\$153,767,864</u>			
 Total	<u>106,454,675</u>	<u>212,909,351</u>	<u>177,424,459</u>	<u>153,767,864</u>

Indebtedness:

Bonds payable	7,456,500	29,834,500	4,388,130
Bonds authorized and unissued.....		2,250,000	29,479,849
School building grants receivables.....	<u>(11,324,464)</u>		
 Total indebtedness	<u>7,456,500</u>	<u>20,760,036</u>	<u>33,867,979</u>

Debt limitation in
excess of outstanding
and authorized debt .. \$ 98,998,175 \$192,149,315 \$143,556,480 \$153,767,864

NOTE 1: In no case shall total indebtedness exceed seven times annual
receipts from taxation \$331,192,323.

NOTE 2: Water bonds are excluded from the computation above.