

9/15



03051738

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

VF 8-29-03

OMB APPROVAL
OMB Number: 3235-0123
Expires: October 31, 2004
Estimated average burden
hours per response..... 12.00

RECEIVED
AUG 27 2003
WASH. D.C. 188
SECTION

**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

SEC FILE NUMBER
8 39402

**FACING PAGE
Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 07/01/02 AND ENDING 06/30/03
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Bridgman-Bourger Securities Corp.

OFFICIAL USE ONLY
FIRM I.D. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

128 Chickadee Lane

(No. and Street)

Hinesburg,

Vermont

05461

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT
Wesley G. Pericone, PC (215) 794-8877

4920 Rte. 202, P.O. Box 128 Buckingham, PA 18912

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Wesley G. Pericone, PC

(Name - if individual, state last, first, middle name)

4920 Rte. 202, P.O. Box 128 Buckingham, PA 18912

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or any of its possessions.

PROCESSED

SEP 10 2003

THOMSON
FINANCIAL

FOR OFFICIAL USE ONLY

*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

6899

OATH OR AFFIRMATION

I, Olivia B. Milens, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Bridgman - Bourger Securities Corp., as of June 30, 2003, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

Olivia B. Milens

Signature

VP and Compliance Officer
Title

Diane M. Moore
Notary Public

This report ** contains (check all applicable boxes):

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

**For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

Bridgman-Bourger Securities Corp.
Financial Statements
For the Year Ended
June 30, 2003

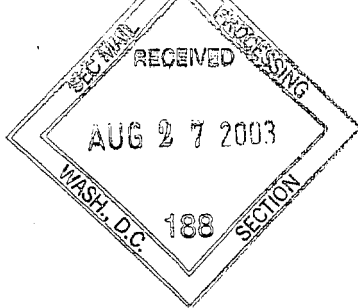


TABLE OF CONTENTS

| | Page No. |
|--|----------|
| Independent Auditors' Report | 1 |
| Statement of Financial Condition | 2 |
| Statement of Income | 3 |
| Statement of Cash Flows | 4 |
| Statement of Changes in Stockholder's Equity | 5 |
| Statement of Changes in Liabilities Subordinated to Claims of General Creditors | 6 |
| Notes to Financial Statements | 7 - 8 |
| Independent Auditors' Report on Supplementary Information | 9 |
| Supplementary Information: | |
| Computation of Net Capital Under Rule 15c3-1 Schedule | 10 |
| Related Support Schedules: | |
| Computation of Aggregate Indebtedness | 10 |
| Computation of Basic Net Capital Requirement | 10 |
| Computation of Reserve Requirement - Rule 15c3-3 - Schedule II | 11 |
| Information For Possession or Control Rule 15c3-3 - Schedule III | 11 |
| Reconciliation Pursuant to Regulation 17a-5(d)(4) - Schedule IV | 11 |
| Independent Auditors' Report on Internal Control Structure | 12 - 14 |



Wesley G. Pericone, P.C.

A Professional Corporation
CERTIFIED PUBLIC ACCOUNTANT

In New Jersey
P.O. Box 179
Lambertville, NJ 08530
(609) 397-2277
Licensed in Pennsylvania,
New Jersey and New York

In Pennsylvania
Buckingham Green II, Suite 2BB3
P.O. Box 1280, 4920 Route 202
Buckingham, PA 18912
(215) 794-8877
Fax: (215) 794-8873
E-mail: PericoneCPA@bux.com

Independent Auditors' Report

To the Stockholder and Directors of
Bridgman-Bourger Securities Corp.
Hinesburg, Vermont

We have audited the accompanying statement of financial condition of Bridgman-Bourger Securities Corp. as of June 30, 2003, and the related statements of income, cash flows, changes in stockholder's equity and changes in liabilities subordinated to claims of general creditors for the year then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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 financial statements referred to above present fairly, in all material respects, the financial position of Bridgman-Bourger Securities Corp. at June 30, 2003, and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Buckingham, PA
August 25, 2003
License # AF-001517-L

Bridgman-Bourger Securities Corp.
Statement of Financial Condition
June 30, 2003

Assets

Current Assets:

| | |
|------------------|-----------|
| Cash | \$ 78,437 |
| Prepaid Expenses | 1,402 |

| | |
|--------------|-----------|
| Total Assets | \$ 79,839 |
|--------------|-----------|

Liabilities and Stockholder's Equity

Current Liabilities:

| | |
|----------------------|----------|
| Income Taxes Payable | \$ 6,900 |
|----------------------|----------|

| | |
|---------------------------|----------|
| Total Current Liabilities | \$ 6,900 |
|---------------------------|----------|

Stockholder's Equity

| | |
|--|--------|
| Common Stock \$1 par value, 10,000 shares | |
| Authorized 2,500 shares issued and outstanding | 2,500 |
| Additional Paid-In Capital | 6,600 |
| Retained Earnings | 63,839 |

| | |
|----------------------------|--------|
| Total Stockholder's Equity | 72,939 |
|----------------------------|--------|

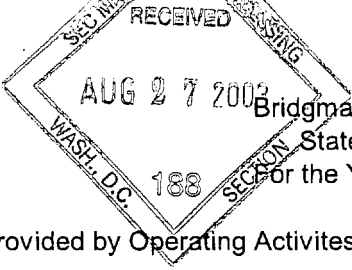
| | |
|--|-----------|
| Total Liabilities and Stockholder's Equity | \$ 79,839 |
|--|-----------|

The Accompanying Notes are an Integral Part of the Financial Statements.
See Auditor's Report

Bridgman-Bourger Securities Corp
Statement of Income
For the Year Ended June 30, 2003

| | |
|--|--------------|
| Revenues: | |
| Commissions | \$ 3,445,474 |
| Interest and Miscellaneous | 944 |
| | ----- |
| Total Revenues | \$ 3,446,418 |
| | |
| Expenses: | |
| Commissions | 3,412,187 |
| Insurance | 2,514 |
| Professional Fees | 2,913 |
| Fees and Dues | 5,966 |
| Insurance Licensing Fees | 590 |
| Miscellaneous charges | 166 |
| | ----- |
| Total Expenses | 3,424,336 |
| | ----- |
| Net Income Before Income Taxes | \$ 22,082 |
| Income Taxes-Federal (\$5,100) & State (\$1,800) | 3,000 |
| | ----- |
| Net Income for the Year | \$ 19,082 |
| | ===== |

The Accompanying Notes are and Integral Part of the Financial Statements.
See Auditor's Report



Bridgman-Bourger Securities Corp
Statement of Cash Flows
For the Year Ended June 30, 2003

Cash Provided by Operating Activities:

| | |
|--|-----------|
| Net Income | \$ 19,084 |
| Adjustment to Reconcile Net Income to Net Cash Provided by Operating Activities: | |
| Increase in Prepaid Expenses | (291) |
| Increase in Income Taxes Payable | 3,000 |
| Decrease in Payable | (7,183) |
| | ----- |
| Net Cash Increase Operating Activities | \$ 14,610 |
| Cash, Beginning of the Year | 63,827 |
| | ----- |
| Cash, End of Year | \$ 78,437 |
| | ===== |

Supplemental Disclosure of Cash Flow Information

| | |
|----------------------------|------|
| Cash Paid During Year for: | |
| Interest | \$ - |
| Income Taxes | \$ - |

The Accompanying Notes are an Integral Part of the Financial Statements.
See Auditor's Report

Bridgman-Bourger Securities Corp
Statement of Changes In Stockholder's Equity
For the Year Ended June 30, 2003

Beginning of Year- July 1, 2002:

| | |
|--|---------|
| Common Stock, \$1 par value, 10,000 shares authorized, 2,500 shares issued and outstanding | \$2,500 |
| Additional Paid-In Capital | 6,600 |
| Retained Earnings | 44,755 |
| | ----- |

Total Stockholder's Equity, Beginning \$53,855

Add:

| | |
|---|--------|
| Retained Earnings- Net Profit for the Year | 19,084 |
| | ----- |

Total Stockholder's Equity, Ending \$72,939

End of Year- June 30, 2003:

| | |
|--|---------|
| Common Stock, \$1 par value, 10,000 shares authorized, 2,500 shares issued outstanding | \$2,500 |
| Additional Paid-In Capital | 6,600 |
| Retained Earnings | 63,839 |
| | ----- |

Total Stockholder's Equity, Ending \$72,939

The Accompanying Notes are an Integral Part of the Financial Statements.
See Auditor's Report

Bridgman-Bourger Securities Corp.
Statement of Changes in Liabilities
Subordinated to Claims of General Creditors
June 30, 2003

The company had no liabilities subordinated to claims of general creditors as of June 30, 2003 or at any time during the year ended on that date.

The Accompanying Notes are an Integral Part of the Financial Statements
See Auditors' Report

Bridgman-Bourger Securities Corp.
Notes to Financial Statements
For the Year Ended June 30, 2003

Note 1 Summary of Significant Accounting Policies

Business organization

The company was incorporated under the laws of the state of Vermont on February 9, 1988 pursuant to a general authority to engage in the business of brokers and dealers in securities, insurance, real estate and general investment counseling. The company is operating pursuant to a limited registration with the National Association of Securities Dealers, Inc. (NASD).

Bridgman-Bourger Securities Corp. is a wholly owned subsidiary of Brown Bridgman & Company. Effective January 1, 2000, Brown Bridgman & Company merged with National Financial Partners Corp. Subsequent to the merger, Brown Bridgman & Company continues to own one hundred percent of the equity of Bridgman-Bourger Securities Corp. There have been no changes in the existing business of the member subsequent to the merger.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

Bridgman-Bourger Securities Corp. has consented to filing consolidated federal income tax returns and consolidated state returns where allowable by the states within which it operates. Income taxes are provided on the taxable income of Bridgman-Bourger Securities Corp. as if it were a separate taxpayer with reduced tax bracket amounts allocated first to its parent corporation. The provision has been adjusted to report the current tax liability.

Because the company provides income taxes based on its actual income, any timing differences, which result for-tax purposes, would be reflected on the balance sheet in the form of a deferred asset or deferred liability. As of June 30, 2003, there were no timing differences between the tax and economic income.

See Auditors' Report

Bridgman-Bourger Securities Corp.
Notes to Financial Statements
For the Year Ended June 30, 2003

Note 2 Management, Facilities and other Related Party Transactions

The facilities, personnel and other management functions necessary for conducting the business of Bridgman-Bourger Securities Corp. are provided and paid for by Brown Bridgman & Company. Mr. John T. Bourger, president and director of Bridgman Bourger Securities Corp. as well as officer in the parent company, Brown Bridgman & Company, is the prime registered representative for Bridgman-Bourger Securities Corp. Brown Bridgman & Company earned \$3,412,187 in commissions and John T. Bourger earned no commission. In connection with the merger, there is a management agreement whereby Mr. Bourger will receive additional commissions to be disbursed by the Brown Bridgman & Company.

Note 3 Net Capital Requirements

The company is subject to the Securities and Exchange Commission Uniform Net capital Rule (SEC rule 15c3-1) which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. At June 30, 2003 the company had net capital of \$ 72,939 which was \$ 67,939. in excess of its required net capital of \$5,000. The Company's net capital ratio was .0946 to 1.

Note 4 Concentrations

During the year ended June 30, 2003 essentially all commission revenues were earned from policies placed with four insurance companies on behalf of several corporate clients for whom either Olivia B. Milens or James G. Breck were the registered representatives.

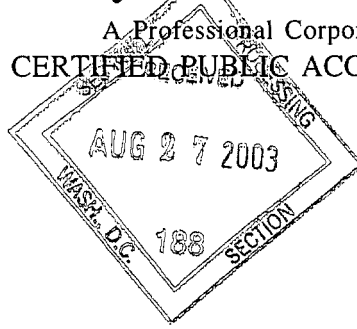
Bridgman-Bourger Securities Corp. maintains its cash balances in one local financial institution. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. The company occasionally maintains cash balances in excess of the FDIC insured amounts.

See Auditors' Report



Wesley G. Pericone, P.C.

A Professional Corporation
CERTIFIED PUBLIC ACCOUNTANT



In New Jersey
P.O. Box 179
Lambertville, NJ 08530
(609) 397-2277
Licensed in Pennsylvania,
New Jersey and New York

In Pennsylvania
Buckingham Green II, Suite 2BB3
P.O. Box 1280, 4920 Route 202
Buckingham, PA 18912
(215) 794-8877
Fax: (215) 794-8873
E-mail: PericoneCPA@bux.com

Independent Auditors' Report on Supplementary
Information Required by Rule 17a-5 of the
Securities and Exchange Commission

To the Stockholder and Directors of
Bridgman-Bourger Securities Corp.
Hinesburg, Vermont

We have audited the financial statements of Bridgman-Bourger Securities Corp. as of and for the year ended June 30, 2003 and have issued our report thereon dated August 25, 2003. Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in Schedules I to IV is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by Rule 17a-5 under the Securities and Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Wesley G. Pericone, P.C.

Buckingham, PA
August 25, 2003
License #AF-001517-L



Bridgman-Bourger Securities Corp
 Computation of Net Capital Under Rule 15c3-1
 Of the Securities and Exchange Commission
 June 30, 2003

Schedule 1

Computation of Net Capital

| | |
|--|----------|
| Total stockholder's equity from statement of financial condition | \$72,939 |
|--|----------|

| | |
|--|----------|
| Total stockholder's equity qualified for net capital | \$72,939 |
|--|----------|

Deductions and / or changes:

Accounts receivables outstanding more than 30 days

Additions and / or allowable credits:

Commissions payable on receivable outstanding
 More than 30 days

Net capital before haircuts on securities positions

Haircuts on securities positions

| | |
|-------------|-----------|
| Net Capital | \$ 72,939 |
|-------------|-----------|

Computation of Aggregate Indebtedness

| | |
|--|---------|
| Total aggregate indebtedness from statement of financial condition | \$6,900 |
|--|---------|

| | |
|-------------------------------|---------|
| Total aggregated indebtedness | \$6,900 |
|-------------------------------|---------|

| | |
|--|------------|
| Ratio of aggregate indebtedness to net capital | .0946 to 1 |
|--|------------|

Computation of Basic Net Capital Requirement

| | |
|--|-------|
| Minimum net capital requirement under ratio requirements of 15c3-1 (a) (2) | \$460 |
|--|-------|

| | |
|--|---------|
| Minimum dollar net capital requirement under activity requirements of 15c3-1 (a) (2) | \$5,000 |
|--|---------|

| | |
|--|---------|
| Net capital requirement at the greater of the minimum under 15c3-1 (a) (1) or 15c3-1 (a) (2) | \$5,000 |
|--|---------|

| | |
|---|----------|
| Excess net capital over minimum net capital Requirement | \$67,939 |
|---|----------|

See Auditor's Report

Bridgman-Bourger Securities Corp
June 30, 2003

Computation of Reserve Requirement Rule 15c 3-3 Schedule II

The respondent has no reserves requirements because no retail Business is conducted, and exemption is claimed under Regulation 15c3-3 (k) (2) (ii).

Information For Possession or Control Requirements Under Rule 15c3-3 ; possession or control pf customer's securities, and does no retail business.

Schedule III

Reconciliation with Company's Computation Pursuant to Regulation 17a-5 (d)m (4)

Schedule IV

Net Capital per Part II A of amended focus report filed by Bridgman-Bourger Securities Corp. for the quarter ended June 30, 2003

\$72,939

No required adjustments -

Audited Net Capital

\$72,939
=====

See Auditor's Report



Wesley G. Pericone, P.C.

A Professional Corporation
CERTIFIED PUBLIC ACCOUNTANT

In New Jersey
P.O. Box 179
Lambertville, NJ 08530
(609) 397-2277
Licensed in Pennsylvania,
New Jersey and New York

In Pennsylvania
Buckingham Green II, Suite 2BB3
P.O. Box 1280, 4920 Route 202
Buckingham, PA 18912
(215) 794-8877
Fax: (215) 794-8873
E-mail: PericoneCPA@bux.com

Independent Auditors' Report on Internal Control Structure
Required by SEC Rule 17a-5

To the Stockholder and Directors of
Bridgman-Bourger Securities Corp.
Hinesburg, Vermont

In planning and performing our audit of the financial statements of Bridgman-Bourger Securities Corp. for the year ended June 30, 2003, we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

Also, as required by rule 17a-S(g)(1) of the Securities Exchange Commission (SEC), we have made a study of the practices and procedures followed by the company including tests of such practices and procedures that we considered relevant to the objectives stated in rule 17a-S(g) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of rule 15c3-3. Because the company does not carry securities accounts for customers or perform custodial functions relating to Customer securities, we did not review the practices and procedures followed by the company in any of the following

1. Making quarterly securities examinations, counts, verifications and comparisons
2. Recordation of differences required by rule 17a-13
3. Complying with the requirements for prompt payment for securities under section 8 of Regulation T of the Board of Governors of the Federal Reserve System

The management of the company is responsible for establishing and maintaining an internal control structure and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control policies and procedures and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the SEC's above-mentioned objectives.

Two of the objectives of an internal control structure and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which the company has responsibility are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control structure, including procedures for safeguarding securities that we consider to be material weaknesses as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the company's practices and procedures were adequate at June 30, 2003, to meet the SEC's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, the National Association of Securities Dealers, Inc. and other regulatory agencies that rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and should not be used for any other purpose.

Wesley G. Pericone, P.C.
Buckingham, PA
August 25, 2003
License # AF-001517-L