

Town of Ossining, New York

Financial Statements and
Supplementary Information

Year Ended December 31, 2014

Town of Ossining, New York

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Independent Auditors' Report

**The Honorable Supervisor and Town Board
of the Town of Ossining, New York**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Ossining, New York ("Town") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town, as of December 31, 2014, and the respective changes in financial position, and where applicable cash flows, thereof, and the respective budgetary comparison for the General, Town Outside Villages, Highway and Special Districts funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

O'CONNOR DAVIES, LLP

500 Mamaroneck Avenue, Suite 301, Harrison, NY 10528 | Tel: 914.381.8900 | Fax: 914.381.8910 | www.odpkf.com

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Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the Schedule of Funding Progress – Other Post Employment Benefits be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who consider it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

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



O'Connor Davies, LLP

Harrison, New York

May 6, 2015

Town of Ossining, New York

Management's Discussion and Analysis (MD&A) December 31, 2014

Introduction

As management of the Town of Ossining, New York ("Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2014. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the Town's financial performance.

Financial Highlights

- The Town's government-wide financial statements reflect assets exceeding liabilities by \$4,255,777 at the close of the most recent fiscal year, which is a decrease of \$2,068,063 attributable mostly to the sale of the public safety building in 2014. A deficit of \$494,232 exists for unrestricted net position, and is reflective of the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34 requiring the accrual of certain operating liabilities which will be satisfied in future years. The Town had significant increases in bond anticipation notes for capital improvements (\$1,275,000) and other post-employment benefit (OPEB) obligations (\$624,587) which also resulted in the reduction of unrestricted net position government-wide.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$5,153,301, of which \$134,686 is nonspendable. Restricted funds total \$421,856 primarily for debt, parklands and trust. Assigned fund balance totals \$3,731,578, of which \$237,418 is assigned for subsequent year's expenditures. Unassigned fund balance for the General Fund totaled \$1,880,373, which was then reduced by \$1,015,192 for a deficit in the Capital Projects Fund unassigned fund balance reflective of short-term capital borrowings for the Town Old Albany Post Road "S" Curve project.
- At the end of the current fiscal year, unassigned fund balance for the General Fund, \$1,880,373, was 35% of total General Fund expenditures and other financing uses.
- During the current fiscal year, the Town retired \$2,260,000 of general obligation debt, of which \$1,710,000 of callable bonds were redeemed from the sale of the public safety building utilizing (\$1,475,000) from the sale and fund balance (\$235,000). The Town issued \$1,693,947 of bonds for capital construction (\$1,373,947) and tax certiorari refunds (\$320,000). The Town's total outstanding general obligation bonds payable at December 31, 2014 totaled \$5,718,947.
- Throughout the current fiscal year, the Town retired \$190,490 and bonded \$352,500 of short-term capital debt in the form of bond anticipation notes. The Town issued short-term debt (\$1,275,000), and renewed debt (\$466,666) for capital projects. Short-term obligations totaled \$1,741,666 at the end of the fiscal year.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, real property taxes, earned but unused vacation leave and OPEB obligations).

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the Town include general government support, public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

The government-wide financial statements can be found immediately following this discussion and analysis.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

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

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

The Town maintains seven individual governmental funds: the General Fund, Town Outside Villages Fund, Highway Fund, Special Districts Funds, Capital Projects Fund, Debt Service Fund and Special Purpose Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Town Outside Villages, Highway, Special Districts and Capital Projects Funds. These funds are considered to be major funds. The Debt Service and Special Purpose funds are not considered major funds and are combined into a single aggregated presentation.

The Town adopts annual budgets for the General Fund, Town Outside Villages Fund, Highway Fund and Special Districts Funds. Budgetary comparison statements have been provided for these funds within the basic financial statements to demonstrate compliance with the respective budgets.

Proprietary Funds

The Town maintains one type of proprietary fund. The Internal Service Fund is used to accumulate and allocate costs internally among the Town's various functions. The Town uses an internal service fund to account for its workers' compensation benefits (the Workers' Compensation Benefits Fund) for claims incurred through December 31, 2008 when the Town was self-insured. The liability for claims incurred prior to January 1, 2009 is recorded in the Internal Service Fund. In 2009, the Town changed its workers' compensation program to a municipal consortium program. These services are now classified as governmental activities in the government-wide financial statements.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Town programs. The Town maintains only one type of fiduciary fund that is known as an agency fund. Resources are held in this fund by the Town purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment and remittance of resources to the appropriate individual, organization or government.

The financial statements for the governmental and fiduciary funds can be found in the basic financial statements section of this report.

Notes to the Financial Statements

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

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include the required supplementary information for the Town's other post employment benefit obligations, the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial condition. For the Town, assets exceeded liabilities by \$4,255,777 at the close of the most recent fiscal year.

The following table reflects the condensed Statement of Net Position:

Governmental Activities

	December 31,	
	2014	2013
Current Assets	\$ 56,178,130	\$ 53,781,263
Capital Assets, net	8,285,394	10,264,527
Total Assets	64,463,524	64,045,790
Current Liabilities	50,211,245	47,784,261
Long-term Liabilities	9,996,502	9,937,689
Total Liabilities	60,207,747	57,721,950
NET POSITION		
Net Investment in Capital Assets	2,667,255	4,542,312
Restricted	2,082,754	2,297,241
Unrestricted	(494,232)	(515,713)
Total Net Position	\$ 4,255,777	\$ 6,323,840

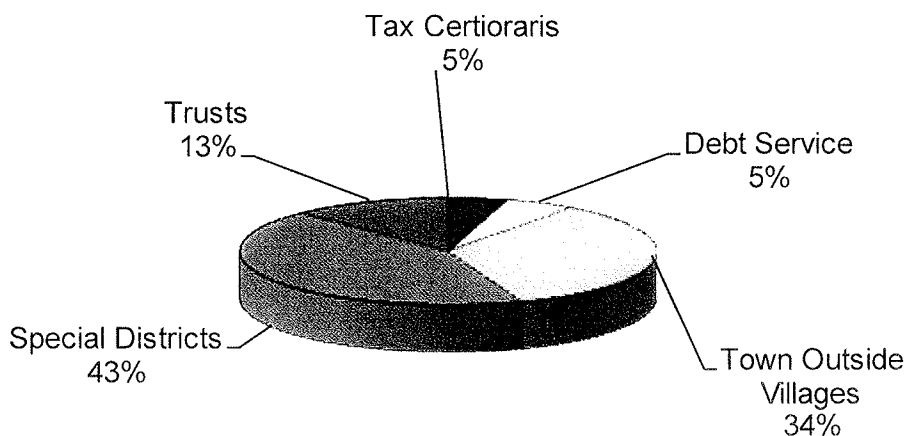
Net Position Distribution

The net position of the Town for the current reporting period includes infrastructure amounts for items such as roads, sewer and drainage acquired or constructed after January, 2004. The current improvements for these infrastructure items are reported in the capital asset section. Although the Town's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the debt.

The restricted net position, of \$2,082,754, represents resources that are subject to external restrictions on their use, or the respective fund that the restricted resources are allocated. In following the guidelines set forth by GASB Statement No. 54, the restricted categories are summarized as follows:

	December 31,	
	2014	2013
Tax Certioraris	95,505	-
Debt Service	111,189	146,738
Town Outside Villages	715,778	949,194
Special Districts	901,157	950,507
Trusts	258,606	236,879
Parklands	519	13,923
	<u>\$ 2,082,754</u>	<u>\$ 2,297,241</u>

Restricted Net Position



The decrease for Net Investment in Capital Assets reflects the sale of the public safety building for a net reduction of \$1,875,057. The remaining balance of unrestricted net position, which is a deficit of \$494,232, must be financed from future operations. This deficit does not mean that the Town does not have resources available to meet its obligations in the ensuing year. Rather, it is the result of having long-term commitments, including certain claims, compensated absences and other post employment benefit obligations that are greater than currently available resources. Payments for these liabilities will be budgeted in the year that actual payments are made.

At the end of the current fiscal year, the Town was able to report positive net position balances for the government as a whole as well as for its governmental activities at fiscal year end.

**Changes in Net Position
December 31,**

	2014	2013
Program Revenues		
Charges for Services	\$ 1,606,583	\$ 1,745,810
Operating Grants and Contributions	325,038	468,530
Capital Grants and Contributions	139,402	140,746
General Revenues		
Real Property Taxes	10,380,797	10,072,911
Other Tax Items	774,824	625,729
Non-Property Taxes	787,162	760,451
Unrestricted Use of Money and Property	21,995	21,994
Sale of Property and Compensation for Loss	9,416	67,474
Insurance Recoveries	68,078	-
Unrestricted State Aid	684,244	780,141
Loss on Sale of Building	(2,315,525)	-
Miscellaneous	10,905	29,361
Total Revenues	<u>12,492,919</u>	<u>14,713,147</u>
Program Expenses		
General Government Support	4,293,891	3,969,149
Public Safety	3,760,607	3,616,636
Health	806,742	799,190
Transportation	2,168,305	2,037,275
Economic Opportunity and Development	787,374	828,343
Culture and Recreation	1,328,850	1,381,533
Home and Community Services	1,213,896	1,346,360
Interest	201,317	237,760
Total Expenses	<u>14,560,982</u>	<u>14,216,246</u>
Change in Net Position	(2,068,063)	496,901
NET POSITION		
Beginning	<u>6,323,840</u>	<u>5,826,939</u>
Ending	<u><u>\$ 4,255,777</u></u>	<u><u>\$ 6,323,840</u></u>

Governmental Activities

Governmental activities decreased the Town's net position during 2014 by \$2,068,063. For the fiscal year ended December 31, 2014, revenues from governmental activities totaled

\$12,429,919. Tax revenues of \$11,942,783, comprised of real property taxes, other tax items and non-property taxes, represented the largest revenue source (83%). The Loss on Sale of Building (\$2,315,525) decreased overall revenues at year end.

The largest components of governmental activities' expenses were general government support \$4,293,891 (29%), public safety \$3,760,607 (26%), and transportation \$2,168,305 (15%).

The major changes in 2014 vs. 2013 were as follows:

Revenues:

- ❖ The increase in real property taxes resulted from tax rate increases in compliance with the tax cap. The General Fund tax rate increased 6.75%, and the Town Outside Villages tax rate increased 2.13%. The North State Sewer special district tax rate decreased from \$8.02140 to \$7.68634 per 1000 assessed valuation for reduced debt service payments.
- ❖ Charges for services revenue decreased government-wide 8%, from \$1,745,810 to \$1,606,583, with revenues for home and community services decreasing from \$677,341 to \$629,136 due to reduction in bulk sales of cemetery plots. Public safety service revenue decreased from \$548,210 to \$445,689 per the court intermunicipal agreement (\$227,904 in 2013 to \$136,376 in 2014).
- ❖ The Loss on Sale of Building reflects the sale of the former public safety building, which was no longer needed.
- ❖ Non-property tax distribution from County in the form of sales tax increased by 3.5% and reflects the positive economic trend.
- ❖ Revenues categorized as operating grants and contributions decreased from \$468,530 to \$325,038 at year end with significant decreases in transportation for Federal Emergency Management Agency ("FEMA") funding received in 2013.

Expenses:

- ❖ General government support expenditures in all funds increased by 8%, or \$324,742. The Town court and traffic violations bureau expenses increased by \$65,127 (\$514,265 vs. \$579,392), expenses for judgments and claims increased \$28,898 reflective of the increase in tax certiorari refunds, outside counsel increased \$44,571 and appraisal expenses totaled \$16,613.
- ❖ Public safety expenses increased by \$143,971 in 2014, due to OPEB obligations increasing 35%, or \$297,280, and Police IMA cost decreasing \$113,478.
- ❖ An increase of 6% (\$131,030) for transportation resulted from expenditures for equipment (\$4,527 2013 vs. \$125,211 2014), and contractual salary increases.
- ❖ Home and community expenditures decreased by \$132,464 to \$1,213,896 due to reduced Dale Cemetery contractual expenses.

Financial Analysis of the Town's Funds

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

Governmental Funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town's financing requirements.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$5,153,301, a net decrease of \$154,425 from the prior year amount. Nonspendable fund balance totaled \$134,686 at the end of the period. Restricted fund balance of \$421,856 is reported for tax certiorari claims (\$95,505), debt service (\$67,226), and special purpose trusts and parklands (\$259,125). Assigned fund balance for outstanding purchases (\$9,289); subsequent year expenditures (\$237,418) and major funds (\$3,484,871) totaled \$3,731,578. Unassigned fund balance retains a balance of \$865,181 comprised of a deficit in short-term financing for capital projects of \$1,015,192, off-setting the positive unassigned fund balance in the General Fund of \$1,880,373 at year end.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$1,880,373, representing 87% of the total General Fund balance of \$2,152,809. The nonspendable fund balance component is \$86,394 and consists of amounts representing prepaid expenditures. Prepaid expenditures have been established to account for a portion of the New York State retirement payments made in advance. The restricted fund balance classification aggregates \$32,701, for anticipated tax certiorari claims.

The Town Outside Villages Fund contains activity primarily for public safety expenditures, and assigned fund balance at fiscal year end totaled \$1,848,805, representing 98.5% of the total Town Outside Villages Fund balance of \$1,875,347. Prepaid expenditures classified as nonspendable total \$3,649 and restricted fund balance of \$22,893 is reported for tax certiorari claims at year end.

The Highway Fund contains activity for transportation expenditures, and assigned fund balance at fiscal year end totaled \$767,275, representing 93% of the total Highway Fund balance amount of \$828,834. Nonspendable fund balance of \$43,566 represents prepaid expenditures, and \$17,993 is restricted for tax certiorari claims.

The Special Districts Fund contains activity for the operation and maintenance of the Town's water, sewer, lighting, fire protection, refuse and garbage, and ambulance districts. The assigned fund balance at fiscal year end totaled \$918,194, representing 99.9% of the total Special Districts Fund balance amount of \$941,189. Nonspendable fund balance of \$1,077 represents prepaid expenditures, and restricted amounts for tax certiorari claims total \$21,918 at year end.

General Fund Budgetary Highlights

The General Fund did not appropriate fund balance for the 2014 fiscal year. Actual results of operations resulted in an increase of \$183,965 in total fund balance with an increase of \$26,309 for unassigned fund balance at the close of the fiscal year. Revenues and other financing sources were \$5,371,281, which was \$106,619 higher than the final budget. The major areas

where revenues exceeded anticipated budget amounts were Other tax items (\$493,277 vs. \$642,362) resulting from increased revenues for property tax penalties, and State aid (\$674,600 vs. \$731,071) representing mortgage tax revenues. Expenditures and other financing uses were \$5,187,316, which was \$92,396 less than the final budget. The major areas where spending was less than budgeted was General Government Support (\$51,210), and Employee Benefits (\$32,326).

The difference between the appropriations originally budgeted and the final appropriation budget for the General Fund was \$108,901 (\$5,170,811 vs. \$5,279,712). The appropriation budgets for culture and recreation increased \$157,366 to fund unanticipated and capital expenditures for playgrounds and spray park. General government support increased \$69,470 for justice court part time and court security, and employee benefits decreased by \$104,565 for reduced retirement system and health insurance expenditures.

Town Outside Villages Fund Budgetary Highlights

The Town Outside Villages Fund ("TOV") operations for the fiscal year resulted in an increase to fund balance of \$342,055 due to revenues of \$4,025,145 being higher than expenditures and other financing uses of \$3,683,090.

Actual revenues of \$4,025,145 were higher than the final budget amount of \$3,840,368, an increase of \$184,777. Building permit revenue of \$96,185 exceeded the budget by \$31,185 due to increased building activity, unanticipated revenue for refund of NYS Retirement credit of \$29,816, and sales tax distribution revenues of \$787,162 were higher than budgeted by \$87,162. Expenditures for TOV were lower than budgeted with actual expenditures totaling \$3,683,090. This was a decrease of \$392,278 from the final budget of \$4,075,368. Expenditures showing the largest variance from budget to actual were Public Safety (\$223,374) for reduced Police IMA expenses, and General Government Support (\$78,054).

Highway Fund Budgetary Highlights

The Highway Fund's operations for the fiscal year resulted in an increase to fund balance of \$92,377 due to expenditures and other financing uses of \$2,217,276 being less than revenues and other financing sources of \$2,309,653.

Revenues received for the Highway Fund were higher than budgeted with actual revenues and other financing sources totaling \$2,309,653, which was an increase of \$30,608 from the final budget amount of \$2,279,045. Actual expenditures and other financing uses for the fiscal year were \$2,217,276. This was a decrease of \$187,468 from the final budget of \$2,404,744. Actual results of operations resulted in decreased expenditures for employee benefits (\$76,611) and unallocated contingency (\$44,546). Actual revenues exceeded the final budget for Hurricane Sandy Federal aid (\$13,078), and serial bonds for tax certiorari claims (\$56,580 vs. \$74,552).

Capital Assets and Indebtedness

The Town's net investment in capital assets for its governmental activities as of December 31, 2014, amounted to \$8,285,394 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

**Town of Ossining Capital Assets
(Net of Depreciation)**

	2014	2013
Land	\$ 929,073	\$ 1,360,073
Buildings and Improvements	1,569,452	4,989,688
Machinery and Equipment	659,154	580,400
Infrastructure	3,217,307	2,682,185
Construction-in-Progress	1,910,408	652,181
	<u>\$ 8,285,394</u>	<u>\$ 10,264,527</u>

The following highlights the changes reflected in the major capital assets during the current fiscal year:

- Sale of the public safety building and land located at 507 North State Road decreased land assets by \$431,000, and buildings and improvements by \$3,960,147 less depreciation of \$600,622. Buildings and improvements decreased an additional \$60,711 with \$58,626 for capital asset additions to the Town's municipal offices less depreciation of \$119,377.
- Amounts expended resulted in an increase to construction-in-progress (\$1,258,227) and infrastructure (\$535,122), and decreases to buildings and improvements (\$195,821), machinery and equipment (\$119,953), and infrastructure (\$89,673). Overall all capital asset categories resulted in a net decrease of \$1,979,133 in capital assets, net of accumulated depreciation.
- The Old Albany Post Road restoration project expenditures totaled \$1,541,481 and remain as construction-in-progress (CIP). CIP increased for Lakeville Sewer Lift Station from \$9,650 to \$166,814, building improvements for Shine House (\$9,800), increased CIP to \$65,350 and Spray park recirculation expenditures of \$12,046 increased CIP at year end.

Additional information on the Town's capital assets can be found in Note 3,C of this report.

Long-Term / Short-Term Indebtedness

At the end of the current fiscal year, the Town had total bonded indebtedness of \$5,718,947 classified as long-term debt. The Town paid \$2,260,000 in principal on outstanding obligations and issued \$1,693,947 of additional long-term debt during the fiscal year. As required by New York State Law, all bonds issued by the Town are general obligation bonds, backed by the full faith and credit of the Town.

Short-term debt for the Town totaled \$1,741,666 in the form of bond anticipation notes (BAN's). The Town redeemed \$190,490 and bonded \$352,500 of short-term debt, and renewed various BAN's totaling \$466,666 which mature in 2015. The Town also issued new BAN's totaling \$1,275,000 for Old Albany Post Road capital improvements.

The State Constitution limits the amount of indebtedness, both long-term and short-term, which a Town may incur. The State Constitution provides that the Town may not contract indebtedness in any amount greater than seven percent of the average full value of taxable real

property in the Town for the most recent five years. Certain indebtedness is excluded in ascertaining the Town's authority to contract indebtedness within the constitutional limits; accordingly, debt of this kind, commonly referred to as "excluded debt", may be issued without regard to the constitutional limits and without affecting the Town's authority to issue debt subject to the limit. The Town had used \$4,513,656, or 1.41%, of the constitutional debt limit leaving \$314,750,151 remaining to be used when the constitutional debt limit was calculated in August 2014.

Additional information on the Town's long-term debt can be found in Note 3G of this report.

Requests for Information

This financial report is designed to provide a general overview of the Town of Ossining, New York's finances for all those with an interest in those finances. Questions and comments concerning any of the information provided in this report should be addressed to Dale M. Ferreira, 16 Croton Avenue, Ossining, New York 10562.

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Town of Ossining, New YorkStatement of Net Position
December 31, 2014

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 19,485,807
Investments	32,843
Receivables	
Taxes, net	35,932,135
Accounts	182,829
State and Federal aid	139,077
Due from other governments	270,753
Prepaid expenses	134,686
Capital assets	
Not being depreciated	2,839,481
Being depreciated, net	5,445,913
Total Assets	<u>64,463,524</u>
LIABILITIES	
Accounts payable	1,565,249
Accrued liabilities	226,474
Retainage payable	69,955
Due to school districts	46,518,401
Unearned revenues	31,198
Bond anticipation notes payable	1,741,666
Accrued interest payable	58,302
Non-current liabilities	
Due within one year	441,447
Due in more than one year	9,555,055
Total Liabilities	<u>60,207,747</u>
NET POSITION	
Net investment in capital assets	2,667,255
Restricted for	
Tax certioraris	95,505
Debt service	111,189
Town outside villages	715,778
Special Districts	
Water	12,753
Sewer	568,351
Lighting	12,665
Fire	51,866
Refuse and garbage	207,475
Ambulance	48,047
Trusts	258,606
Parklands	519
Unrestricted	<u>(494,232)</u>
Total Net Position	<u><u>\$ 4,255,777</u></u>

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

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Town of Ossining, New York

Statement of Activities

Year Ended December 31, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General government support	\$ 4,293,891	\$ 288,583	\$ 2,890	\$ -	\$ (4,002,418)
Public safety	3,760,607	445,589	42,515	-	(3,272,503)
Health	806,742	232,530	235	-	(573,977)
Transportation	2,168,305	7,390	20,201	122,269	(2,018,445)
Economic opportunity and development	787,374	-	185,889	-	(601,485)
Culture and recreation	1,328,850	3,355	876	-	(1,324,619)
Home and community services	1,213,896	629,136	72,432	-	(512,328)
Interest	201,317	-	-	17,133	(184,184)
Total Governmental Activities	<u>\$ 14,560,982</u>	<u>\$ 1,606,583</u>	<u>\$ 325,038</u>	<u>\$ 139,402</u>	<u>(12,489,959)</u>
General revenues					
Real property taxes					10,380,797
Other tax items					
Franchise fees					129,149
Payments in lieu of taxes					20,687
Gain on sale of tax acquired property					3,331
Interest and penalties on real property taxes					621,657
Non-property taxes					
Non-property tax distribution from County					787,162
Unrestricted use of money and property					21,995
Sale of property and compensation for loss					9,416
Insurance recoveries					68,078
Unrestricted State aid					684,244
Loss on sale of building					(2,315,525)
Miscellaneous					10,905
Total General Revenues					<u>10,421,896</u>
Change in Net Position					(2,068,063)
Net Position - Beginning					<u>6,323,840</u>
Net Position - Ending					<u>\$ 4,255,777</u>

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

Town of Ossining, New York

Balance Sheet
Governmental Funds
December 31, 2014

	General	Town Outside Villages	Highway	Special Districts
ASSETS				
Cash and equivalents	\$ 13,650,651	\$ 2,808,792	\$ 847,001	\$ 989,509
Investments	-	-	-	-
Taxes receivable, net of allowance for uncollectible taxes	35,932,135	-	-	-
Other receivables				
Accounts	89,935	55,069	3,900	-
State and Federal aid	10,347	-	-	-
Due from other governments	63,837	201,087	2,689	2,544
Due from other funds	10,228	-	-	-
	174,347	256,156	6,589	2,544
Prepaid expenditures	86,394	3,649	43,566	1,077
Total Assets	<u>\$ 49,843,527</u>	<u>\$ 3,068,597</u>	<u>\$ 897,156</u>	<u>\$ 993,130</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)				
Liabilities				
Accounts payable	\$ 139,749	\$ 1,072,051	\$ 22,020	\$ 28,998
Accrued liabilities	180,667	4,025	41,782	-
Retainage payable	-	-	-	-
Due to school districts	46,518,401	-	-	-
Due to other funds	5,486	117,174	4,520	8,770
Unearned revenues	-	-	-	14,173
Bond anticipation notes payable	-	-	-	-
Total Liabilities	46,844,303	1,193,250	68,322	51,941
Deferred inflows of resources				
Deferred tax revenues	846,415	-	-	-
Total Liabilities and Deferred Inflows of Resources	47,690,718	1,193,250	68,322	51,941
Fund balances (deficits)				
Nonspendable	86,394	3,649	43,566	1,077
Restricted	32,701	22,893	17,993	21,918
Assigned	153,341	1,848,805	767,275	918,194
Unassigned	1,880,373	-	-	-
Total Fund Balances (Deficits)	2,152,809	1,875,347	828,834	941,189
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 49,843,527</u>	<u>\$ 3,068,597</u>	<u>\$ 897,156</u>	<u>\$ 993,130</u>

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

Capital Projects	Other Governmental	Total Governmental Funds
\$ 887,209	\$ 299,523	\$ 19,482,685
-	32,843	32,843
-	-	35,932,135
-	33,925	182,829
128,730	-	139,077
-	596	270,753
80,971	116,675	207,874
209,701	151,196	800,533
-	-	134,686
<u>\$ 1,096,910</u>	<u>\$ 483,562</u>	<u>\$ 56,382,882</u>
\$ 297,407	\$ 5,024	\$ 1,565,249
-	-	226,474
69,955	-	69,955
-	-	46,518,401
3,074	91,199	230,223
-	17,025	31,198
1,741,666	-	1,741,666
2,112,102	113,248	50,383,166
-	-	846,415
2,112,102	113,248	51,229,581
-	-	134,686
-	326,351	421,856
-	43,963	3,731,578
(1,015,192)	-	865,181
(1,015,192)	370,314	5,153,301
<u>\$ 1,096,910</u>	<u>\$ 483,562</u>	<u>\$ 56,382,882</u>

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Town of Ossining, New York

Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position December 31, 2014

Fund Balances - Total Governmental Funds	\$ 5,153,301
Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	8,285,394
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Real property taxes	846,415
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(58,302)
Bonds payable	(5,718,947)
Compensated absences	(49,812)
Other post employment benefit obligations payable	(4,202,272)
	(10,029,333)
Net Position of Governmental Activities	\$ 4,255,777

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

Town of Ossining, New York

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds Year Ended December 31, 2014

	General	Town Outside Villages	Highway	Special Districts
REVENUES				
Real property taxes	\$ 3,072,903	\$ 2,786,409	\$ 2,206,414	\$ 2,175,751
Other tax items	642,362	130,609	1,156	697
Non-property taxes	-	787,162	-	-
Departmental income	52,941	117,722	7,390	169,449
Intergovernmental charges	338,521	-	-	232,530
Use of money and property	49,323	5,885	1,493	2,487
Licenses and permits	4,184	1,400	-	-
Fines and forfeitures	200,891	-	-	-
Sale of property and compensation for loss	9,416	-	782	-
State aid	731,071	-	973	-
Federal aid	95,120	-	13,078	-
Miscellaneous	62,951	32,255	3,815	565
Total Revenues	5,259,683	3,861,442	2,235,101	2,581,479
EXPENDITURES				
Current				
General government support	2,332,687	240,695	178,611	125,272
Public safety	-	2,550,782	-	610,260
Health	-	-	-	806,742
Transportation	-	-	1,370,551	74,502
Economic opportunity and development	543,571	-	-	-
Culture and recreation	1,008,418	-	-	-
Home and community services	-	43,017	-	733,502
Employee benefits	1,158,585	289,112	528,445	-
Debt service				
Principal	-	-	-	-
Interest	-	-	4,732	2,538
Capital outlay	-	-	-	-
Total Expenditures	5,043,261	3,123,606	2,082,339	2,352,816
Excess (Deficiency) of Revenues Over Expenditures	216,422	737,836	152,762	228,663
OTHER FINANCING SOURCES (USES)				
Sale of real property	-	-	-	-
Bonds issued	72,682	95,625	74,552	77,141
Insurance recoveries	-	68,078	-	-
Transfers in	38,916	-	-	25,746
Transfers out	(144,055)	(559,484)	(134,937)	(357,169)
Total Other Financing Sources (Uses)	(32,457)	(395,781)	(60,385)	(254,282)
Net Change in Fund Balances	183,965	342,055	92,377	(25,619)
FUND BALANCES (DEFICITS)				
Beginning of Year	1,968,844	1,533,292	736,457	966,808
End of Year	\$ 2,152,809	\$ 1,875,347	\$ 828,834	\$ 941,189

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

Capital Projects	Other Governmental	Total Governmental Funds
\$ -	\$ -	\$ 10,241,477
-	-	774,824
-	-	787,162
-	519,047	866,549
-	-	571,051
-	21,804	80,992
-	-	5,584
-	-	200,891
-	-	10,198
30,567	-	762,611
91,702	-	199,900
-	221	99,807
122,269	541,072	14,601,046
-	-	2,877,265
-	-	3,161,042
-	-	806,742
-	-	1,445,053
-	-	543,571
-	-	1,008,418
-	434,645	1,211,164
-	-	1,976,142
-	2,260,000	2,260,000
-	189,025	196,295
2,506,804	-	2,506,804
2,506,804	2,883,670	17,992,496
(2,384,535)	(2,342,598)	(3,391,450)
-	1,475,000	1,475,000
1,373,947	-	1,693,947
-	-	68,078
302,590	977,089	1,344,341
(11,979)	(136,717)	(1,344,341)
1,664,558	2,315,372	3,237,025
(719,977)	(27,226)	(154,425)
(295,215)	397,540	5,307,726
\$ (1,015,192)	\$ 370,314	\$ 5,153,301

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Town of Ossining, New York

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended December 31, 2014

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances - Total Governmental Funds	\$ (154,425)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount may be less than total capital outlay since capital outlay includes amounts that are under the capitalization threshold. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital outlay expenditures	2,180,772
Depreciation expense	(369,380)

1,811,392

In the statement of activities the loss on the sale of capital assets is reported, whereas the governmental funds recognize the proceeds from the sale as revenue.

(3,790,525)

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

Real property taxes	139,320
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Debt proceeds provide current financial resources to governmental funds but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Bonds issued	(1,693,947)
Principal paid on serial bonds	2,260,000

566,053

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

Accrued interest	(5,022)
Compensated absences	(10,269)
Other post employment benefit obligations	(624,587)

(639,878)

Change in Net Position of Governmental Activities	\$ (2,068,063)
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The notes to the financial statements are an integral part of this statement.

Town of Ossining, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General, Town Outside Villages, Highway and Special Districts Funds
Year Ended December 31, 2014

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 3,184,106	\$ 3,178,816	\$ 3,072,903	\$ (105,913)
Other tax items	452,650	493,277	642,362	149,085
Non-property taxes	-	-	-	-
Departmental income	39,800	47,415	52,941	5,526
Intergovernmental charges	345,655	345,655	338,521	(7,134)
Use of money and property	40,800	40,800	49,323	8,523
Licenses and permits	2,500	2,500	4,184	1,684
Fines and forfeitures	225,000	225,000	200,891	(24,109)
Sale of property and compensation for loss	-	3,100	9,416	6,316
State aid	674,600	674,600	731,071	56,471
Federal aid	71,000	75,359	95,120	19,761
Miscellaneous	99,200	99,200	62,951	(36,249)
Total Revenues	5,135,311	5,185,722	5,259,683	73,961
EXPENDITURES				
Current				
General government support	2,314,427	2,383,897	2,332,687	51,210
Public safety	-	-	-	-
Health	-	-	-	-
Transportation	-	-	-	-
Economic opportunity and development	572,157	550,161	543,571	6,590
Culture and recreation	853,320	1,010,686	1,008,418	2,268
Home and community services	-	-	-	-
Employee benefits	1,295,476	1,190,911	1,158,585	32,326
Debt service	-	-	-	-
Interest	-	-	-	-
Total Expenditures	5,035,380	5,135,655	5,043,261	92,394
Excess (Deficiency) of Revenues Over Expenditures	99,931	50,067	216,422	166,355
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	40,025	72,682	32,657
Insurance recoveries	-	-	-	-
Transfers in	30,000	38,915	38,916	1
Transfers out	(135,431)	(144,057)	(144,055)	2
Total Other Financing Uses	(105,431)	(65,117)	(32,457)	32,660
Net Change in Fund Balances	(5,500)	(15,050)	183,965	199,015
FUND BALANCES				
Beginning of Year	5,500	15,050	1,968,844	1,953,794
End of Year	\$ -	\$ -	\$ 2,152,809	\$ 2,152,809

Town Outside Villages Fund				Highway Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,795,646	\$ 2,786,409	\$ 2,786,409	\$ -	\$ 2,213,729	\$ 2,206,414	\$ 2,206,414	\$ -
114,000	114,000	130,609	16,609	-	-	1,156	1,156
700,000	700,000	787,162	87,162	-	-	-	-
86,400	86,400	117,722	31,322	5,550	5,550	7,390	1,840
-	-	-	-	-	-	-	-
9,000	9,000	5,885	(3,115)	5,000	5,000	1,493	(3,507)
-	-	1,400	1,400	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	782	782
-	-	-	-	-	-	973	973
-	-	-	-	-	-	13,078	13,078
5,000	5,000	32,255	27,255	5,500	5,500	3,815	(1,685)
3,710,046	3,700,809	3,861,442	160,633	2,229,779	2,222,464	2,235,101	12,637
254,686	318,749	240,695	78,054	214,536	230,945	178,611	52,334
2,702,877	2,774,156	2,550,782	223,374	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,225,304	1,416,612	1,370,551	46,061
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
49,800	60,138	43,017	17,121	-	-	-	-
350,694	335,336	289,112	46,224	646,499	605,054	528,445	76,609
-	-	-	-	4,732	4,732	4,732	-
3,358,057	3,488,379	3,123,606	364,773	2,091,071	2,257,343	2,082,339	175,004
351,989	212,430	737,836	525,406	138,708	(34,879)	152,762	187,641
-	72,758	95,625	22,867	-	56,581	74,552	17,971
-	66,801	68,078	1,277	-	-	-	-
-	-	-	-	-	-	-	-
(351,989)	(586,989)	(559,484)	27,505	(138,708)	(147,401)	(134,937)	12,464
(351,989)	(447,430)	(395,781)	51,649	(138,708)	(90,820)	(60,385)	30,435
-	(235,000)	342,055	577,055	-	(125,699)	92,377	218,076
-	235,000	1,533,292	1,298,292	-	125,699	736,457	610,758
\$ -	\$ -	\$ 1,875,347	\$ 1,875,347	\$ -	\$ -	\$ 828,834	\$ 828,834

(Continued)

Town of Ossining, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual (Continued)
General, Town Outside Villages, Highway and Special Districts Funds
Year Ended December 31, 2014

	Special Districts Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 2,182,710	\$ 2,175,751	\$ 2,175,751	\$ -
Other tax items	610	610	697	87
Non-property taxes	-	-	-	-
Departmental income	165,920	165,938	169,449	3,511
Intergovernmental charges	-	232,529	232,530	1
Use of money and property	3,200	3,198	2,487	(711)
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Sale of property and compensation for loss	-	-	-	-
State aid	-	-	-	-
Federal aid	-	-	-	-
Miscellaneous	-	-	565	565
Total Revenues	2,352,440	2,578,026	2,581,479	3,453
EXPENDITURES				
Current				
General government support	100,679	151,701	125,272	26,429
Public safety	610,356	610,356	610,260	96
Health	574,210	806,742	806,742	-
Transportation	64,000	76,814	74,502	2,312
Economic opportunity and development	-	-	-	-
Culture and recreation	-	-	-	-
Home and community services	846,217	836,479	733,502	102,977
Employee benefits	-	-	-	-
Debt service				
Interest	2,538	2,538	2,538	-
Total Expenditures	2,198,000	2,484,630	2,352,816	131,814
Excess (Deficiency) of Revenues Over Expenditures	154,440	93,396	228,663	135,267
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	55,248	77,141	21,893
Insurance recoveries	-	-	-	-
Transfers in	55,132	55,132	25,746	(29,386)
Transfers out	(209,572)	(357,175)	(357,169)	6
Total Other Financing Uses	(154,440)	(246,795)	(254,282)	(7,487)
Net Change in Fund Balances	-	(153,399)	(25,619)	127,780
FUND BALANCES				
Beginning of Year	-	153,399	966,808	813,409
End of Year	\$ -	\$ -	\$ 941,189	\$ 941,189

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

Town of Ossining, New York

Statement of Net Position

Internal Service Fund - Workers' Compensation Benefits Fund

December 31, 2014

	Governmental Activities Internal Service Fund
ASSETS	
Cash and equivalents	\$ 3,122
Due from other funds	<u>22,349</u>
Total Assets	<u>25,471</u>
LIABILITIES	
Current liabilities	
Current portion of claims payable	2,500
Claims payable, less current portion	<u>22,971</u>
Total Liabilities	<u>\$ 25,471</u>

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

Town of Ossining, New York

Statement of Revenues, Expenses and Changes
in Net Position

Internal Service Fund - Workers' Compensation Benefits Fund
Year Ended December 31, 2014

	Governmental Activities Internal Service Fund
OPERATING REVENUES	
Departmental charges	\$ 11,229
OPERATING EXPENSES	
Employee benefits	<u>11,229</u>
Income from Operations	-
NET POSITION	
Beginning of Year	<u>-</u>
End of Year	<u><u>\$ -</u></u>

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

Town of Ossining, New York

Statement of Cash Flows

Internal Service Fund - Workers' Compensation Benefits Fund

Year Ended December 31, 2014

	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from departmental charges	\$ 21,219
Cash payments to insurance carriers, claimants and other	<u>(21,219)</u>
Net Cash from Operating Activities	-
CASH AND EQUIVALENTS	
Beginning of Year	<u>3,122</u>
End of Year	<u><u>\$ 3,122</u></u>
RECONCILIATION OF INCOME FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES	
Income from operations	\$ -
Adjustments to reconcile income from operations to net cash from operating activities	
Changes in operating assets and liabilities	
Due from other funds	9,990
Claims payable	<u>(9,990)</u>
Net Cash from Operating Activities	<u><u>\$ -</u></u>

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

Town of Ossining, New York

Statement of Assets and Liabilities

Fiduciary Fund

December 31, 2014

	<u>Agency</u>
ASSETS	
Cash and equivalents	\$ 63,684
Accounts receivable	<u>1,797</u>
 Total Assets	 <u><u>\$ 65,481</u></u>
 LIABILITIES	
Accounts payable	\$ 14,360
Deposits	<u>51,121</u>
 Total Liabilities	 <u><u>\$ 65,481</u></u>

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

Note 1 - Summary of Significant Accounting Policies

The Town of Ossining, New York ("Town") was established in 1845 and operates in accordance with Town Law and the various other applicable laws of the State of New York. The Town Board is the legislative body responsible for overall operation. The Town Supervisor serves as both the chief executive and chief financial officer. The Town provides the following services to its residents: public safety, health, transportation, economic opportunity and development, culture and recreation, home and community services and general and administrative support.

The accounting policies of the Town conform to generally accepted accounting principles as applicable to governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the Town's more significant accounting policies:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government, which is the Town, b) organizations for which the Town is financially accountable and c) other organizations for which the nature and significance of their relationship with the Town are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete as set forth by GASB.

In evaluating how to define the Town, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Town's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the Town's reporting entity.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the Town as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

The Statement of Net Position presents the financial position of the Town at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The Town does not allocate indirect expenses to functions in the Statement of Activities.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the Internal Service Fund are charges to other funds. Operating expenses for the Internal Service Fund include the cost of services and administration. All revenues and expenses not meeting the definition are reported as non-operating revenues and expenses.

C. Fund Financial Statements

The accounts of the Town are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances/net position, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Town maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Proprietary and Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Town's resources are reflected in the fund financial statements in three broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the Town's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the Town and is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The major special revenue funds of the Town are as follows:

Town Outside Villages Fund - The Town Outside Villages Fund is used to account for transactions which by statute affect only those areas outside the boundaries of the villages located within the Town. The major revenues of this fund are real property taxes and non-property taxes.

Note 1 - Summary of Significant Accounting Policies (Continued)

Highway Fund - The Highway Fund is used to account for road and bridge maintenance and improvements as defined in the Highway Law of the State of New York. The major revenue of this fund is real property taxes.

Special Districts Fund - The Special Districts Fund is provided to account for the operation and maintenance of the Town's water, sewer, lighting, fire protection, refuse and garbage and ambulance districts. The major revenue of this fund is real property taxes.

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary funds.

The Town also reports the following non-major governmental funds.

Special Revenue Fund - Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the Town in accordance with the terms of a trust agreement.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years.

- b. Proprietary Funds - Proprietary funds consist of an internal service fund. Internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost reimbursement basis. The Town has established its Workers' Compensation Benefits Fund as an internal service fund.
- c. Fiduciary Funds (Not Included in Government-Wide Financial Statements) - Fiduciary funds are used to account for assets held by the Town in an agency capacity on behalf of others. The Town's Agency Fund is primarily utilized to account for various deposits that are payable to other jurisdictions or individuals.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

Note 1 - Summary of Significant Accounting Policies (Continued)

The government-wide financial statements are reported using the *economic resources measurement focus and the accrual basis of accounting* as is the Internal Service Fund. The Agency Fund has no measurement focus but utilizes the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety day availability period is used for revenue recognition for all other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are accrued when the expenditure is made. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to certain claims, compensated absences and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balances

Deposits, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and certificates of deposit with original maturities of less than three months.

The Town's investment policies are governed by State statutes. The Town has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The Town is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Town has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations

Note 1 - Summary of Significant Accounting Policies (Continued)

include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. The Town's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at December 31, 2014.

Investments - All investments are stated at fair value. Investments consist of certificates of deposits which are fixed rate investments maturing in more than three months and are secured by FDIC coverage and collateral is posted by the respective depository.

The Town was invested only in the above mentioned obligations and, accordingly, was not exposed to any interest rate or credit risk.

Taxes Receivable - Real property taxes attach as an enforceable lien on real property and are levied on January 1st. The Town collects county, town, highway and special districts taxes which are due April 1st and payable without penalty to April 30th. School districts taxes for the period July 1st to June 30th are levied on July 1st and are due on September 1st with the first half payable without penalty until September 30th and the second half payable without penalty until January 31st. The Town guarantees the full payment of the County and school districts warrants and assumes the responsibility for uncollected taxes. The Town also has the responsibility for conducting in-rem foreclosure proceedings.

The Town functions in both a fiduciary and guarantor relationship with the County of Westchester and the various school districts located within the Town with respect to the collection and payment of real property taxes levied by such jurisdictions. County taxes are included in the Town's levy and are payable without penalty for thirty days. The County Charter provides for the Town to collect County and school districts taxes and remit them as collected to the respective municipality. However, the Town must remit to the County sixty percent of the amount levied by May 25th and the balance of forty percent on October 15th. With respect to school districts taxes, the Charter provides that the Town satisfy the warrant of each school district by April 5th. Thus, the Town's fiduciary responsibility is from the date of the levy until the due date of the respective tax warrant at which time the Town must satisfy its obligation to the municipalities regardless of the amounts collected. The County tax warrant is due in October and uncollected County taxes have been accounted for in a manner similar to Town taxes. The collection of school districts taxes is deemed a financing transaction until the warrants are satisfied.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the Town. Receivables are recorded and revenues recognized as earned or as specific program expenses/expenditures are incurred. Allowances are recorded when appropriate.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 1 - Summary of Significant Accounting Policies (Continued)

Due From/To Other Funds - During the course of its operations, the Town has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of December 31, 2014, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Inventory - There are no inventory values presented in the balance sheets of the respective funds of the Town. Purchases of inventorable items at various locations are recorded as expenditures at the time of purchase and year-end balances at these locations are not material.

Prepaid Expenses/Expenditures - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the government-wide and fund financial statements. Prepaid expenses/expenditures consist of employee retirement, insurance and other costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in governmental funds are equally offset by nonspendable fund balance in the fund financial statements, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Infrastructure assets consist of assets that were acquired or constructed subsequent to January 1, 2004.

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

Land and construction-in-progress are not depreciated. Property, plant and equipment of the Town are depreciated using the straight line method over the following estimated useful lives.

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	20-50
Machinery and equipment	5-10
Infrastructure	20-50

The costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental funds balance sheet.

Note 1 - Summary of Significant Accounting Policies (Continued)

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In government-wide financial statements, unearned revenues consist of amounts received in advance and/or amounts from grants received before the eligibility requirements have been met.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Town has reported unearned revenues of \$14,173 and \$17,025 for payments received in advance in the Special Districts – Ambulance and Special Purpose Funds, respectively. Such amounts have been deemed to be measurable but not “available” pursuant to generally accepted accounting principles.

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

The Town has reported deferred inflows of resources of \$846,415 for real property taxes in the General Fund. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Long-Term Liabilities - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expended as incurred.

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

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated vacation and other leave upon separation from service. The liability for such accumulated leave is reflected in the government-wide Statement of Net Position as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Position - Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position on the Statement of Net Position includes, net investment in capital assets, restricted for tax certioraris, debt service, town outside villages, special districts, trusts and parklands. The balance is classified as unrestricted.

Fund Balances - Generally, fund balance represents the difference between current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Under this standard the fund balance classifications are as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables, advances) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification will be used to report funds that are restricted for debt service obligations and for other items contained in General Municipal Law of the State of New York.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Town Board is the highest level of decision making authority for the Town that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the Town removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Town Board.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Town Board for amounts assigned for balancing the subsequent year's budget or the Town Comptroller for amounts assigned for encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

Note 1 - Summary of Significant Accounting Policies (Continued)

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative, since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Town's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Town's policy to use fund balance in the following order: committed, assigned and unassigned.

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General, Town Outside Villages, Highway and Special Districts funds. Encumbrances outstanding at year-end are generally reported as assigned fund balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which is May 6, 2015.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

The Town generally follows the procedures enumerated below in establishing the budgetary data reflected in the financial statements:

- a) Prior to October 20th, the head of each administrative unit shall submit to the budget officer an estimate of revenues and expenditures for such administrative unit for the ensuing year.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 2 - Stewardship, Compliance and Accountability (Continued)

- b) The budget officer, upon completion of the review of the estimates, shall prepare a tentative budget and file such budget in the office of the Town Clerk on or before October 30th.
- c) On or before November 10th, the Town Clerk shall present the tentative budget to the Town Board.
- d) The Town Board shall review the tentative budget and may make such changes, alterations and revisions as it shall consider advisable and which are consistent with law. Upon completion of such review, the tentative budget and any modifications as approved by the Town Board shall become the preliminary budget.
- e) On or before December 10th, the Town Board shall hold a public hearing on the preliminary budget.
- f) After the public hearing, the Town Board may further change, alter and revise the preliminary budget subject to provisions of the law.
- g) The preliminary budget as submitted or amended shall be adopted by resolution no later than December 20th.
- h) Formal budgetary integration is employed during the year as a management control device for General, Town Outside Villages, Highway, Special Districts and Debt Service funds.
- i) Budgets for General, Town Outside Villages, Highway, Special Districts and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. Annual budgets are not adopted for the Proprietary or Special Purpose funds.
- j) The Town Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Town Board. Any modification to appropriations resulting from an increase in revenue estimates or supplemental reserve appropriations also require a majority vote by the Town Board.
- k) Appropriations in General, Town Outside Villages, Highway, Special Districts and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted or as amended by the Town Board.

B. Property Tax Limitation

The Town is not limited as to the maximum amount of real property taxes which may be raised. However, on June 24, 2011, the Governor signed Chapter 97 of the Laws of 2011 ("Tax Levy Limitation Law"). This applies to all local governments.

Note 2 - Stewardship, Compliance and Accountability (Continued)

The Tax Levy Limitation Law restricts the amount of real property taxes that may be levied by a Town in a particular year, beginning with the 2012 year. It expires on June 16, 2016.

The following is a brief summary of certain relevant provisions of the Tax Levy Limitation Law. The summary is not complete and the full text of the Tax Levy Limitation Law should be read in order to understand the details and implementations thereof.

The Tax Levy Limitation Law imposes a limitation on increases in the real property tax levy, subject to certain exceptions. The Tax Levy Limitation Law permits the Town to increase its overall real property tax levy over the tax levy of the prior year by no more than the "Allowable Levy Growth Factor," which is the lesser of one and two-one hundredths or the sum of one plus the Inflation Factor; provided, however that in no case shall the levy growth factor be less than one. The "Inflation Factor" is the quotient of: (i) the average of the 20 National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the National Consumer Price Indexes determined by the United States Department of Labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (ii) the average of the National Consumer Price Indexes determined by the United States Department of Labor with the result expressed as a decimal to four places. The Town is required to calculate its tax levy limit for the upcoming year in accordance with the provision above and provide all relevant information to the New York State Comptroller prior to adopting its budget. The Tax Levy Limitation Law sets forth certain exclusions to the real property tax levy limitation of the Town, including exclusions for certain portions of the expenditures for retirement system contributions and tort judgments payable by the Town. The Town Board may adopt a budget that exceeds the tax levy limit for the coming fiscal year, only if the Town Board first enacts, by a vote of at least sixty percent of the total voting power of the Town Board, a local law to override such limit for such coming fiscal year.

C. Capital Projects Fund Deficit

The unassigned deficit in the Capital Projects Fund of \$1,015,192 arises because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. These deficits will be reduced and eliminated as bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable at December 31, 2014 consisted of the following:

Town and County taxes - Current	\$	231,665
School districts taxes - Current		35,026,332
Taxes receivable overdue		674,138
Property acquired for taxes		<u>38,148</u>
		35,970,283
Allowance for uncollectible taxes		<u>(38,148)</u>
	\$	<u>35,932,135</u>

School district taxes are offset by liabilities to the school districts which will be paid no later than April 5, 2015. Taxes receivable in the fund financial statements are also partially offset by deferred tax revenues of \$846,415, which represents an estimate of the receivable which will not be collected within the first sixty days of the subsequent year.

B. Due From/To Other Funds

The balances reflected as due from/to other funds at December 31, 2014 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 10,228	\$ 5,486
Town Outside Villages	-	117,174
Highway	-	4,520
Special Districts	-	8,770
Capital Projects	80,971	3,074
Non-Major Governmental	116,675	91,199
Internal Service - Workers' Compensation Benefits	<u>22,349</u>	<u>-</u>
	<u>\$ 230,223</u>	<u>\$ 230,223</u>

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

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

C. Capital Assets

Changes in the Town's capital assets are as follows:

	Balance January 1, 2014	Additions	Deletions	Balance December 31, 2014
Capital Assets, not being depreciated				
Land	\$ 1,360,073	\$ -	\$ 431,000	\$ 929,073
Construction-in-Progress	652,181	1,971,025	712,798	1,910,408
Total Capital Assets, not being depreciated	<u>\$ 2,012,254</u>	<u>\$ 1,971,025</u>	<u>\$ 1,143,798</u>	<u>\$ 2,839,481</u>
Capital Assets, being depreciated				
Buildings and Improvements	\$ 7,027,692	\$ 58,626	\$ 3,960,147	\$ 3,126,171
Machinery and Equipment	3,198,543	227,204	21,000	3,404,747
Infrastructure	3,022,026	636,715	-	3,658,741
Total Capital Assets, being depreciated	<u>13,248,261</u>	<u>922,545</u>	<u>3,981,147</u>	<u>10,189,659</u>
Less Accumulated Depreciation for				
Buildings and Improvements	2,038,004	119,337	600,622	1,556,719
Machinery and Equipment	2,618,143	148,450	21,000	2,745,593
Infrastructure	339,841	101,593	-	441,434
Total Accumulated Depreciation	<u>4,995,988</u>	<u>369,380</u>	<u>621,622</u>	<u>4,743,746</u>
Total Capital Assets, being depreciated, net	<u>\$ 8,252,273</u>	<u>\$ 553,165</u>	<u>\$ 3,359,525</u>	<u>\$ 5,445,913</u>
Capital Assets, net	<u>\$ 10,264,527</u>	<u>\$ 2,524,190</u>	<u>\$ 4,503,323</u>	<u>\$ 8,285,394</u>

Depreciation expense was charged to the Town's functions and programs as follows:

Governmental Activities	
General Government Support	\$ 32,698
Public Safety	12,411
Transportation	124,480
Economic Opportunity and Development	4,659
Culture and Recreation	122,624
Home and Community Services	<u>72,508</u>
Total Depreciation Expense	<u>\$ 369,380</u>

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

D. Accrued Liabilities

Accrued liabilities at December 31, 2014 were as follows:

	Fund			
		Town		
	General	Outside	Highway	Total
		Villages		
Payroll and Employee				
Benefits	\$ 83,531	\$ 4,025	\$ 41,782	\$ 129,338
Other	97,136	-	-	97,136
	<u>\$ 180,667</u>	<u>\$ 4,025</u>	<u>\$ 41,782</u>	<u>\$ 226,474</u>

E. Pension Plans

The Town participates in the New York State and Local Employees' Retirement System ("ERS") ("System"). This System is cost-sharing multiple-employer defined benefit pension plans. The System provides retirement, disability and death benefits to plan members. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the New York State and Local Employees' Retirement System, 110 State Street, Albany, New York 12224.

Funding Policy - The System is non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary, employees in tier 5 who also contribute 3% of their salary without regard to their years of service and employees in tier 6 who contribute between 3% and 6% depending on salary levels and also without regard to years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plan year ended March 31, 2015 are as follows:

	Tier/Plan	Rate
ERS	4 A15	20.3 %
	5 A15	16.6
	6 A15	10.9

Contributions made to the System for the current and two preceding years were as follows:

	ERS
2014	\$ 471,438
2013	572,008
2012	398,864

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

The ERS contribution was equal to 100% of the actuarially required contribution for each respective fiscal year.

The current ERS contribution for the Town was charged to the funds identified below.

<u>Fund</u>	<u>Amount</u>
General	\$ 311,783
Town Outside Villages	11,941
Highway	144,011
Special Districts	<u>3,703</u>
	<u>\$ 471,438</u>

F. Short-Term Capital Borrowings

The schedule below details the changes in short-term capital borrowings.

<u>Purpose</u>	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance January 1, 2014</u>	<u>New Issues</u>	<u>Redemptions</u>	<u>Balance December 31, 2014</u>
North State Street Road Drainage	2012	-	- %	\$ 45,000	\$ -	\$ 45,000	\$ -
Old Albany Post Road "S" Curve	2012	-	-	112,156	-	112,156	-
Water Mains Cedar Lane	2012	-	-	352,500	-	352,500	-
Old Albany Post Road Dead-End	2013	08/21/2015	1.00	500,000	-	33,334	466,666
Old Albany Post Road Dead-End	2014	08/21/2015	1.00	-	800,000	-	800,000
Old Albany Post Road Dead-End	2014	08/21/2015	0.87	-	475,000	-	475,000
				<u>\$ 1,009,656</u>	<u>\$ 1,275,000</u>	<u>\$ 542,990</u>	<u>\$ 1,741,666</u>

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are recorded in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within five years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expenditures were recorded in the fund financial statements as identified below. Interest expense of \$10,260 was recorded in the government-wide financial statements for governmental activities.

<u>Fund</u>	<u>Amount</u>
Highway	\$ 4,732
Special Districts	<u>2,538</u>
	<u>\$ 7,270</u>

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

G. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2014:

	Balance January 1, 2014	Additions	Maturities and/or Payments	Balance December 31, 2014	Due Within One Year
Bonds Payable					
Capital construction	\$ 5,427,000	\$ 1,373,947	\$ 2,198,000	\$ 4,602,947	\$ 346,588
Other	858,000	320,000	62,000	1,116,000	87,359
	6,285,000	1,693,947	2,260,000	5,718,947	433,947
Claims Payable	35,461	11,229	21,219	25,471	2,500
Compensated Absences	39,543	15,269	5,000	49,812	5,000
Other Post Employment Benefit Obligations Payable	3,577,685	1,057,724	433,137	4,202,272	-
	<u>\$ 9,937,689</u>	<u>\$ 2,778,169</u>	<u>\$ 2,719,356</u>	<u>\$ 9,996,502</u>	<u>\$ 441,447</u>

Each governmental fund's liability for compensated absences and other post employment benefit obligations is liquidated by the respective fund. The Town's indebtedness for bonds is satisfied by the Debt Service Fund, which is funded primarily by the General, Town Outside Villages, Highway and Special Districts funds. Claims are paid by the Internal Service Fund - Workers' Compensation Benefits Fund, which is funded by the various governmental funds

Bonds Payable

Bonds payable at December 31, 2014 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rate	Amount Outstanding at December 31, 2014
Public Improvements	2000	\$ 1,561,000	June, 2020	5.250 - 5.50 %	\$ 515,000
Public Improvements	2003	4,736,000	May, 2018	4.50	225,000
Public Improvements	2007	1,695,000	April, 2027	4.125 - 4.25	1,135,000
Public Improvements	2012	2,425,000	February, 2032	2.000 - 3.00	2,150,000
Public Improvements	2014	1,693,947	September, 2026	2.000 - 3.00	1,693,947
					<u>\$ 5,718,947</u>

Interest expenditures of \$189,025, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$191,057 was recorded in the government-wide financial statements for governmental activities.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of December 31, 2014 including interest payments of \$1,163,375 are as follows:

Year Ended December 31,	Principal	Interest
2015	\$ 433,947	\$ 169,307
2016	445,000	155,150
2017	465,000	141,056
2018	685,000	122,081
2019	460,000	103,106
2020-2024	1,790,000	345,081
2025-2029	1,130,000	114,694
2030-2032	310,000	12,900
	<u>\$ 5,718,947</u>	<u>\$ 1,163,375</u>

The above general obligation bonds and installment purchase debt are direct obligations of the Town, for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the Town.

Claims Payable

The Internal Service Fund reflects workers' compensation claim liabilities. These liabilities are based upon estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported, but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflects past inflation and other factors that are considered to be appropriate modifiers of past experience.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

An analysis of the activity of unpaid claim liabilities is as follows:

	2014	2013
Balance - Beginning of Year	\$ 35,461	\$ 90,473
Provision for Claims and Claims Adjustment Expenses	11,229	14,433
Claims and Claims Adjustment Expenses Paid	(21,219)	(69,445)
Balance - End of Year	<u>\$ 25,471</u>	<u>\$ 35,461</u>
Due Within One Year	<u>\$ 2,500</u>	<u>\$ 3,500</u>

Compensated Absences

Sick leave for all Town employees may be accumulated, however, the Town is not required to pay accumulated sick leave upon retirement or termination. Employees covered under the Teamsters bargaining agreement may accumulate a maximum of 10 days of vacation which will be paid upon separation of service. Employees covered under the CSEA bargaining agreement forfeit vacation days not used by June 30th of the subsequent year. Certain employees are also eligible for compensation for terminal leave upon retirement. The value of compensated absences has been reflected in the government-wide financial statements.

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employee's may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expenditure as claims are paid in the fund financial statements.

The Town's annual other post employment benefit ("OPEB") cost (expense) is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. GASB Statement No. 45 establishes standards for the measurement, recognition and display of the expenses and liabilities for retirees' medical insurance. As a result, reporting of expenses and liabilities will no longer be done under the "pay-as-you-go" approach. Instead of expensing the current year premiums paid, a per capita claims cost will be determined, which will be used to determine a "normal cost", an "actuarial accrued liability", and ultimately the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. In addition, the assumptions and projections utilized do not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. The actuarial calculations of the OPEB plan reflect a long-term perspective.

The Town is required to accrue on the government-wide financial statements the amounts necessary to finance the plan as actuarially determined, which is equal to the balance not paid by plan members. Funding for the Plan has been established on a pay-as-you-go basis. The assumed rates of increase in post-retirement benefits are as follows:

<u>Year Ended December 31,</u>	<u>Assumed Increase</u>
2014	7.0 %
2015	6.0
2016+	5.0

The amortization basis is the level percentage of payroll with a closed amortization approach with 24 years remaining in the amortization period. The actuarial assumptions included a 4% investment rate of return, a 3.5% inflation rate and a 2.5% annual payroll growth rate. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the entry age method.

The number of participants as of December 31, 2014 was as follows:

Active Employees	46
Retired Employees	<u>44</u>
Total	<u>90</u>

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Amortization Component	
Actuarial Accrued Liability as of January 1, 2014	\$ 13,165,172
Assets at Market Value	-
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 13,165,172</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 2,602,675</u>
UAAL as a Percentage of Covered Payroll	<u>505.83%</u>
Annual Required Contribution	\$ 1,090,665
Adjustment to annual required contribution	(176,048)
Interest on Net OPEB Obligation	<u>143,107</u>
Annual OPEB Cost	1,057,724
Contributions Made	<u>(433,137)</u>
Increase in Net OPEB Obligation	624,587
Net OPEB Obligation - Beginning of Year	<u>3,577,685</u>
Net OPEB Obligation - End of Year	<u>\$ 4,202,272</u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the current year is as follows:

<u>Fiscal Year Ended December 31,</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2012	\$ 971,990	40.80 %	\$ 2,961,077
2013	1,014,473	39.22	3,577,685
2014	1,057,724	40.95	4,202,272

H. Revenues and Expenditures

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without the equivalent flow of assets in return. The interfund transfers reflected below have been reflected as transfers:

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Transfers Out	Transfers In				Total
	General Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ -	\$ 8,626	\$ 135,429	\$ 144,055
Town Outside Villages Fund	-	-	-	559,484	559,484
Highway Fund	-	-	46,906	88,031	134,937
Special Districts Fund	-	-	166,087	191,082	357,169
Capital Projects Fund	8,916	-	-	3,063	11,979
Non-Major Governmental Funds	30,000	25,746	80,971	-	136,717
	<u>\$ 38,916</u>	<u>\$ 25,746</u>	<u>\$ 302,590</u>	<u>\$ 977,089</u>	<u>\$ 1,344,341</u>

Transfers are used to 1) move funds from the operating funds to the Debt Service Fund as debt service principal and interest payments become due and 2) move amounts earmarked in the operating funds to fulfill commitments for General, Special Districts and Capital Projects funds expenditures.

I. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted for Tax Certioraris - the component of net position that has been established pursuant to Town Law Section 55-b to put aside unexpended bond proceeds to be used for the payment of future tax certiorari refunds.

Restricted for Debt Service - the component of net position that reports the difference between assets and liabilities with constraints placed on their use by Local Finance Law.

Restricted for Town Outside Villages - the component of net position that represents funds restricted for Town Outside Villages purposes.

Restricted for Special Districts Funds - the component of net position that represents funds restricted for specific purposes under New York State Law or by external parties and/or statutes.

Restricted for Trusts - the component of net position that has been established to set aside funds in accordance with the terms of the grants.

Town of Ossining, New York

Notes to Financial Statements (Continued)

December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Parklands - the component of net position that has been established pursuant to New York State Law. These amounts represent funds received by the Town in lieu of parklands as a condition precedent to the approval of a parcel by the Planning Board. These funds may be used only for recreation purposes.

Unrestricted - all other amounts that do not meet the definition of "restricted" or "net investment in capital assets".

Town of Ossining, New York

Notes to Financial Statements (Continued) December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

J. Fund Balances

	2014							2013						
	General Fund	Town Outside Villages Fund	Highway Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Town Outside Villages Fund	Highway Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable														
Prepaid expenditures	\$ 86,394	\$ 3,649	\$ 43,566	\$ 1,077	\$ -	\$ -	\$ 134,686	\$ 109,280	\$ 3,085	\$ 44,253	\$ 1,209	\$ -	\$ -	\$ 157,827
Restricted														
Tax certioraris	32,701	22,893	17,993	21,918	-	-	95,505	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	67,226	67,226	-	-	-	-	-	61,806	61,806
Trusts	-	-	-	-	-	258,606	258,606	-	-	-	-	-	236,879	236,879
Parklands	-	-	-	-	-	519	519	-	-	-	-	-	13,923	13,923
Total Restricted	32,701	22,893	17,993	21,918	-	326,351	421,856	-	-	-	-	-	312,408	312,408
Assigned														
Purchases on order														
General government support	-	-	-	-	-	-	-	5,500	-	-	-	-	-	5,500
Transportation	-	-	9,289	-	-	-	9,289	-	-	-	-	-	-	-
	-	-	9,289	-	-	-	9,289	5,500	-	-	-	-	-	5,500
Subsequent year's expenditures	153,341	-	-	40,114	-	43,963	237,418	-	-	-	-	-	85,132	85,132
Major Funds	-	1,848,805	757,986	878,080	-	-	3,484,871	-	1,530,207	692,204	965,599	-	-	3,188,010
Total Assigned	153,341	1,848,805	767,275	918,194	-	43,963	3,731,578	5,500	1,530,207	692,204	965,599	-	85,132	3,278,642
Unassigned	1,880,373	-	-	-	(1,015,192)	-	865,181	1,854,064	-	-	-	(295,215)	-	1,558,849
Total Fund Balances	\$ 2,152,809	\$ 1,875,347	\$ 828,834	\$ 941,189	\$ (1,015,192)	\$ 370,314	\$ 5,153,301	\$ 1,968,844	\$ 1,533,292	\$ 736,457	\$ 966,808	\$ (295,215)	\$ 397,540	\$ 5,307,726

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2014

Note 3 - Detailed Notes on All Funds (Continued)

Certain elements of fund balance are described above. Those additional elements which are not reflected in the Statement of Net Position but are reported in the governmental funds balance sheet are described below.

Prepaid Expenditures has been established to account for retirement, insurance and certain other payments made in advance. The amount is classified as nonspendable to indicate that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

Purchases on order represent the Town's intention to honor the contracts in process at year-end. The subsequent year's appropriations will be amended to provide authority to complete the transactions. The amounts are reflected as assigned fund balance except where the assignment would cause a negative unassigned fund balance.

Subsequent year's expenditures represent that at December 31, 2014, the Town Board has assigned the above amounts to be appropriated for the ensuing year's budget.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned. Unassigned fund balance in the Capital Projects Fund represents the deficit balances in the capital projects.

Note 4 - Summary Disclosure of Significant Contingencies

Litigation

The Town, in common with other municipalities, receives numerous notices of claims for money damages arising from false arrest, property damage or personal injury. Of the claims pending, none are expected to have a material effect on the financial position of the Town, if adversely settled.

There are currently pending tax certiorari proceedings, the results of which could require the payment of future tax refunds by the Town if existing assessment rolls are modified based on the outcome of the litigation proceedings. However, the amount of these refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

A proceeding was commenced by the Village of Briarcliff Manor against the Town in connection with the proposed annexation of election districts 17 and 20 from the unincorporated area of Ossining to the Village of Briarcliff Manor. The Town has retained outside counsel to handle this matter.

Contingencies

The Town participates in various Federal grant programs. These programs may be subject to program compliance audits. Accordingly, the Town's compliance with applicable grant requirements may be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the Town anticipates such amounts, if any, to be immaterial.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Risk Management

The Town purchases various conventional insurance policies to limit its exposure to loss. The general liability policy provides coverage of \$1 million per occurrence and \$2 million in the aggregate. The public officials liability policy provides coverage up to \$10 million. In addition, the Town has an excess liability policy which provides coverage up to \$10 million per occurrence and \$20 million in the aggregate. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past three fiscal years.

Effective January 1, 2009, the Town purchased conventional workers' compensation insurance. Previous to that, the Town was self-insured for workers' compensation benefits. The Town is responsible for outstanding claims under the previous self-insured plan. The Town retains the risk for these claims up to \$125,000 per year. Insurance coverage has been secured for losses in excess of \$125,000. The governmental funds are charged premiums by the Internal Service Fund.

The Town purchases conventional health insurance for its employees.

Town of Ossining, New York

Required Supplementary Information - Schedule of Funding Progress
Other Post Employment Benefits
Last Three Fiscal Years

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2014	\$ -	\$ 13,165,172	\$ 13,165,172	- %	\$ 2,602,675	505.83 %
January 1, 2013	-	12,625,483	12,625,483	-	2,539,196	497.22
January 1, 2012	-	12,116,081	12,116,081	-	2,477,264	489.09

Town of Ossining, New York

General Fund
Comparative Balance Sheet
December 31,

	2014	2013
ASSETS		
Cash and equivalents	\$ 13,650,651	\$ 14,308,968
Taxes receivable		
Town and County taxes	231,665	286,593
School districts taxes	35,026,332	31,898,376
Taxes receivable overdue	674,138	1,239,845
Property acquired for taxes	38,148	38,148
	35,970,283	33,462,962
Allowance for uncollectible taxes	(38,148)	(38,148)
	35,932,135	33,424,814
Other receivables		
Accounts	89,935	84,953
State and Federal aid	10,347	16,893
Due from other governments	63,837	168,336
Due from other funds	10,228	1,304
	174,347	271,486
Prepaid expenditures	86,394	109,280
Total Assets	\$ 49,843,527	\$ 48,114,548
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 139,749	\$ 103,213
Accrued liabilities	180,667	131,516
Due to school districts	46,518,401	45,190,007
Due to other funds	5,486	13,873
Total Liabilities	46,844,303	45,438,609
Deferred inflows of resources		
Deferred tax revenues	846,415	707,095
Total Liabilities and Deferred Inflows of Resources	47,690,718	46,145,704
Fund balance		
Nonspendable	86,394	109,280
Restricted	32,701	-
Assigned	153,341	5,500
Unassigned	1,880,373	1,854,064
Total Fund Balance	2,152,809	1,968,844
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 49,843,527	\$ 48,114,548

Town of Ossining, New York

General Fund Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Years Ended December 31,

	2014			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 3,184,106	\$ 3,178,816	\$ 3,072,903	\$ (105,913)
Other tax items	452,650	493,277	642,362	149,085
Departmental income	39,800	47,415	52,941	5,526
Intergovernmental charges	345,655	345,655	338,521	(7,134)
Licenses and permits	2,500	2,500	4,184	1,684
Use of money and property	40,800	40,800	49,323	8,523
Fines and forfeitures	225,000	225,000	200,891	(24,109)
Sale of property and compensation for loss	-	3,100	9,416	6,316
State aid	674,600	674,600	731,071	56,471
Federal aid	71,000	75,359	95,120	19,761
Miscellaneous	99,200	99,200	62,951	(36,249)
Total Revenues	5,135,311	5,185,722	5,259,683	73,961
EXPENDITURES				
Current				
General government support	2,314,427	2,383,897	2,332,687	51,210
Economic opportunity and development	572,157	550,161	543,571	6,590
Culture and recreation	853,320	1,010,686	1,008,418	2,268
Employee benefits	1,295,476	1,190,911	1,158,585	32,326
Total Expenditures	5,035,380	5,135,655	5,043,261	92,394
Excess (Deficiency) of Revenues Over Expenditures	99,931	50,067	216,422	166,355
OTHER FINANCING USES				
Bonds issued	-	40,025	72,682	32,657
Transfers in	30,000	38,915	38,916	1
Transfers out	(135,431)	(144,057)	(144,055)	2
Total Other Financing Uses	(105,431)	(65,117)	(32,457)	32,660
Net Change in Fund Balance	(5,500)	(15,050)	183,965	199,015
FUND BALANCE				
Beginning of Year	5,500	15,050	1,968,844	1,953,794
End of Year	\$ -	\$ -	\$ 2,152,809	\$ 2,152,809

2013			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,980,852	\$ 2,975,689	\$ 3,394,925	\$ 419,236
417,650	417,650	503,833	86,183
25,800	25,800	39,953	14,153
433,174	433,173	420,387	(12,786)
2,500	2,500	3,438	938
60,800	60,800	43,284	(17,516)
225,000	225,000	226,274	1,274
-	51,200	67,474	16,274
597,000	597,000	849,644	252,644
73,400	151,647	140,895	(10,752)
103,000	107,051	90,029	(17,022)
4,919,176	5,047,510	5,780,136	732,626
2,322,708	2,312,798	2,230,325	82,473
578,054	559,122	533,534	25,588
861,429	989,173	985,781	3,392
1,249,297	1,248,071	1,201,989	46,082
5,011,488	5,109,164	4,951,629	157,535
(92,312)	(61,654)	828,507	890,161
-	-	-	-
116,692	116,692	115,454	(1,238)
(138,380)	(225,730)	(225,728)	2
(21,688)	(109,038)	(110,274)	(1,236)
(114,000)	(170,692)	718,233	888,925
114,000	170,692	1,250,611	1,079,919
\$ -	\$ -	\$ 1,968,844	\$ 1,968,844

Town of Ossining, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended December 31, 2014

(With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
REAL PROPERTY TAXES	<u>\$ 3,184,106</u>	<u>\$ 3,178,816</u>	<u>\$ 3,072,903</u>	<u>\$ (105,913)</u>	<u>\$ 3,394,925</u>
OTHER TAX ITEMS					
Payments in lieu of taxes	17,650	17,650	17,374	(276)	17,001
Gain on sale of tax acquired property	-	3,330	3,331	1	-
Interest and penalties on real property taxes	<u>435,000</u>	<u>472,297</u>	<u>621,657</u>	<u>149,360</u>	<u>486,832</u>
	<u>452,650</u>	<u>493,277</u>	<u>642,362</u>	<u>149,085</u>	<u>503,833</u>
DEPARTMENTAL INCOME					
Reimbursement for tax sale advertising	12,000	19,615	24,798	5,183	17,990
Clerk fees	7,300	7,300	11,054	3,754	8,268
Public health fees	8,500	8,500	12,574	4,074	11,140
Parks and recreation fees	10,000	10,000	3,355	(6,645)	-
Marina and dock fees	<u>2,000</u>	<u>2,000</u>	<u>1,160</u>	<u>(840)</u>	<u>2,555</u>
	<u>39,800</u>	<u>47,415</u>	<u>52,941</u>	<u>5,526</u>	<u>39,953</u>
INTERGOVERNMENTAL CHARGES					
Reimbursement for election expenses	15,500	15,500	18,253	2,753	16,332
Reimbursement for parking violations	136,376	136,376	136,376	-	227,904
Reimbursement for clerk services	<u>193,779</u>	<u>193,779</u>	<u>183,892</u>	<u>(9,887)</u>	<u>176,151</u>
	<u>345,655</u>	<u>345,655</u>	<u>338,521</u>	<u>(7,134)</u>	<u>420,387</u>
LICENSES AND PERMITS					
Dog license fees	<u>2,500</u>	<u>2,500</u>	<u>4,184</u>	<u>1,684</u>	<u>3,438</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	25,000	25,000	21,995	(3,005)	21,994
Rental of real property	<u>15,800</u>	<u>15,800</u>	<u>27,328</u>	<u>11,528</u>	<u>21,290</u>
	<u>40,800</u>	<u>40,800</u>	<u>49,323</u>	<u>8,523</u>	<u>43,284</u>

FINES AND FORFEITURES

Fines and forfeited bail	225,000	225,000	200,891	(24,109)	226,274
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**SALE OF PROPERTY AND
COMPENSATION FOR LOSS**

Minor sales	-	-	1,141	1,141	10
Insurance recoveries	-	3,100	8,275	5,175	67,464
	-	3,100	9,416	6,316	67,474

STATE AID

Per capita	151,000	151,000	151,987	987	151,987
Mortgage tax	485,000	485,000	532,257	47,257	628,154
Supplemental Nutrition Assistance Program	38,600	38,600	43,061	4,461	41,277
Other	-	-	3,766	3,766	28,226
	674,600	674,600	731,071	56,471	849,644

FEDERAL AID

Emergency disaster assistance	-	4,359	4,359	-	82,837
Title III B	10,000	10,000	9,143	(857)	11,082
Title III C-1	23,000	23,000	27,404	4,404	23,739
Title III C-2	23,000	23,000	32,889	9,889	23,237
Commodity funding	15,000	15,000	21,325	6,325	-
	71,000	75,359	95,120	19,761	140,895

MISCELLANEOUS

Call-A-Cab	30,000	30,000	23,335	(6,665)	26,071
Senior Nutrition Program	41,900	41,900	28,732	(13,168)	37,802
Medicare Part D subsidy	16,300	16,300	-	(16,300)	8,265
Refund of prior year's expenditures	-	-	-	-	1,052
Gifts and donations	-	-	-	-	5,200
Other	11,000	11,000	10,884	(116)	11,639
	99,200	99,200	62,951	(36,249)	90,029

TOTAL REVENUES

5,135,311	5,185,722	5,259,683	73,961	5,780,136
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Town of Ossining, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget (Continued)

Year Ended December 31, 2014

(With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
OTHER FINANCING SOURCES					
Bonds issued	\$ -	\$ 40,025	\$ 72,682	\$ 32,657	\$ -
Transfers in					
Capital Projects Fund	-	8,915	8,916	1	-
Debt Service Fund	30,000	30,000	30,000	-	115,454
TOTAL OTHER FINANCING SOURCES	30,000	78,940	111,598	32,658	115,454
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 5,165,311	\$ 5,264,662	\$ 5,371,281	\$ 106,619	\$ 5,895,590

Town of Ossining, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended December 31, 2014

(With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 44,236	\$ 45,798	\$ 45,798	\$ -	\$ 44,506
Town Justice	584,592	587,785	579,392	8,393	514,270
Supervisor	132,110	138,240	138,239	1	131,234
Auditor	25,225	24,411	24,411	-	25,386
Tax Collector	160,235	153,065	140,219	12,846	225,908
Assessor	430,962	435,892	432,713	3,179	358,669
Town Clerk	209,950	215,698	214,999	699	203,549
Town Attorney	143,427	186,020	186,015	5	145,949
Engineer	7,000	7,000	7,000	-	24,525
Elections	74,074	76,101	75,772	329	73,902
Buildings	195,522	197,429	192,999	4,430	194,410
Central communications	43,281	43,331	42,497	834	44,624
Central data processing	166,127	166,127	158,350	7,777	147,280
Unallocated insurance	52,259	52,259	45,811	6,448	54,092
Judgments and claims	5,000	39,735	34,735	5,000	30,973
Filing fees	3,000	3,000	2,805	195	1,141
Taxes on Town owned property	4,000	4,074	4,074	-	3,890
Metropolitan commuter transportation mobility tax	6,927	6,927	6,858	69	6,017
Contingency	26,500	1,005	-	1,005	-
	<u>2,314,427</u>	<u>2,383,897</u>	<u>2,332,687</u>	<u>51,210</u>	<u>2,230,325</u>

ECONOMIC OPPORTUNITY AND DEVELOPMENT

Veteran's services	4,000	4,155	4,154	1	3,925
Nutrition - C-1	39,400	34,812	34,448	364	37,344
Nutrition - C-2	57,000	50,168	49,970	198	52,092
Transportation support services	438,407	430,078	424,975	5,103	409,122
Supplemental Nutrition Assistance Program	29,500	27,098	26,640	458	27,865
R.U.O.K. Program	3,850	3,850	3,384	466	3,186
	<u>572,157</u>	<u>550,161</u>	<u>543,571</u>	<u>6,590</u>	<u>533,534</u>

CULTURE AND RECREATION

Parks	424,227	583,565	581,838	1,727	563,495
Youth programs	404,093	404,969	404,969	-	399,522
Celebrations	7,500	7,631	7,631	-	10,885
Parks sewer lift stations	17,500	14,521	13,980	541	11,879
	<u>853,320</u>	<u>1,010,686</u>	<u>1,008,418</u>	<u>2,268</u>	<u>985,781</u>

EMPLOYEE BENEFITS

State retirement	396,700	324,280	311,783	12,497	393,854
Social security	155,867	155,867	153,422	2,445	149,361
Workers' compensation benefits	55,051	55,051	45,646	9,405	45,898
Life and dental insurance	47,000	41,016	39,205	1,811	39,806
Unemployment benefits	20,000	5,059	5,058	1	6,344
Disability insurance	3,000	3,028	3,028	-	2,699
Hospital and medical insurance	617,858	606,610	600,443	6,167	564,027
	<u>1,295,476</u>	<u>1,190,911</u>	<u>1,158,585</u>	<u>32,326</u>	<u>1,201,989</u>

TOTAL EXPENDITURES

	<u>5,035,380</u>	<u>5,135,655</u>	<u>5,043,261</u>	<u>92,394</u>	<u>4,951,629</u>
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OTHER FINANCING USES

Transfers out					
Debt Service Fund	135,431	135,431	135,429	2	138,378
Capital Projects Fund	-	8,626	8,626	-	87,350

TOTAL OTHER FINANCING USES

	<u>135,431</u>	<u>144,057</u>	<u>144,055</u>	<u>2</u>	<u>225,728</u>
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**TOTAL EXPENDITURES AND OTHER
FINANCING USES**

	<u>\$ 5,170,811</u>	<u>\$ 5,279,712</u>	<u>\$ 5,187,316</u>	<u>\$ 92,396</u>	<u>\$ 5,177,357</u>
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Town of Ossining, New York

Town Outside Villages Fund
Comparative Balance Sheet
December 31,

	2014	2013
ASSETS		
Cash and equivalents	\$ 2,808,792	\$ 2,457,937
Receivables		
Accounts	55,069	55,528
Due from other governments	201,087	196,862
Due from other funds	-	179
	256,156	252,569
Prepaid expenditures	3,649	3,085
Total Assets	\$ 3,068,597	\$ 2,713,591
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 1,072,051	\$ 1,147,944
Accrued liabilities	4,025	947
Due to other funds	117,174	31,408
Total Liabilities	1,193,250	1,180,299
Fund balance		
Nonspendable	3,649	3,085
Restricted	22,893	-
Assigned	1,848,805	1,530,207
Total Fund Balance	1,875,347	1,533,292
Total Liabilities and Fund Balance	\$ 3,068,597	\$ 2,713,591

Town of Ossining, New York

Town Outside Villages Fund Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Years Ended December 31,

	2014			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,795,646	\$ 2,786,409	\$ 2,786,409	\$ -
Other tax items	114,000	114,000	130,609	16,609
Non-property taxes	700,000	700,000	787,162	87,162
Departmental income	86,400	86,400	117,722	31,322
Use of money and property	9,000	9,000	5,885	(3,115)
Licenses and permits	-	-	1,400	1,400
Sale of property and compensation for loss	-	-	-	-
Miscellaneous	5,000	5,000	32,255	27,255
Total Revenues	3,710,046	3,700,809	3,861,442	160,633
EXPENDITURES				
Current				
General government support	254,686	318,749	240,695	78,054
Public safety	2,702,877	2,774,156	2,550,782	223,374
Home and community services	49,800	60,138	43,017	17,121
Employee benefits	350,694	335,336	289,112	46,224
Total Expenditures	3,358,057	3,488,379	3,123,606	364,773
Excess of Revenues Over Expenditures	351,989	212,430	737,836	525,406
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	72,758	95,625	22,867
Insurance recoveries	-	66,801	68,078	1,277
Transfers out	(351,989)	(586,989)	(559,484)	27,505
Total Other Financing Uses	(351,989)	(447,430)	(395,781)	51,649
Net Change in Fund Balance	-	(235,000)	342,055	577,055
FUND BALANCE				
Beginning of Year	-	235,000	1,533,292	1,298,292
End of Year	\$ -	\$ -	\$ 1,875,347	\$ 1,875,347

2013			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,752,011	\$ 2,743,334	\$ 2,740,907	\$ (2,427)
114,000	114,000	121,198	7,198
700,000	700,000	760,451	60,451
79,300	80,100	101,857	21,757
9,000	9,000	6,278	(2,722)
-	-	22,600	22,600
-	-	3,550	3,550
5,000	5,000	3,283	(1,717)
3,659,311	3,651,434	3,760,124	108,690
300,692	286,156	229,435	56,721
2,648,693	2,703,160	2,628,744	74,416
51,160	49,760	25,889	23,871
314,612	324,063	312,217	11,846
3,315,157	3,363,139	3,196,285	166,854
344,154	288,295	563,839	275,544
-	-	-	-
-	-	905	-
(344,154)	(344,154)	(344,152)	2
(344,154)	(344,154)	(343,247)	2
-	(55,859)	220,592	275,546
-	55,859	1,312,700	1,256,841
\$ -	\$ -	\$ 1,533,292	\$ 1,532,387

Town of Ossining, New York

Town Outside Villages Fund
Schedule of Revenues and Other Financing Sources Compared to Budget
Year Ended December 31, 2014
(With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
REAL PROPERTY TAXES	\$ 2,795,646	\$ 2,786,409	\$ 2,786,409	\$ -	\$ 2,740,907
OTHER TAX ITEMS					
Franchise fees	114,000	114,000	129,149	15,149	121,198
Payments in lieu of taxes	-	-	1,460	1,460	-
	114,000	114,000	130,609	16,609	121,198
NON-PROPERTY TAXES					
Non-property tax distribution from County	700,000	700,000	787,162	87,162	760,451
DEPARTMENTAL INCOME					
Engineering fees	-	-	4,200	4,200	-
Police fees	2,000	2,000	625	(1,375)	2,150
Alarm fees and fines	12,000	12,000	10,199	(1,801)	13,500
Building inspection fees	65,000	65,000	96,185	31,185	77,407
Zoning fees	500	500	450	(50)	600
Planning Board fees	6,100	6,100	5,010	(1,090)	7,225
Other fees	800	800	1,053	253	975
	86,400	86,400	117,722	31,322	101,857
USE OF MONEY AND PROPERTY					
Earnings on investments	9,000	9,000	5,885	(3,115)	6,278
LICENSES AND PERMITS					
Film permits	-	-	1,400	1,400	22,600

**SALE OF PROPERTY AND
COMPENSATION FOR LOSS**

Sale of equipment	-	-	-	-	3,550
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MISCELLANEOUS

Refund of prior year's expenditures	-	-	32,234	32,234	78
Medicare Part D subsidy	5,000	5,000	-	(5,000)	3,205
Unclassified	-	-	21	21	-

	5,000	5,000	32,255	27,255	3,283
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TOTAL REVENUES	3,710,046	3,700,809	3,861,442	160,633	3,760,124
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OTHER FINANCING SOURCES

Bonds issued	-	72,758	95,625	22,867	-
Insurance recoveries	-	66,801	68,078	1,277	905

TOTAL OTHER FINANCING SOURCES	-	139,559	163,703	24,144	905
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TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 3,710,046	\$ 3,840,368	\$ 4,025,145	\$ 184,777	\$ 3,761,029
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Town of Ossining, New York

Town Outside Villages Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended December 31, 2014

(With Comparative Actuals for 2013)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2013 Actual
GENERAL GOVERNMENT SUPPORT					
Auditor	\$ 17,933	\$ 18,233	\$ 18,233	\$ -	\$ 17,933
Engineer	56,000	56,001	56,000	1	57,512
Central data processing	62,230	62,230	57,857	4,373	54,755
Unallocated insurance	17,175	18,429	17,498	931	30,720
Judgments and claims	8,000	71,521	66,282	5,239	62,655
Filing fees	1,000	2,180	2,179	1	425
Intermunicipal Agreement study	-	22,287	22,287	-	5,029
Metropolitan commuter transportation mobility tax	348	360	359	1	406
Contingency	92,000	67,508	-	67,508	-
	<u>254,686</u>	<u>318,749</u>	<u>240,695</u>	<u>78,054</u>	<u>229,435</u>
PUBLIC SAFETY					
Police	2,563,836	2,629,383	2,406,606	222,777	2,493,907
Control of animals	16,100	16,132	16,132	-	13,597
Building inspection	122,941	128,641	128,044	597	121,240
	<u>2,702,877</u>	<u>2,774,156</u>	<u>2,550,782</u>	<u>223,374</u>	<u>2,628,744</u>
HOME AND COMMUNITY SERVICES					
Zoning Board	1,700	1,700	669	1,031	3,031
Planning Board	35,600	45,938	39,648	6,290	20,319
Storm Water Management	12,000	12,000	2,500	9,500	2,153
Environmental Advisory Council	500	500	200	300	386
	<u>49,800</u>	<u>60,138</u>	<u>43,017</u>	<u>17,121</u>	<u>25,889</u>

EMPLOYEE BENEFITS

State retirement	20,962	17,109	11,941	5,168	13,625
Police retirement	-	-	-	-	7,292
Social security	7,831	8,082	8,081	1	9,141
Workers' compensation benefits	52,288	42,304	8,601	33,703	28,486
Life and dental insurance	5,587	5,587	3,937	1,650	4,955
Disability insurance	500	500	234	266	244
Hospital and medical insurance	263,526	261,754	256,318	5,436	248,474

	<u>350,694</u>	<u>335,336</u>	<u>289,112</u>	<u>46,224</u>	<u>312,217</u>
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TOTAL EXPENDITURES

	3,358,057	3,488,379	3,123,606	364,773	3,196,285
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OTHER FINANCING USES

Transfers out					
Debt Service Fund	351,989	586,989	559,484	27,505	344,152

TOTAL EXPENDITURES
AND OTHER FINANCING USES

	<u>\$ 3,710,046</u>	<u>\$ 4,075,368</u>	<u>\$ 3,683,090</u>	<u>\$ 392,278</u>	<u>\$ 3,540,437</u>
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Town of Ossining, New York

Highway Fund
Comparative Balance Sheet
December 31,

	2014	2013
ASSETS		
Cash and equivalents	\$ 847,001	\$ 754,052
Receivables		
Accounts	3,900	2,000
Due from other governments	2,689	6,008
Due from other funds	-	3,197
	6,589	11,205
Prepaid expenditures	43,566	44,253
Total Assets	\$ 897,156	\$ 809,510
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 22,020	\$ 38,270
Accrued liabilities	41,782	33,853
Due to other funds	4,520	930
Total Liabilities	68,322	73,053
Fund balance		
Nonspendable	43,566	44,253
Restricted	17,993	-
Assigned	767,275	692,204
Total Fund Balance	828,834	736,457
Total Liabilities and Fund Balance	\$ 897,156	\$ 809,510

Town of Ossining, New York

Highway Fund

Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Years Ended December 31,

	2014			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,213,729	\$ 2,206,414	\$ 2,206,414	\$ -
Other tax items	-	-	1,156	1,156
Departmental income	5,550	5,550	7,390	1,840
Use of money and property	5,000	5,000	1,493	(3,507)
Sale of property and compen- sation for loss	-	-	782	782
State aid	-	-	973	973
Federal aid	-	-	13,078	13,078
Miscellaneous	5,500	5,500	3,815	(1,685)
Total Revenues	2,229,779	2,222,464	2,235,101	12,637
EXPENDITURES				
Current				
General government support	214,536	230,945	178,611	52,334
Transportation	1,225,304	1,416,612	1,370,551	46,061
Employee benefits	646,499	605,054	528,445	76,609
Debt service				
Interest				
Bond anticipation notes	4,732	4,732	4,732	-
Total Expenditures	2,091,071	2,257,343	2,082,339	175,004
Excess (Deficiency) of Revenues Over Expenditures	138,708	(34,879)	152,762	187,641
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	56,581	74,552	17,971
Transfers in	-	-	-	-
Transfers out	(138,708)	(147,401)	(134,937)	12,464
Total Other Financing Uses	(138,708)	(90,820)	(60,385)	30,435
Net Change in Fund Balance	-	(125,699)	92,377	218,076
FUND BALANCE				
Beginning of Year	-	125,699	736,457	610,758
End of Year	\$ -	\$ -	\$ 828,834	\$ 828,834

2013			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,187,348	\$ 2,180,452	\$ 2,178,523	\$ (1,929)
-	-	-	-
5,550	5,550	5,815	265
5,000	5,000	1,518	(3,482)
-	-	947	947
-	-	-	-
-	50,880	159,006	108,126
5,500	5,500	10,640	5,140
2,203,398	2,247,382	2,356,449	109,067
189,945	204,227	152,623	51,604
1,242,332	1,314,824	1,256,319	58,505
616,259	596,177	510,125	86,052
1,921	1,921	1,921	-
2,050,457	2,117,149	1,920,988	196,161
152,941	130,233	435,461	305,228
-	-	-	-
-	33,644	33,644	-
(152,941)	(381,586)	(381,582)	4
(152,941)	(347,942)	(347,938)	4
-	(217,709)	87,523	305,232
-	217,709	648,934	431,225
\$ -	\$ -	\$ 736,457	\$ 736,457

Town of Ossining, New York

Special Districts Fund
Combining Balance Sheet - Sub-Funds
December 31, 2014
(With Comparative Totals for 2013)

		Sewer Districts		
	Townwide Water	Conso- lidated	North State Road	Lighting
ASSETS				
Cash and equivalents	\$ 16,037	\$ 592,384	\$ 7,830	\$ 20,545
Receivables				
Due from other governments	16	463	-	76
Due from other funds	-	-	-	-
	16	463	-	76
Prepaid expenditures	-	1,077	-	-
Total Assets	<u>\$ 16,053</u>	<u>\$ 593,924</u>	<u>\$ 7,830</u>	<u>\$ 20,621</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 4,582	\$ -	\$ 7,320
Due to other funds	-	279	7,094	67
Unearned revenues	-	-	-	-
Total Liabilities	-	4,861	7,094	7,387
Fund balances				
Nonspendable	-	1,077	-	-
Restricted	170	6,464	-	569
Assigned	15,883	581,522	736	12,665
Total Fund Balances	<u>16,053</u>	<u>589,063</u>	<u>736</u>	<u>13,234</u>
Total Liabilities and Fund Balances	<u>\$ 16,053</u>	<u>\$ 593,924</u>	<u>\$ 7,830</u>	<u>\$ 20,621</u>

Fire Protection	Refuse and Garbage	Ambulance	Totals	
			2014	2013
<u>\$ 57,343</u>	<u>\$ 221,561</u>	<u>\$ 73,809</u>	<u>\$ 989,509</u>	<u>\$ 1,125,094</u>
705	668	616	2,544	5,686
-	-	-	-	87
<u>705</u>	<u>668</u>	<u>616</u>	<u>2,544</u>	<u>5,773</u>
-	-	-	1,077	1,209
<u>\$ 58,048</u>	<u>\$ 222,229</u>	<u>\$ 74,425</u>	<u>\$ 993,130</u>	<u>\$ 1,132,076</u>
\$ -	\$ 10,452	\$ 6,644	\$ 28,998	\$ 45,491
601	620	109	8,770	119,777
-	-	14,173	14,173	-
<u>601</u>	<u>11,072</u>	<u>20,926</u>	<u>51,941</u>	<u>165,268</u>
-	-	-	1,077	1,209
5,581	3,682	5,452	21,918	-
<u>51,866</u>	<u>207,475</u>	<u>48,047</u>	<u>918,194</u>	<u>965,599</u>
<u>57,447</u>	<u>211,157</u>	<u>53,499</u>	<u>941,189</u>	<u>966,808</u>
<u>\$ 58,048</u>	<u>\$ 222,229</u>	<u>\$ 74,425</u>	<u>\$ 993,130</u>	<u>\$ 1,132,076</u>

Town of Ossining, New York

Special Districts Fund

Combining Schedule of Revenues, Expenditures and Changes

In Fund Balances - Sub-Funds

Year Ended December 31, 2014

(With Comparative Totals for 2013)

		Sewer Districts		
	Townwide Water	Conso- lidated	North State Road	Lighting
REVENUES				
Real property taxes	\$ 27,617	\$ 252,160	\$ 46,157	\$ 66,345
Other tax items	-	-	-	-
Departmental income	-	161,818	7,631	-
Intergovernmental charges	-	-	-	-
Use of money and property	64	1,684	11	60
Miscellaneous	-	565	-	-
Total Revenues	27,681	416,227	53,799	66,405
EXPENDITURES				
Current				
General government support	6,335	31,416	-	3,949
Public safety	-	-	-	-
Health	-	-	-	-
Transportation	-	-	-	74,502
Home and community services	-	240,433	-	-
Debt service				
Interest				
Bond anticipation notes	2,538	-	-	-
Total Expenditures	8,873	271,849	-	78,451
Excess (Deficiency) of Revenues Over Expenditures	18,808	144,378	53,799	(12,046)
OTHER FINANCING SOURCES (USES)				
Bonds issued	673	22,918	-	2,180
Transfers in	8,226	17,520	-	-
Transfers out	(31,071)	(258,691)	(55,175)	(581)
Total Other Financing Sources (Uses)	(22,172)	(218,253)	(55,175)	1,599
Net Change in Fund Balances	(3,364)	(73,875)	(1,376)	(10,447)
FUND BALANCES				
Beginning of Year	19,417	662,938	2,112	23,681
End of Year	\$ 16,053	\$ 589,063	\$ 736	\$ 13,234

Fire Protection	Refuse and Garbage	Ambulance	Totals	
			2014	2013
\$ 637,426	\$ 541,882	\$ 604,164	\$ 2,175,751	\$ 2,147,963
-	-	697	697	698
-	-	-	169,449	174,380
-	-	232,530	232,530	234,680
37	396	235	2,487	2,438
-	-	-	565	-
637,463	542,278	837,626	2,581,479	2,560,159
35,441	33,894	14,237	125,272	105,675
610,260	-	-	610,260	604,006
-	-	806,742	806,742	799,190
-	-	-	74,502	68,616
-	493,069	-	733,502	764,576
-	-	-	2,538	3,420
645,701	526,963	820,979	2,352,816	2,345,483
(8,238)	15,315	16,647	228,663	214,676
20,408	17,937	13,025	77,141	-
-	-	-	25,746	87,000
(5,160)	(5,322)	(1,169)	(357,169)	(301,345)
15,248	12,615	11,856	(254,282)	(214,345)
7,010	27,930	28,503	(25,619)	331
50,437	183,227	24,996	966,808	966,477
\$ 57,447	\$ 211,157	\$ 53,499	\$ 941,189	\$ 966,808

Town of Ossining, New York

Capital Projects Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	<u>\$ 887,209</u>	<u>\$ 703,195</u>
Accounts		
State and Federal aid	128,730	6,461
Due from other funds	<u>80,971</u>	<u>41,550</u>
	<u>209,701</u>	<u>48,011</u>
Total Assets	<u><u>\$ 1,096,910</u></u>	<u><u>\$ 751,206</u></u>
LIABILITIES AND FUND DEFICIT		
Liabilities		
Accounts payable	\$ 297,407	\$ 6,664
Retainage payable	69,955	-
Due to other funds	3,074	30,101
Bond anticipation notes payable	<u>1,741,666</u>	<u>1,009,656</u>
Total Liabilities	2,112,102	1,046,421
Fund deficit		
Unassigned	<u>(1,015,192)</u>	<u>(295,215)</u>
Total Liabilities and Fund Deficit	<u><u>\$ 1,096,910</u></u>	<u><u>\$ 751,206</u></u>

Town of Ossining, New York

Capital Projects Fund

Comparative Statement of Revenues, Expenditures and Changes
in Fund Balance

Years Ended December 31,

	2014	2013
REVENUES		
State aid	\$ 30,567	\$ 28,224
Federal aid	91,702	98,759
Total Revenues	122,269	126,983
EXPENDITURES		
Capital outlay	2,506,804	259,646
Deficiency of Revenues Over Expenditures	(2,384,535)	(132,663)
OTHER FINANCING SOURCES (USES)		
Bonds issued	1,373,947	-
Transfers in	302,590	514,677
Transfers out	(11,979)	(116,241)
Total Other Financing Sources	1,664,558	398,436
Net Change in Fund Balance	(719,977)	265,773
FUND DEFICIT		
Beginning of Year	(295,215)	(560,988)
End of Year	\$ (1,015,192)	\$ (295,215)

Town of Ossining, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project through December 31, 2014

PROJECT	Project Budget	Expenditures and Transfers	Unexpended Balance
Justice Court Assistance Program 2013	\$ 2,848	\$ 2,629	\$ 219
Lakeville Sewer Lift Station	167,534	166,814	720
Old Albany Post Road Dead-End	1,897,269	1,666,198	231,071
Town-wide Revaluation	1,000,000	513,491	486,509
Spray Park Recirculation	20,000	12,045	7,955
Totals	<u>\$ 3,087,651</u>	<u>\$ 2,361,177</u>	<u>\$ 726,474</u>

Total Revenues	Fund Balance (Deficit) at December 31, 2014	Bond Anticipation Notes Outstanding at December 31, 2014
\$ 2,848	\$ 219	\$ -
167,534	720	-
155,603	(1,510,595)	1,741,666
1,000,000	486,509	-
20,000	7,955	-
<u>\$ 1,345,985</u>	<u>\$ (1,015,192)</u>	<u>\$ 1,741,666</u>

Town of Ossining, New York

Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2014
(With Comparative Totals for 2013)

			Total Non-Major Governmental Funds	
	Special Purpose	Debt Service	2014	2013
ASSETS				
Cash and equivalents	\$ 299,523	\$ -	\$ 299,523	\$ 269,371
Investments	32,843	-	32,843	32,824
Receivables				
Accounts	33,925	-	33,925	-
Due from other governments	596	-	596	1,332
Due from other funds	5,486	111,189	116,675	149,914
	40,007	111,189	151,196	151,246
Total Assets	<u>\$ 372,373</u>	<u>\$ 111,189</u>	<u>\$ 483,562</u>	<u>\$ 453,441</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 5,024	\$ -	\$ 5,024	\$ 5,305
Due to other funds	91,199	-	91,199	32,481
Unearned revenues	17,025	-	17,025	18,115
Total Liabilities	<u>113,248</u>	<u>-</u>	<u>113,248</u>	<u>55,901</u>
Fund balances				
Restricted	259,125	67,226	326,351	312,408
Assigned	-	43,963	43,963	85,132
Total Fund Balances	<u>259,125</u>	<u>111,189</u>	<u>370,314</u>	<u>397,540</u>
Total Liabilities and Fund Balances	<u>\$ 372,373</u>	<u>\$ 111,189</u>	<u>\$ 483,562</u>	<u>\$ 453,441</u>

Town of Ossining, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended December 31, 2014
(With Comparative Totals for 2013)

	Special Purpose	Debt Service	Total Non-Major Governmental Funds	
			2014	2013
REVENUES				
Departmental income	\$ 519,047	\$ -	\$ 519,047	\$ 497,836
Use of money and property	4,671	17,133	21,804	6,781
Federal aid	-	-	-	13,051
Miscellaneous	221	-	221	130
Total Revenues	523,939	17,133	541,072	517,798
EXPENDITURES				
Current				
Home and community services	434,645	-	434,645	560,258
Debt service				
Principal	-	2,260,000	2,260,000	540,000
Interest	-	189,025	189,025	226,131
Total Expenditures	434,645	2,449,025	2,883,670	1,326,389
Excess (Deficiency) of Revenues Over Expenditures	89,294	(2,431,892)	(2,342,598)	(808,591)
OTHER FINANCING SOURCES (USES)				
Sale of real property	-	1,475,000	1,475,000	-
Transfers in	-	977,089	977,089	882,371
Transfers out	(80,971)	(55,746)	(136,717)	(264,098)
Total Other Financing Sources (Uses)	(80,971)	2,396,343	2,315,372	618,273
Net Change in Fund Balances	8,323	(35,549)	(27,226)	(190,318)
FUND BALANCES				
Beginning of Year	250,802	146,738	397,540	587,858
End of Year	\$ 259,125	\$ 111,189	\$ 370,314	\$ 397,540

Town of Ossining, New York

Special Purpose Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	<u>\$ 299,523</u>	<u>\$ 269,371</u>
Investments	<u>32,843</u>	<u>32,824</u>
Receivables		
Accounts	33,925	-
Due from other governments	596	1,332
Due from other funds	<u>5,486</u>	<u>-</u>
	<u>40,007</u>	<u>1,332</u>
Total Assets	<u><u>\$ 372,373</u></u>	<u><u>\$ 303,527</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 5,024	\$ 5,305
Due to other funds	91,199	29,305
Unearned revenues	<u>17,025</u>	<u>18,115</u>
Total Liabilities	113,248	52,725
Fund balance		
Restricted	<u>259,125</u>	<u>250,802</u>
Total Liabilities and Fund Balance	<u><u>\$ 372,373</u></u>	<u><u>\$ 303,527</u></u>

Town of Ossining, New York

Special Purpose Fund

Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended December 31,

	<u>2014</u>	<u>2013</u>
REVENUES		
Departmental income	\$ 519,047	\$ 497,836
Use of money and property	4,671	6,069
Federal aid	-	13,051
Miscellaneous	<u>221</u>	<u>130</u>
Total Revenues	523,939	517,086
EXPENDITURES		
Current		
Home and community services	<u>434,645</u>	<u>560,258</u>
Excess (Deficiency) of Revenues Over Expenditures	89,294	(43,172)
OTHER FINANCING USES		
Transfers out	<u>(80,971)</u>	<u>(28,000)</u>
Net Change in Fund Balance	8,323	(71,172)
FUND BALANCE		
Beginning of Year	<u>250,802</u>	<u>321,974</u>
End of Year	<u>\$ 259,125</u>	<u>\$ 250,802</u>

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Town of Ossining, New York

Debt Service Fund
Comparative Balance Sheet
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Due from other funds	<u>\$ 111,189</u>	<u>\$ 149,914</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Due to other funds	<u>\$ -</u>	<u>\$ 3,176</u>
Fund balance		
Restricted	67,226	\$ 61,606
Assigned	<u>43,963</u>	<u>85,132</u>
Total Fund Balance	<u>111,189</u>	<u>146,738</u>
Total Liabilities and Fund Balance	<u>\$ 111,189</u>	<u>\$ 149,914</u>

Town of Ossining, New York

Debt Service Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Years Ended December 31,

	2014			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Use of money and property	\$ -	\$ -	\$ 17,133	\$ 17,133
EXPENDITURES				
Debt service				
Serial bonds				
Principal	550,006	2,260,006	2,260,000	6
Interest	216,345	216,535	189,025	27,510
Total Expenditures	766,351	2,476,541	2,449,025	27,516
Deficiency of Revenues Over Expenditures	(766,351)	(2,476,541)	(2,431,892)	44,649
OTHER FINANCING SOURCES (USES)				
Sale of real property	-	1,475,000	1,475,000	-
Transfers in	766,351	1,001,541	977,089	(24,452)
Transfers out	(85,132)	(85,132)	(55,746)	29,386
Total Other Financing Sources	681,219	2,391,409	2,396,343	4,934
Net Change in Fund Balance	(85,132)	(85,132)	(35,549)	49,583
FUND BALANCE				
Beginning of Year	85,132	85,132	146,738	61,606
End of Year	\$ -	\$ -	\$ 111,189	\$ 111,189

2013			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 712	\$ 712
540,008	540,008	540,000	8
226,143	226,143	226,131	12
766,151	766,151	766,131	20
(766,151)	(766,151)	(765,419)	732
-	-	-	-
766,151	766,151	882,371	116,220
(171,824)	(280,468)	(236,098)	44,370
594,327	485,683	646,273	160,590
(171,824)	(280,468)	(119,146)	161,322
171,824	280,468	265,884	(14,584)
\$ -	\$ -	\$ 146,738	\$ 146,738

Town of Ossining, New York

Internal Service Fund - Workers' Compensation Benefits Fund
Comparative Statement of Net Position
December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash and equivalents	\$ 3,122	\$ 3,122
Due from other funds	<u>22,349</u>	<u>32,339</u>
Total Assets	<u>25,471</u>	<u>35,461</u>
LIABILITIES		
Current liabilities		
Current portion of claims payable	2,500	3,500
Claims payable, less current portion	<u>22,971</u>	<u>31,961</u>
Total Liabilities	<u>\$ 25,471</u>	<u>\$ 35,461</u>

Town of Ossining, New York

Internal Service Fund - Workers' Compensation Benefits Fund
Comparative Statement of Revenues, Expenses and Changes in Net Position
Years Ended December 31,

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Departmental charges	\$ 11,229	\$ 14,433
OPERATING EXPENSES		
Employee benefits	<u>11,229</u>	<u>14,433</u>
Income from Operations	-	-
NET POSITION		
Beginning of Year	<u>-</u>	<u>-</u>
End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Town of Ossining, New York

Internal Service Fund - Workers' Compensation Benefits Fund
Comparative Statement of Cash Flows
Years Ended December 31,

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from departmental charges	\$ 21,219	\$ 69,445
Cash payments to insurance carriers, claimants and other	<u>(21,219)</u>	<u>(69,445)</u>
Net Cash from Operating Activities	-	-
CASH AND EQUIVALENTS		
Beginning of Year	<u>3,122</u>	<u>3,122</u>
End of Year	<u><u>\$ 3,122</u></u>	<u><u>\$ 3,122</u></u>
RECONCILIATION OF INCOME FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES		
Income from operations	\$ -	\$ -
Adjustments to reconcile income from operations to net cash from operating activities		
Changes in operating assets and liabilities		
Due from other funds	9,990	55,012
Claims payable	<u>(9,990)</u>	<u>(55,012)</u>
Net Cash from Operating Activities	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>