

Town of Ossining, New York

Financial Statements and
Supplementary Information

Year Ended December 31, 2019

Town of Ossining, New York

Table of Contents

	<u>Page No.</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	4
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	16
Statement of Activities	17
Fund Financial Statements	
Balance Sheet - Governmental Funds	18
Reconciliation of Governmental Funds Balance Sheet to the Government-Wide	
Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Governmental Funds	21
Reconciliation of the Statement of Revenues, Expenditures and Changes	
in Fund Balances of Governmental Funds to the Statement of Activities	23
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Budget and Actual - General, Town Outside Villages, Highway and Special	
Districts Funds	24
Internal Service Fund	
Statement of Net Position	27
Statement of Revenues, Expense and Changes in Net Position	28
Statement of Cash Flows	29
Fiduciary Fund	
Statement of Fiduciary Net Position	30
Statement of Changes in Fiduciary Net Position	31
Notes to Financial Statements	32
Required Supplementary Information	
Other Post Employment Benefits -	
Schedule of Changes in the Town's Total OPEB Liability and Related Ratios	61
New York State and Local Employees' Retirement System	
Schedule of Town's Proportionate Share of the Net Pension Liability	62
Schedule of Contributions	62
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Comparative Balance Sheet	63
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	64
Schedule of Revenues and Other Financing Sources Compared to Budget	66
Schedule of Expenditures and Other Financing Uses Compared to Budget	68
Town Outside Villages Fund	
Comparative Balance Sheet	70
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	71
Schedule of Revenues and Other Financing Sources Compared to Budget	73
Schedule of Expenditures and Other Financing Uses Compared to Budget	75

Town of Ossining, New York

Table of Contents (Concluded)

	<u>Page No.</u>
Highway Fund	
Comparative Balance Sheet	77
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	78
Special Districts Fund	
Combining Balance Sheet - Sub-Funds	80
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Sub-Funds	82
Capital Projects Fund	
Comparative Balance Sheet	84
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	85
Project-Length Schedule	86
Non-Major Governmental Funds	
Combining Balance Sheet	88
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	89
Special Purpose Fund	
Comparative Balance Sheet	90
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	91
Debt Service Fund	
Comparative Balance Sheet	92
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	93
Internal Service Fund - Workers' Compensation Benefits Fund	
Comparative Statement of Net Position	95
Comparative Statement of Revenues, Expenses and Changes in Net Position	96
Comparative Statement of Cash Flows	97

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, 2019, 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, 2019, 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.

Emphasis of Matters

We draw attention to Note 2E in the notes to the financial statements which disclose the effects of the Town's adoption of the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 84, "*Fiduciary Activities*". Our opinion is not modified with respect to this matter.

As discussed in Note 6 in the notes to financial statements, on March 11, 2020, the World Health Organization declared a global pandemic as a result of the spread of COVID-19 ("Coronavirus"). Our opinion is not modified with respect to this matter

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents 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 considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit for the year ended December 31, 2019 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 for the year ended December 31, 2019 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 for the year ended December 31, 2019.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Town as of and for the year ended December 31, 2018 (not presented herein), and have issued our report thereon dated May 15, 2019, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended December 31, 2018 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the 2018 financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the accounting and other records used to prepare those financials statements or to those 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 for the year ended December 31, 2018.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

June 3, 2020

Town of Ossining, New York

Management's Discussion and Analysis (MD&A) December 31, 2019

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, 2019. 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

Key financial highlights for fiscal year 2019 are as follows:

- The Town's government-wide financial statements reflect liabilities and deferred inflows of resources exceeding assets and deferred outflows of resources by \$1,900,583 at the close of the most recent fiscal year, which is a decrease of \$2,654 in 2019. A deficit of \$8,415,364 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 increases for net pension liability (\$405,707) and increased other post-employment benefit ("OPEB") obligations (\$4,168,268) reflective of the GASB Statement No. 75, *"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions"* provisions which resulted in the increased deficit of unrestricted net position government-wide.
- The unrestricted deficit on the government-wide financial statements at December 31, 2019 is primarily attributable to the impact of the provisions of GASB Statement No. 75. This statement addressed accounting and financial reporting for OPEB by establishing standards for recognizing and measuring liabilities, deferred outflows/inflows of resources and expenses/expenditures. This statement identified the methods and assumptions to be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to the periods of employee service. At December 31, 2019, the Town reported a liability of \$19,073,682, an increase of \$4,168,268 from the prior year. More detailed information about the Town's OPEB reporting in accordance with the provision of GASB Statement No. 75, including amounts reported as pension expense and deferred inflows/outflows of resources, is presented in Note 3F in the notes to financial statements.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$9,182,908, of which \$140,263 is nonspendable. Restricted funds total \$656,749 primarily for cable TV, debt service, trusts and parklands. Assigned fund balance totals \$5,711,780, of which \$91,035 is assigned for purchases on order. Unassigned fund balance for the General Fund totaled \$2,703,064, which was then reduced by \$30,948 for a deficit in the Capital Projects Fund unassigned fund balance reflective of short-term capital borrowings for the Town's Spray Park, revaluation, and Dale Cemetery rehabilitation projects bringing the total unassigned fund balance for governmental funds to \$2,672,116. The Town had moderate increases in fund balance with unanticipated revenues and reduced expenditures (\$1,017,940).

- At the end of the current fiscal year, unassigned fund balance for the General Fund, \$2,703,064, was 47% of total General Fund expenditures and other financing uses.
- During the current fiscal year, the Town retired \$460,000 of general obligation debt. The Town issued new general obligation bonds of \$935,000 to convert Old Albany Post Road Renovations short-term bond anticipation notes to long-term debt. The Town's total outstanding general obligation bonds payable at December 31, 2019 totaled \$3,835,000.
- Throughout the current fiscal year, the Town retired \$412,818 of short-term capital debt and converted to bond \$935,000 in the form of bond anticipation notes. The Town issued \$600,114 in short-term debt for heavy equipment purchases. The Town's short-term capital borrowing obligations at fiscal year end totaled \$1,455,087 for capital projects.

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 as listed in the table of contents.

Government-Wide Financial Statements

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

The *statement of net position* presents information on all of the Town's assets, 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.

The governmental fund financial statements can be found in the basic financial statements section of this report.

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.

The proprietary fund financial statements can be found in the basic financial statements section of this report.

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 a Custodial 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 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, long-term obligations for pension benefits, 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, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by (\$1,900,583) at the close of the most recent fiscal year.

The following table reflects the condensed Statement of Net Position:

	December 31,	
	2019	2018
Current Assets	\$ 12,971,099	\$ 63,277,596
Capital Assets, net	9,197,247	8,773,669
Total Assets	22,168,346	72,051,265
Deferred Outflow of Resources	3,216,858	1,250,437
Current Liabilities	2,514,271	54,375,628
Long-term Liabilities	23,717,496	18,714,737
Total Liabilities	26,231,767	73,090,365
Deferred Inflow of Resources	1,054,020	2,109,266
NET POSITION		
Net Investment in Capital Assets	6,075,761	5,226,432
Restricted	439,020	490,338
Unrestricted	(8,415,364)	(7,614,699)
Total Net Position	\$ (1,900,583)	\$ (1,897,929) *

*Restated for the Cumulative Effect of Change in Accounting Principle.

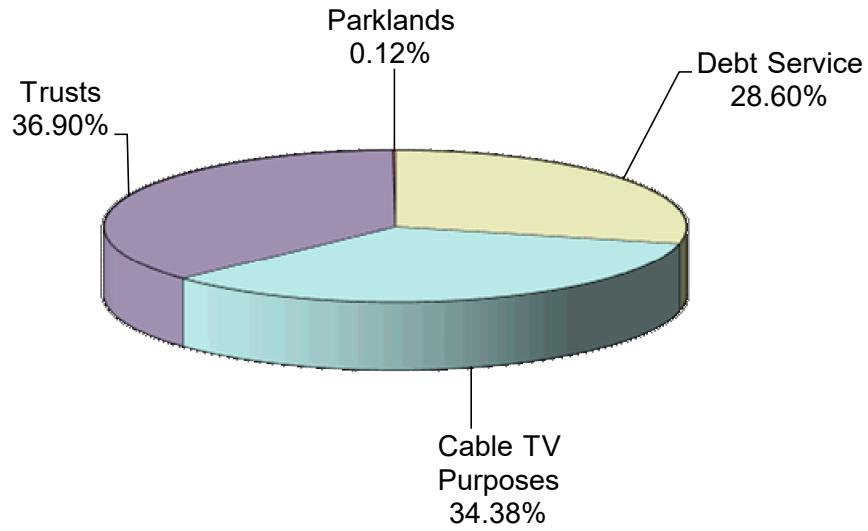
Net Position Distribution

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 \$439,020, 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,	
	2019	2018
Debt Service	\$ 125,546	\$ 168,589
Cable Television Purposes	150,933	128,269
Trusts	162,000	192,948
Parklands	541	532
	\$ 439,020	\$ 490,338

Restricted Net Position



The remaining balance of unrestricted net position, which is a deficit of \$8,415,364, 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, net pension liability, 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.

**Changes in Net Position
December 31,**

	<u>2019</u>	<u>2018</u>
Program Revenues		
Charges for Services	\$ 1,618,391	\$ 1,597,861
Operating Grants and Contributions	245,716	169,021
Capital Grants and Contributions	196,581	205,470
General Revenues		
Real Property Taxes	11,363,551	11,089,519
Other Tax Items	742,745	563,008
Non-Property Taxes	989,142	865,530
Unrestricted Use of Money and Property	158,260	101,349
Sale of Property and Compensation for Loss	38,449	35,162
Unrestricted State Aid	586,015	812,893
Miscellaneous	159,701	88,463
	<u>16,098,551</u>	<u>15,528,276</u>
Total Revenues		
Program Expenses		
General Government Support	4,814,836	3,776,521
Public Safety	3,806,599	3,118,955
Health	924,147	893,479
Transportation	2,293,514	2,538,003
Economic Opportunity and Development	1,028,710	762,683
Culture and Recreation	1,612,306	1,438,729
Home and Community Services	1,484,066	1,617,501
Interest	137,027	138,240
	<u>16,101,205</u>	<u>14,284,111</u>
Total Expenses		
Change in Net Position	<u>(2,654)</u>	<u>1,244,165</u>
NET POSITION		
Beginning, as Reported	(1,897,929)	6,068,117
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>(9,210,211)</u>
Beginning, as restated	<u>(1,897,929)</u>	<u>(3,142,094)</u>
Ending	<u>\$ (1,900,583)</u>	<u>\$ (1,897,929)</u>

Governmental Activities

Governmental activities decreased the Town's net position during 2019 by \$2,654. For the fiscal year ended December 31, 2019, revenues from governmental activities totaled \$16,098,551. Tax revenues of \$13,095,438, comprised of real property taxes, other tax items and non-property taxes, represented the largest revenue source (81%).

The largest components of governmental activities expenses were general government support \$4,814,836 (30%), public safety \$3,806,599 (24%), and transportation \$2,293,514 (14%). The increases in public safety expenses is reflective of an increase of 9% to the Police Intermunicipal Agreement ("IMA") contract.

The major changes in 2019 vs. 2018 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 .04%, the Town Outside Villages tax rate increased .42%. The General Fund reported deferred tax revenue of \$527,837 in 2019 as compared to \$327,221 in 2018.
- ❖ Charges for services revenue increased government-wide 1.28%, from \$1,597,861 to \$1,618,391, with revenues for home and community services increasing from \$361,315 to \$474,950 reflective of increased plot and internment revenues. Public safety service revenue decreased from \$450,720 to \$385,805, and general government support revenues decreased \$50,144. Health charges for service increased \$17,064 from \$285,305 for increased ambulance charges.
- ❖ Non-property tax distribution from County in the form of sales tax increased by 14.28% and is reflective of the 1% sales tax rate increase.
- ❖ Revenues categorized as operating grants and contributions increased from \$169,021 to \$245,716 at year end with significant increases in home and community services for IBM Sewer IMA revenues.

Expenses:

- ❖ General government support expenditures in all funds increased by 27%, or \$1,038,315 overall, attributable to expenses increasing for OPEB costs (\$988,998), GASB Statement No. 68 retirement costs and minimal increases in general government support expenditures.
- ❖ Public safety expenses increased by \$687,644 in 2019, due to the Police IMA costs increasing \$173,556, and OPEB costs increasing \$730,199.
- ❖ Program expenses for Transportation decreased 9.63%, or \$244,489, relating to elimination of capital assets of \$286,650 and related depreciation costs.
- ❖ An increase of 12.06% (\$173,577) for culture and recreation resulted from an increase in OPEB costs of \$231,866, increases in capital expenditures and reduction of operating expenditures.

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 \$9,182,908, a net increase of \$1,017,940 from the prior year amount. Nonspendable fund balance totaled \$140,283 at the end of the period. Restricted fund balance of \$658,749 is reported for Cable Television Purposes (\$150,933) in the Town Outside Villages Fund, debt service (\$125,546), and special purpose trusts and parklands (\$382,270). Assigned fund balance for outstanding purchases (\$91,035), and major funds (\$5,620,745) totaled \$5,711,780. Unassigned fund balance retains a balance of \$2,672,116 comprised of a deficit in short-term financing for capital projects of \$30,948, off-setting the positive unassigned fund balance in the General Fund of \$2,703,064 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 \$2,703,064, representing 96% of the total General Fund balance of \$2,810,547. The nonspendable fund balance component is \$85,259 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. Assigned funds of \$22,224 represents purchases on order.

The Town Outside Villages Fund contains activity primarily for public safety expenditures, and assigned fund balance at fiscal year end totaled \$3,995,211, representing 96% of the total Town Outside Villages Fund balance of \$4,151,341. Prepaid expenditures classified as nonspendable total \$5,197 and restricted fund balance of \$150,933 represents funds for Cable Television Purposes.

The Highway Fund contains activity for transportation expenditures, and assigned fund balance at fiscal year end totaled \$809,588, representing 94% of the total Highway Fund balance amount of \$856,779. Nonspendable fund balance of \$47,191 represents prepaid expenditures, and included in assigned fund balance is \$26,771 for purchases on order.

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 \$872,590 representing 99% of the total Special Districts Fund balance amount of \$872,640. Nonspendable fund balance of \$350 represents prepaid expenditures.

General Fund Budgetary Highlights

The General Fund actual results of operations resulted in a decrease of \$490,002 in total fund balance with a decrease of \$483,399 for unassigned fund balance at the close of the fiscal year. Revenues and other financing sources were \$5,318,075, which was \$245,837 less than the final budget. The major areas where revenues fell short of anticipated budget amounts were Real Property Taxes (\$3,699,990 vs \$3,217,221) due to increase deferred taxes (\$527,837) from uncollected delinquent taxes, Other tax items (\$535,676 vs. \$461,864) resulting from increased

revenues for property tax penalties (\$73,937), federal aid (\$4,116), increased mortgage tax (\$30,415), and interest earnings (\$40,000 vs. \$158,260) representing investment activities. Expenditures and other financing uses were \$5,808,077, which was \$315,946 less than the final budget. The major areas where spending was less than budgeted was General Government Support (\$113,423), Economic Opportunity and Development (\$26,380), Culture and Recreation (\$31,855) and Employee Benefits (\$104,092).

The difference between the appropriations originally budgeted and the final appropriation budget for the General Fund was \$476,050 (\$5,647,973 vs. \$6,124,023). The appropriation budgets for culture and recreation increased \$95,749 to fund unanticipated maintenance and repair expenditures and heavy equipment. General government support decreased \$8,089 overall for appraisal services and reduction of personnel expenses. Transfers out increased by \$492,835 for Park Revitalization capital project expenses for assorted parks outdoor equipment (\$190,000), Ryder Park (\$179,032), Nutrition vans (\$71,800), Engel Park (\$14,161), and \$21,785 for LED Lighting expenses.

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 \$459,078 due to revenues and other financing sources of \$4,292,083 being higher than expenditures and other financing uses of \$3,833,005.

Actual revenues and other financings sources of \$4,292,083 were higher than the final budget amount of \$3,776,898, an increase of \$515,185. Unanticipated revenues for Cable Television Purposes totaled \$58,525, building inspection fees exceeded the budget \$112,593, and sales tax distribution revenues of \$989,142 were higher than budgeted by \$289,142. Actual expenditures and other financing uses of \$3,833,005 were lower than budgeted resulting in a decrease of \$382,735 from the final budget of \$4,215,740. Expenditures showing the largest variance from budget to actual were General Government Support (\$61,128), Public Safety (\$20,673) for contractual expenditures, and Employee Benefits (\$52,018) for lower workers compensation and health costs.

Highway Fund Budgetary Highlights

The Highway Fund's operations for the fiscal year resulted in an increase to fund balance of \$129,032 due to expenditures and other financing uses of \$2,747,792 being less than revenues and other financing sources of \$2,876,824.

Revenues received were higher than budgeted with actual revenues and other financing sources totaling \$2,876,824, which was an increase of \$14,860 from the final budget amount of \$2,861,964. Actual expenditures and other financing uses for the fiscal year were \$2,747,792. This was a decrease of \$127,329 from the final budget of \$2,875,121. Actual results of operations resulted in decreased expenditures for Transportation expenses (\$84,182) due to reduced road maintenance and equipment repairs, and reduced Employee Benefits (\$17,686). Actual revenues exceeded the final budget for sale of surplus (\$15,680), and interest earnings (\$15,260).

Capital Assets and Indebtedness

The Town's net investment in capital assets for its governmental activities as of December 31, 2019, amounted to \$9,197,247 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

Capital Assets (Net of Depreciation)

	2019	2018
Land	\$ 929,073	\$ 929,073
Construction-in-Progress	534,452	619,558
Buildings and Improvements	1,486,621	1,415,168
Machinery and Equipment	1,558,892	1,161,684
Infrastructure	4,688,209	4,648,186
	<u>\$ 9,197,247</u>	<u>\$ 8,773,669</u>

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

- Amounts expended resulted in an increase to machinery and equipment (\$397,208), building and improvements (\$71,453), infrastructure (\$40,023), and decreases to construction-in-progress ("CIP") (\$85,106). Overall all capital asset categories resulted in a net increase of \$423,578 in capital assets, net of accumulated depreciation.
- The Route 9A/North State Road expenditures totaling \$160,000 reduced construction-in-progress (CIP) and increased infrastructure. Munis implementation (\$144,560) reduced CIP and increased machinery and equipment. LED Street and Park Lighting increased machinery and equipment (\$230,785) reducing CIP \$104,866. Engel Spray Park (\$2,441) increased CIP to \$184,088, JCAP grants CIP increased \$2,789 to \$6,298, and North State Road Bike Lane (\$58,649) increased CIP to \$65,546. New capital projects included in construction-in-progress at year end include LGRMIF Records Management Grant (\$9,720), Electric vans for Nutrition (\$51,200), Parks Outdoor Equipment (\$163,852), and Sewer Lift Generators (\$7,750). Cedar Lane Park Pond Facility (\$3,798) remain in CIP at year end.

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

Long-Term / Short-Term Indebtedness

At the end of the current fiscal year, the Town had total bonded indebtedness of \$3,835,000 classified as long-term debt. The Town paid \$460,000 in principal on outstanding obligations and issued additional long-term debt of \$935,000 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 \$1,455,087 in the form of bond anticipation notes (BAN's). The Town redeemed \$1,347,818 (\$935,000 to long-term), and issued additional short-term debt of \$600,114. The Town renewed various BAN's totaling \$854,973 which mature in 2020.

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 \$5,085,634, or 1.55%, of the constitutional debt limit leaving \$321,983,350 remaining to be used when the constitutional debt limit was calculated in July 2019.

Additional information on the Town's long-term debt can be found in Note 3F 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. Brennan, 16 Croton Avenue, Ossining, New York 10562.

Town of Ossining, New York

Statement of Net Position

December 31, 2019

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 10,652,294
Investments	20,458
Receivables	
Taxes, net	1,436,772
Accounts	311,774
State and Federal aid	23,310
Due from other governments	386,308
Prepaid expenses	140,263
Capital assets	
Not being depreciated	1,463,526
Being depreciated, net	7,733,721
	<hr/>
Total Assets	22,168,426
	<hr/>
DEFERRED OUTFLOWS OF RESOURCES	3,216,858
	<hr/>
LIABILITIES	
Accounts payable	723,006
Accrued liabilities	184,756
Deposits payable	91,681
Employee payroll deductions	1,115
Due to other governments	173
Unearned revenues	16,565
Bond anticipation notes payable	1,455,087
Accrued interest payable	41,968
Non-current liabilities	
Due within one year	455,600
Due in more than one year	23,261,896
	<hr/>
Total Liabilities	26,231,847
	<hr/>
DEFERRED INFLOWS OF RESOURCES	1,054,020
	<hr/>
NET POSITION	
Net investment in capital assets	6,075,761
Restricted for	
Debt service	125,546
Cable television purposes	150,933
Trusts	162,000
Parklands	541
Unrestricted	(8,415,364)
	<hr/>
Total Net Position	\$ (1,900,583)
	<hr/>

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

Town of Ossining, New York

Statement of Activities
Year Ended December 31, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government support	\$ 4,814,836	\$ 430,087	\$ 860	\$ 1,695
Public safety	3,806,599	385,805	54,527	-
Health	924,147	302,369	3,170	-
Transportation	2,293,514	25,180	20,769	178,935
Economic opportunity and development	1,028,710	-	114,224	-
Culture and recreation	1,612,306	-	-	-
Home and community services	1,484,066	474,950	52,166	-
Interest	137,027	-	-	15,951
Total Governmental Activities	\$ 16,101,205	\$ 1,618,391	\$ 245,716	\$ 196,581
General revenues				
Real property taxes				11,363,551
Other tax items				
Franchise fees				198,525
Payments in lieu of taxes				20,283
Interest and penalties on real property taxes				523,937
Non-property taxes				
Non-property tax distribution from County				989,142
Unrestricted use of money and property				158,260
Sale of property and compensation for loss				38,449
Unrestricted State aid				586,015
Miscellaneous				159,701
Total General Revenues				14,037,863
Change in Net Position				(2,654)
NET POSITION				
Beginning				(1,897,929)
Ending				\$ (1,900,583)

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

Town of Ossining, New York

Balance Sheet
Governmental Funds
December 31, 2019

	General	Town Outside Villages	Highway	Special Districts
ASSETS				
Cash and equivalents	\$ 2,839,475	\$ 3,803,688	\$ 871,854	\$ 981,496
Investments	-	-	-	-
Taxes receivable, net	1,436,772	-	-	-
Other receivables				
Accounts	103,547	156,077	5,416	46,460
State and Federal aid	23,310	-	-	-
Due from other governments	47,440	297,986	2,696	37,929
Due from other funds	1,611	-	-	-
	175,908	454,063	8,112	84,389
Prepaid expenditures	85,259	5,197	47,191	350
Total Assets	<u>\$ 4,537,414</u>	<u>\$ 4,262,948</u>	<u>\$ 927,157</u>	<u>\$ 1,066,235</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)				
Liabilities				
Accounts payable	\$ 248,917	\$ 13,528	\$ 57,626	\$ 193,153
Accrued liabilities	163,636	4,084	12,752	142
Deposits payable	577	91,104	-	-
Employee payroll deductions	1,115	-	-	-
Due to other governments	173	-	-	-
Due to other funds	-	341	-	-
Unearned revenues	-	2,550	-	-
Bond anticipation notes payable	-	-	-	-
Total Liabilities	414,418	111,607	70,378	193,295
Deferred inflows of resources				
Deferred tax revenues	1,312,449	-	-	-
Total Liabilities and Deferred Inflows of Resources	1,726,867	111,607	70,378	193,295
Fund balances (deficits)				
Nonspendable	85,259	5,197	47,191	350
Restricted	-	150,933	-	-
Assigned	22,224	3,995,211	809,588	872,590
Unassigned	2,703,064	-	-	-
Total Fund Balances (Deficits)	2,810,547	4,151,341	856,779	872,940
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 4,537,414</u>	<u>\$ 4,262,948</u>	<u>\$ 927,157</u>	<u>\$ 1,066,235</u>

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ 1,609,892	\$ 542,791	\$ 10,649,196
-	20,458	20,458
-	-	1,436,772
-	274	311,774
-	-	23,310
-	257	386,308
-	-	1,611
-	531	723,003
-	2,266	140,263
<u>\$ 1,609,892</u>	<u>\$ 566,046</u>	<u>\$ 12,969,692</u>

\$ 185,753	\$ 24,029	\$ 723,006
-	4,142	184,756
-	-	91,681
-	-	1,115
-	-	173
-	1,611	1,952
-	14,015	16,565
1,455,087	-	1,455,087
1,640,840	43,797	2,474,335
-	-	1,312,449
1,640,840	43,797	3,786,784
-	2,266	140,263
-	507,816	658,749
-	12,167	5,711,780
(30,948)	-	2,672,116
(30,948)	522,249	9,182,908
<u>\$ 1,609,892</u>	<u>\$ 566,046</u>	<u>\$ 12,969,692</u>

Town of Ossining, New York

Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position December 31, 2019

Fund Balances - Total Governmental Funds	\$ 9,182,908
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.	9,197,247
Governmental funds do not report the assets or liabilities related to net pension and other postemployment benefit obligations whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amounts on net pension liabilities	1,706,719
Deferred amounts on other postemployment benefit obligations	456,119
	2,162,838
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Real property taxes	1,312,449
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(41,968)
Bonds payable	(3,835,000)
Compensated absences	(53,398)
Net pension liability	(751,977)
Other post employment benefit obligations payable	(19,073,682)
	(23,756,025)
Net Position of Governmental Activities	\$ (1,900,583)

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, 2019

	General	Town Outside Villages	Highway	Special Districts
REVENUES				
Real property taxes	\$ 3,217,221	\$ 2,735,601	\$ 2,437,776	\$ 2,445,116
Other tax items	535,676	202,917	3,913	239
Non-property taxes	-	989,142	-	-
Departmental income	40,628	217,823	9,500	183,609
Intergovernmental charges	316,321	-	-	302,369
Use of money and property	173,833	51,600	16,260	20,325
Licenses and permits	8,404	-	-	-
Fines and forfeitures	172,202	-	-	-
Sale of property and compensation for loss	38,449	860	15,680	-
State aid	523,011	94,112	-	-
Federal aid	83,116	-	-	-
Miscellaneous	209,214	28	3,334	38,500
Total Revenues	5,318,075	4,292,083	2,486,463	2,990,158
EXPENDITURES				
Current				
General government support	2,386,534	316,599	148,928	92,447
Public safety	-	2,385,638	-	674,500
Health	-	-	-	924,147
Transportation	-	-	1,755,738	39,882
Economic opportunity and development	582,125	-	-	-
Culture and recreation	706,598	360,174	-	-
Home and community services	-	9,129	-	1,064,647
Employee benefits	1,123,288	322,627	682,565	-
Debt service				
Principal	-	-	-	-
Interest	13,630	-	20,481	2,811
Capital outlay	-	-	-	-
Total Expenditures	4,812,175	3,394,167	2,607,712	2,798,434
Excess (Deficiency) of Revenues Over Expenditures	505,900	897,916	(121,249)	191,724
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	-	-	-
Transfers in	-	-	390,361	-
Transfers out	(995,902)	(438,838)	(140,080)	(232,650)
Total Other Financing Sources (Uses)	(995,902)	(438,838)	250,281	(232,650)
Net Change in Fund Balances	(490,002)	459,078	129,032	(40,926)
FUND BALANCES (DEFICITS)				
Beginning of Year	3,300,549	3,692,263	727,747	913,866
End of Year	\$ 2,810,547	\$ 4,151,341	\$ 856,779	\$ 872,940

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

Capital Projects	Non-Major Governmental	Total Governmental Funds
\$ -	\$ -	\$ 10,835,714
-	-	742,745
-	-	989,142
-	286,741	738,301
-	-	618,690
-	16,564	278,582
-	-	8,404
-	-	172,202
-	-	54,989
178,935	-	796,058
1,695	-	84,811
-	-	251,076
180,630	303,305	15,570,714
-	-	2,944,508
-	-	3,060,138
-	-	924,147
-	-	1,795,620
-	-	582,125
-	-	1,066,772
-	214,973	1,288,749
-	65,875	2,194,355
-	460,000	460,000
-	109,984	146,906
1,024,454	-	1,024,454
1,024,454	850,832	15,487,774
(843,824)	(547,527)	82,940
935,000	-	935,000
840,468	603,681	1,834,510
(2)	(27,038)	(1,834,510)
1,775,466	576,643	935,000
931,642	29,116	1,017,940
(962,590)	493,133	8,164,968
\$ (30,948)	\$ 522,249	\$ 9,182,908

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, 2019

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

Net Change in Fund Balances - Total Governmental Funds	<u>\$ 1,017,940</u>
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay expenditures	1,176,997
Depreciation expense	<u>(753,419)</u>
	<u>423,578</u>
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Real property taxes	<u>527,837</u>
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	(935,000)
Principal paid on bonds	<u>460,000</u>
	<u>(475,000)</u>
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	9,879
Compensated absences	45,420
Pension liabilities	(80,146)
Other post employment benefit obligations	<u>(1,472,162)</u>
	<u>(1,497,009)</u>
Change in Net Position of Governmental Activities	<u><u>\$ (2,654)</u></u>

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, 2019

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 3,699,990	\$ 3,699,990	\$ 3,217,221	\$ (482,769)
Other tax items	461,864	461,864	535,676	73,812
Non-property taxes	-	-	-	-
Departmental income	43,000	43,000	40,628	(2,372)
Intergovernmental charges	356,270	356,270	316,321	(39,949)
Use of money and property	51,300	51,300	173,833	122,533
Licenses and permits	4,000	4,000	8,404	4,404
Fines and forfeitures	160,000	160,000	172,202	12,202
Sale of property and compensation for loss	-	-	38,449	38,449
State aid	496,488	496,488	523,011	26,523
Federal aid	79,000	79,000	83,116	4,116
Miscellaneous	212,000	212,000	209,214	(2,786)
Total Revenues	5,563,912	5,563,912	5,318,075	(245,837)
EXPENDITURES				
Current				
General government support	2,508,046	2,499,957	2,386,534	113,423
Public safety	-	-	-	-
Health	-	-	-	-
Transportation	-	-	-	-
Economic opportunity and development	608,512	608,505	582,125	26,380
Culture and recreation	642,704	738,453	706,598	31,855
Home and community services	-	-	-	-
Employee benefits	1,336,818	1,227,380	1,123,288	104,092
Debt Service				
Principal	-	-	-	-
Interest	17,820	17,820	13,630	4,190
Total Expenditures	5,113,900	5,092,115	4,812,175	279,940
Excess (Deficiency) of Revenues Over Expenditures	450,012	471,797	505,900	34,103
OTHER FINANCING SOURCES (USES)				
Transfers in	40,188	40,188	-	(40,188)
Transfers out	(534,073)	(1,031,908)	(995,902)	36,006
Total Other Financing Uses	(493,885)	(991,720)	(995,902)	(4,182)
Net Change in Fund Balances	(43,873)	(519,923)	(490,002)	29,921
FUND BALANCES				
Beginning of Year	43,873	519,923	3,300,549	2,780,626
End of Year	\$ -	\$ -	\$ 2,810,547	\$ 2,810,547

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)
\$ 2,735,601	\$ 2,735,601	\$ 2,735,601	\$ -	\$ 2,437,776	\$ 2,437,776	\$ 2,437,776	\$ -
143,998	143,998	202,917	58,919	3,534	3,534	3,913	379
700,000	700,000	989,142	289,142	-	-	-	-
103,250	103,250	217,823	114,573	5,000	5,000	9,500	4,500
-	-	-	-	-	-	-	-
6,656	6,656	51,600	44,944	1,000	1,000	16,260	15,260
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	860	860	-	-	15,680	15,680
84,793	84,793	94,112	9,319	1,000	1,000	-	(1,000)
-	-	-	-	-	-	-	-
-	-	28	28	1,000	1,000	3,334	2,334
<u>3,774,298</u>	<u>3,774,298</u>	<u>4,292,083</u>	<u>517,785</u>	<u>2,449,310</u>	<u>2,449,310</u>	<u>2,486,463</u>	<u>37,153</u>
417,971	377,727	316,599	61,128	154,461	152,090	148,928	3,162
2,366,067	2,406,311	2,385,638	20,673	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,510,496	1,839,920	1,755,738	84,182
-	-	-	-	-	-	-	-
360,175	360,175	360,174	1	-	-	-	-
43,611	43,611	9,129	34,482	-	-	-	-
395,947	395,947	322,627	73,320	804,944	700,251	682,565	17,686
-	-	-	-	-	-	-	-
-	-	-	-	26,776	26,776	20,481	6,295
<u>3,583,771</u>	<u>3,583,771</u>	<u>3,394,167</u>	<u>189,604</u>	<u>2,496,677</u>	<u>2,719,037</u>	<u>2,607,712</u>	<u>111,325</u>
<u>190,527</u>	<u>190,527</u>	<u>897,916</u>	<u>707,389</u>	<u>(47,367)</u>	<u>(269,727)</u>	<u>(121,249)</u>	<u>148,478</u>
2,600	2,600	-	(2,600)	190,294	412,654	390,361	(22,293)
(208,625)	(441,442)	(438,838)	2,604	(148,776)	(156,084)	(140,080)	16,004
<u>(206,025)</u>	<u>(438,842)</u>	<u>(438,838)</u>	<u>4</u>	<u>41,518</u>	<u>256,570</u>	<u>250,281</u>	<u>(6,289)</u>
(15,498)	(248,315)	459,078	707,393	(5,849)	(13,157)	129,032	142,189
<u>15,498</u>	<u>248,315</u>	<u>3,692,263</u>	<u>3,443,948</u>	<u>5,849</u>	<u>13,157</u>	<u>727,747</u>	<u>714,590</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,151,341</u>	<u>\$ 4,151,341</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 856,779</u>	<u>\$ 856,779</u>

(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, 2019

	Special Districts Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 2,445,272	\$ 2,445,272	\$ 2,445,116	\$ (156)
Other tax items	246	246	239	(7)
Non-property taxes	-	-	-	-
Departmental income	167,232	167,232	183,609	16,377
Intergovernmental charges	-	302,369	302,369	-
Use of money and property	1,828	1,828	20,325	18,497
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Sale of property and compensation for loss	-	-	-	-
State aid	-	-	-	-
Federal aid	-	-	-	-
Miscellaneous	-	-	38,500	38,500
Total Revenues	<u>2,614,578</u>	<u>2,916,947</u>	<u>2,990,158</u>	<u>73,211</u>
EXPENDITURES				
Current				
General government support	119,315	118,341	92,447	25,894
Public safety	677,609	677,610	674,500	3,110
Health	620,338	924,148	924,147	1
Transportation	57,592	48,592	39,882	8,710
Economic opportunity and development	-	-	-	-
Culture and recreation	-	-	-	-
Home and community services	915,250	1,089,748	1,064,647	25,101
Employee benefits	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	3,675	3,675	2,811	864
Total Expenditures	<u>2,393,779</u>	<u>2,862,114</u>	<u>2,798,434</u>	<u>63,680</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>220,799</u>	<u>54,833</u>	<u>191,724</u>	<u>136,891</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	863	863	-	(863)
Transfers out	(221,662)	(237,673)	(232,650)	5,023
Total Other Financing Uses	<u>(220,799)</u>	<u>(236,810)</u>	<u>(232,650)</u>	<u>4,160</u>
Net Change in Fund Balances	-	(181,977)	(40,926)	141,051
FUND BALANCES				
Beginning of Year	-	181,977	913,866	731,889
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 872,940</u>	<u>\$ 872,940</u>

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, 2019

	Governmental Activities Internal Service Fund
ASSETS	
Cash and equivalents	\$ 3,098
Due from other funds	<u>341</u>
Total Assets	<u>3,439</u>
LIABILITIES	
Current liabilities	
Current portion of claims payable	<u>300</u>
Total Current Liabilities	300
Claims payable, less current portion	<u>3,139</u>
Total Liabilities	<u><u>\$ 3,439</u></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, 2019

	Governmental Activities Internal Service Fund
OPERATING REVENUES	
Departmental charges	\$ 676
OPERATING EXPENSES	
Employee benefits	<u>676</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, 2019

	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from departmental charges	\$ 1,473
Cash payments to insurance carriers, claimants and other	<u>(1,497)</u>
Net Cash from Operating Activities	(24)
CASH AND EQUIVALENTS	
Beginning of Year	<u>3,122</u>
End of Year	<u><u>\$ 3,098</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	797
Due to other funds	(25)
Claims payable	<u>(796)</u>
Net Cash from Operating Activities	<u><u>\$ (24)</u></u>

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

Town of Ossining, New York

Statement of Fiduciary Net Position
Fiduciary Fund
December 31, 2019

	<u>Agency</u>
ASSETS	
Cash and equivalents	\$ 13,212,080
Real property taxes receivable for other governments	<u>39,999,734</u>
Total Assets	<u><u>\$ 53,211,814</u></u>
LIABILITIES	
Due to other governments	<u><u>\$ 53,211,814</u></u>

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

Town of Ossining, New York

Statement of Changes in Fiduciary Net Position
Fiduciary Fund
December 31, 2019

	<u>Custodial Fund</u>
ADDITIONS	
Real property taxes collected for other governments	\$ 93,974,238
DEDUCTIONS	
Payments of real property taxes to other governments	<u>93,974,238</u>
Net Increase in Fiduciary Net Position	-
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

Notes to Financial Statements
December 31, 2019

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 financial statements.

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) – The Fiduciary Funds are used to account for assets held by the Town on behalf of others. The Custodial Fund is used to account for real property taxes collected for other governments.

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 are the Proprietary and Fiduciary funds. 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. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liability, certain claims 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

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from the date of acquisition.

The Town's deposit and 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.

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

Investments - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreement and obligations of New York State or its political subdivisions. The Town's investments of \$20,458 consists of certificates of deposits with original maturities of more than three months of the date of acquisition.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Town follows the provisions of GASB Statement No. 72, "*Fair Value Measurements and Application*", which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the Town does not invest in any long-term investment obligations.

Custodial Credit Risk - 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, "*Deposit and Investment Risk Disclosures – an Amendment of GASB Statement No. 3*", 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, collateralized by securities held by the pledging financial institution 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, 2019.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The Town does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The Town's investment policy limits the amount on deposit at each of its banking institutions.

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 of Westchester, New York ("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 and the various school districts located within the Town with respect to the collection and payment of real property

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

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 satisfy the balance of forty percent by 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 obligations regardless of the amounts collected. County and school districts taxes collected prior to the satisfaction of the respective warrants are considered a fiduciary activity under the provisions of GASB Statement No. 84, *"Fiduciary Activities"*, and therefore have been accounted for within the Custodial Fund.

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.

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, 2019, 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 acquisition value at the date of donation. Infrastructure assets consist of assets that were acquired or constructed subsequent to January 1, 2004.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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 \$2,550 and \$14,015 for payments received in advance in the Town Outside Village Fund and Non-Major Governmental - Special Purpose Fund, respectively. Such amounts has 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 \$1,312,449 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.

Deferred outflows and inflows of resources have been reported on the government-wide Statement of Net Position for the following:

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
New York State and Local Employees' Retirement System	\$ 714,684	\$ 258,565
Other postemployment benefit obligations	2,502,174	795,455
	<u>\$ 3,216,858</u>	<u>\$ 1,054,020</u>

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.

Net Pension Liability - The net pension liability represents the Town's proportionate share of the net pension liability of the New York State and Local Employees' Retirement System. The financial reporting of this amount is presented in accordance with the provisions of GASB Statement No. 68, *"Accounting and Financial Reporting for Pensions"* and GASB Statement No. 71, *"Pension Transition for Contributions Made Subsequent to the Measurement Date."*

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 debt service, cable television purposes, 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:

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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 June 3, 2020.

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.
- 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.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 2 - Stewardship, Compliance and Accountability (Continued)

- 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 Special Purpose or Proprietary 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

Under New York State Town Law, the Town is not limited as to the maximum amount of real property taxes which may be raised. However, Chapter 97 of the New York State Laws of 2011, as amended ("Tax Levy Limitation Law") modified previous law by imposing a limit on the amount of real property taxes a local government may levy. 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-

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 2 - Stewardship, Compliance and Accountability (Continued)

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.

D. Capital Projects Fund Project Deficits

The deficit in various capital projects arise in-part 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. The deficit in the 2018 North State Road Bike Lane project of \$52,629 and the 2018 Municipal Restructuring project of \$15,314 arises because of expenditures exceeding current financing on the project. These deficits will be eliminated with subsequent receipt of issuance of authorized financing.

E. Adoption of Accounting Standard

For the year ended December 31, 2019, the Town implemented the provisions of GASB Statement No. 84, "*Fiduciary Activities*". The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The statement established criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on 1) whether a government is controlling the assets of the fiduciary activity and 2) the beneficiaries with whom a fiduciary relationship exists. As a result of the adoption of this standard, certain transactions previously reported within governmental funds are now reflected within the Fiduciary Fund while other transactions previously reported in the Fiduciary Fund are now reflected within governmental funds.

F. Reclassification of Prior Year Presentation

Certain prior year amounts have been reclassified to conform with the current year presentation with respect to the implementation of the provisions of GASB Statement No. 84. These reclassifications had no effect on previously reported fund balance amounts.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds**A. Taxes Receivable**

Taxes receivable at December 31, 2019 consisted of the following:

Town and County taxes - Current	\$	305,970
Taxes receivable overdue		1,130,802
Property acquired for taxes		<u>38,148</u>
		1,474,920
Allowance for uncollectible taxes		<u>(38,148)</u>
	\$	<u>1,436,772</u>

School district taxes are offset by liabilities to the school districts which will be paid no later than April 5, 2020. Taxes receivable in the fund financial statements are also partially offset by deferred tax revenues of \$1,312,449, which represents an estimate of the receivable which will not be collected within the first sixty days of the subsequent year.

B. Interfund Receivables/Payables

The compositions of due from/to other funds at December 31, 2019 were as follows:

Fund	Due From	Due To
General	\$ 1,611	\$ -
Town Outside Villages	-	341
Non-Major Governmental	-	1,611
Internal Service - Workers' Compensation Benefits	341	-
	<u>\$ 1,952</u>	<u>\$ 1,952</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.

C. Capital Assets

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

	Balance January 1, 2019	Additions	Deletions	Balance December 31, 2019
Capital Assets, not being depreciated:				
Land	\$ 929,073	\$ -	\$ -	\$ 929,073
Construction-in-Progress	619,558	450,240	535,345	534,453
Total Capital Assets, not being Depreciated	<u>\$ 1,548,631</u>	<u>\$ 450,240</u>	<u>\$ 535,345</u>	<u>\$ 1,463,526</u>

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

	Balance January 1, 2019	Additions	Deletions	Balance December 31, 2019
Capital Assets, being depreciated:				
Buildings and Improvements	\$ 3,437,355	\$ 165,281	\$ -	\$ 3,602,636
Machinery and Equipment	4,211,838	671,905	424,170	4,459,573
Infrastructure	6,274,315	424,916	-	6,699,231
Total Capital Assets, being Depreciated	13,923,508	1,262,102	424,170	14,761,440
Less Accumulated Depreciation for:				
Buildings and Improvements	2,022,187	93,828	-	2,116,015
Machinery and Equipment	3,050,154	274,697	424,170	2,900,681
Infrastructure	1,626,129	384,894	-	2,011,023
Total Accumulated Depreciation	6,698,470	753,419	424,170	7,027,719
Total Capital Assets, being Depreciated, net	<u>\$ 7,225,038</u>	<u>\$ 508,683</u>	<u>\$ -</u>	<u>\$ 7,733,721</u>
Capital Assets, net	<u>\$ 8,773,669</u>	<u>\$ 958,923</u>	<u>\$ 535,345</u>	<u>\$ 9,197,247</u>

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

Governmental Activities	
General Government Support	\$ 29,531
Public Safety	412,458
Transportation	123,841
Culture and Recreation	60,404
Home and Community Services	<u>127,185</u>
Total Depreciation Expense	<u>\$ 753,419</u>

D. Accrued Liabilities

Accrued liabilities at December 31, 2019 were as follows:

	Fund					
	General	Town Outside Villages	Highway	Special Districts	Non-Major Governmental	Total
Payroll and Employee Benefits	\$ 163,636	\$ 4,084	\$ 12,752	\$ 142	\$ 4,142	\$ 184,756

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

E. Short-Term Capital Borrowings

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

Purpose	Year of Original Issue	Maturity Date	Rate of Interest	Balance January 1, 2019	New Issues	Redemptions	Balance December 31, 2019
Various Capital Projects	2013	08/07/2020	1.480 %	<u>\$ 2,202,791</u>	<u>\$ 600,114</u>	<u>\$ 1,347,818</u>	<u>\$ 1,455,087</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 of \$13,630 were recorded in the fund financial statements in the General Fund, \$20,481 in the Highway Fund, \$2,811 in the Special Districts funds and \$20,903 in the Non-Major governmental funds. Interest expense of \$43,754 was recorded in the government-wide financial statements for governmental activities.

F. Long-Term Liabilities

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2019:

	Balance January 1, 2019	New Issues/ Additions	Maturities and/or Payments	Balance December 31, 2019	Due Within One Year
General Obligation Bonds Payable:					
Capital construction	\$ 2,594,978	\$ 935,000	\$ 371,497	\$ 3,158,481	\$ 360,553
Other	<u>765,022</u>	<u>-</u>	<u>88,503</u>	<u>676,519</u>	<u>89,447</u>
	<u>3,360,000</u>	<u>935,000</u>	<u>460,000</u>	<u>3,835,000</u>	<u>450,000</u>
Other Non-Current Liabilities:					
Claims Payable	4,235	676	1,472	3,439	300
Compensated Absences	98,818	-	45,420	53,398	5,300
Net Pension Liability	346,270	405,707	-	751,977	-
Other Post Employment Benefit Obligations Payable	<u>14,905,414</u>	<u>4,679,848</u>	<u>511,580</u>	<u>19,073,682</u>	<u>-</u>
Total Other Non-Current Liabilities	<u>15,354,737</u>	<u>5,086,231</u>	<u>558,472</u>	<u>19,882,496</u>	<u>5,600</u>
Total Long-Term Liabilities	<u>\$ 18,714,737</u>	<u>\$ 6,021,231</u>	<u>\$ 1,018,472</u>	<u>\$ 23,717,496</u>	<u>\$ 455,600</u>

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

Each governmental fund's liability for compensated absences, net pension liability 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.

General Obligation Bonds Payable

General obligation bonds payable at December 31, 2019 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rate	Amount Outstanding at December 31, 2019
Public Improvements	2000	\$ 1,561,000	June, 2020	5.500 %	\$ 90,000
Public Improvements	2007	1,695,000	April, 2027	4.250	330,000
Public Improvements	2012	2,425,000	February, 2032	2.000 - 3.00	1,445,000
Public Improvements	2014	1,693,947	September, 2026	2.000 - 2.50	1,035,000
Public Improvements	2019	935,000	August, 2026	1.750 - 2.00	935,000
					<u>\$ 3,835,000</u>

Interest expenditures of \$89,081, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$93,273 was recorded in the government-wide financial statements for governmental activities.

Payments to Maturity

The annual requirements to amortize all bonded debt outstanding as of December 31, 2019 including interest payments of \$493,011 are as follows:

Year Ended December 31,	Principal	Interest
2020	\$ 450,000	\$ 87,931
2021	415,000	76,744
2022	345,000	69,706
2023	425,000	60,556
2024	350,000	52,925
2025-2029	1,540,000	132,249
2030-2032	310,000	12,900
	<u>\$ 3,835,000</u>	<u>\$ 493,011</u>

The above general obligation bonds 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.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

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.

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

	<u>2019</u>	<u>2018</u>
Balance - Beginning of Year	\$ 4,235	\$ 5,375
Provision for Claims and Claims Adjustment Expenses	676	1,760
Claims and Claims Adjustment Expenses Paid	<u>(1,472)</u>	<u>(2,900)</u>
Balance - End of Year	<u>\$ 3,439</u>	<u>\$ 4,235</u>
Due Within One Year	<u>\$ 300</u>	<u>\$ 400</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.

Pension Plans

New York State and Local Retirement System

The Town participates in the New York State and Local Employees' Retirement System ("ERS"). This is a cost-sharing, multiple-employer defined benefit pension plan. ERS provides retirement benefits as well as death and disability benefits. The net position of the ERS is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all net assets and record changes in plan net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the ERS. The Comptroller is an elected

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the ERS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Town also participates in the Public Employees' Group Life Insurance Plan, which provides death benefits in the form of life insurance. The ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The ERS is noncontributory except for employees who joined after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010, who generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the ERS's fiscal year ending March 31. The employer contribution rates for the plan's year ending in 2019 are as follows:

<u>Tier/Plan</u>	<u>Rate</u>
4 A15	15.8 %
5 A15	13.2
6 A15	9.3

At December 31, 2019, the Town reported the following for its proportionate share of the net pension liability for ERS:

	<u>ERS</u>
Measurement date	March 31, 2019
Net pension liability	\$ 751,977
Town's proportion of the net pension liability	0.0106132 %
Change in proportion since the prior measurement date	(0.000001157) %

The net pension liability was measured as of March 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

For the year ended December 31, 2019, the Town recognized pension expense in the government-wide financial statements of \$501,277 for ERS. Pension expenditures of \$421,131 for ERS were recorded in the fund financial statements and were charged to the following funds:

	<u>ERS</u>
General Fund	\$ 266,492
Town Outside Village	21,527
Highway	121,076
Special Districts – Sewer	1,750
Special Purpose	<u>10,286</u>
Total	<u>\$ 421,131</u>

At December 31, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>ERS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 148,080	\$ 50,479
Changes of assumptions	189,016	-
Net difference between projected and actual earnings on pension plan investments	-	192,999
Changes in proportion and differences between Town contributions and proportionate share of contributions	64,775	15,087
Town contributions subsequent to the measurement date	<u>312,813</u>	<u>-</u>
	<u>\$ 714,684</u>	<u>\$ 258,565</u>

\$312,813 reported as deferred outflows of resources related to ERS, resulting from the Town's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan's year ended March 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS will be recognized in pension expense as follows:

<u>Year Ended March 31,</u>	
2020	\$ 176,777
2021	(138,537)
2022	(2,311)
2023	107,377

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

The total pension liability for the ERS measurement date was determined by using an actuarial valuation date as noted below, with update procedures used to roll forward the total pension liabilities to that measurement date. Significant actuarial assumptions used in the valuation were as follows:

	ERS
Measurement date	March 31, 2019
Actuarial valuation date	April 1, 2018
Investment rate of return	7.0% *
Salary scale	4.5%
Inflation rate	2.5%
Cost of living adjustments	1.3%

*Compounded annually, net of pension plan investment expenses, including inflation.

Annuitant mortality rates are based on the System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2014.

The actuarial assumptions used in the valuation are based on the results of an actuarial experience study for the period April 1, 2010 - March 31, 2015.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class are summarized in the following table.

Asset Type	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	36 %	4.55 %
International Equity	14	6.35
Private Equity	10	7.75
Real Estate	10	5.80
Absolute Return Strategies	2	4.00
Opportunistic Portfolio	3	5.89
Real Assets	3	5.54
Bonds and Mortgages	17	1.31
Cash	1	(0.25)
Inflation Indexed Bonds	4	1.50
	<u>100 %</u>	

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

The real rate of return is net of the long-term inflation assumption of 2.5%.

The discount rate used to calculate the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.0%, as well as what the Town's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.0%) or 1 percentage point higher (8.0%) than the current rate:

	1% Decrease (6.0%)	Current Assumption (7.0%)	1% Increase (8.0%)
Town's proportionate share of the ERS net pension liability (asset)	<u>\$ 3,287,763</u>	<u>\$ 751,977</u>	<u>\$ (1,378,263)</u>

The components of the collective net pension liability as of the March 31, 2019 measurement date were as follows:

Total pension liability	\$ 189,803,429,000
Fiduciary net position	<u>182,718,124,000</u>
Employers' net pension liability	<u>\$ 7,085,305,000</u>
Fiduciary net position as a percentage of total pension liability	<u>96.27%</u>

Employer contributions to ERS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of December 31, 2019 represent the employer contribution for the period of April 1, 2019 through December 31, 2019 based on prior year ERS wages multiplied by the employers' contribution rate, by tier. Retirement contributions to ERS for the nine months ended December 31, 2019 were \$312,813.

Voluntary Defined Contribution Plan

The Town can offer a defined contribution plan to all non-union employees hired on or after July 1, 2013 and earning at the annual full-time salary rate of \$75,000 or more. The employee contribution is between 3% and 6% depending on salary and the Town will contribute 8%. Employer contributions vest after 366 days of service. No current employees participated in this program.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

Other Post Employment Benefit Obligations ("OPEB")

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit OPEB 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 as noted below. Substantially all of the Town's employees may become eligible for those benefits if they reach normal retirement age while working for the Town. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *"Accounting and Financial Reporting for Postemployment Benefits Other than Pensions"*, so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At December 31, 2019, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	42
Active employees	<u>50</u>
	<u>92</u>

The Town's total OPEB liability of \$19,073,682 was measured as of December 31, 2019, and was determined by an actuarial valuation as of January 1, 2018.

The total OPEB liability in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	3.5%, average, including inflation
Discount rate	2.74%
Healthcare cost trend rates	8.0% for 2019, decreasing 0.5% per year to an ultimate rate of 5.0% for 2025 and later years
Retirees' share of benefit-related costs	Varies from 0% to 40%, depending on applicable retirement year and bargaining unit

The discount rate was based on the "Bond Buyer's 20 Bond Index" report.

Mortality rates were based on the MP-2017 Healthy Male and Female Tables for both pre and post retirement, projected with mortality improvements.

The actuarial assumptions used in the January 1, 2018 valuation were based on the most recent decrement tables for turnover, disability and retirement for ERS. ERS tables were based on a version released in 2015.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

The Town's change in the total OPEB liability for the year ended December 31, 2019 is as follows:

Total OPEB Liability - Beginning of Year	\$ 14,905,414
Service cost	529,274
Interest	622,441
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	3,528,133
Benefit payments	<u>(511,580)</u>
Total OPEB Liability - End of Year	<u>\$ 19,073,682</u>

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.74%) or 1 percentage point higher (3.74%) than the current discount rate:

	1% Decrease (1.74%)	Current Assumption (2.74%)	1% Increase (3.74%)
Total OPEB Liability	<u>\$ 22,482,471</u>	<u>\$ 19,073,682</u>	<u>\$ 16,376,831</u>

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (7.00% decreasing to 4.0%) or 1 percentage point higher (9.00% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease (7.00% decreasing to 4.00%)	Healthcare Cost Trend Rates (8.00% decreasing to 5.00%)	1% Increase (9.00% decreasing to 6.00%)
Total OPEB Liability	<u>\$ 15,793,508</u>	<u>\$ 19,073,682</u>	<u>\$ 23,399,332</u>

For the year ended December 31, 2019, the Town recognized OPEB expense of \$1,983,742 in the government-wide financial statements. At December 31, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ 2,502,174	\$ 795,455
Differences between expected and actual experience	-	-
	<u>\$ 2,502,174</u>	<u>\$ 795,455</u>

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

Note 3 - Detailed Notes on All Funds (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31,	
2020	\$ 476,502
2021	285,066
2022	285,066
2023	285,068
2024	355,282
Thereafter	19,735

G. Significant Commitments - Encumbrances

As discussed in Note 2,A, Budgetary data, encumbrance accounting is utilized to the extent necessary to issue effective budgetary control and accountability and to facilitate effective cash planning and control. At December 31, 2019, the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

General Fund	\$ 22,224
Town Outside Village Fund	29,873
Highway Fund	26,771
Non-Major Funds	<u>12,167</u>
	<u>\$ 91,035</u>

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:

Transfers Out	Transfers In			Total
	Highway Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ 813,158	\$ 182,744	\$ 995,902
Town Outside Villages Fund	390,361	-	48,477	438,838
Highway Fund	-	7,308	132,772	140,080
Special Districts Fund	-	20,000	212,650	232,650
Capital Projects Fund	-	2	-	2
Non-Major Governmental Funds	-	-	27,038	27,038
	<u>\$ 390,361</u>	<u>\$ 840,468</u>	<u>\$ 603,681</u>	<u>\$ 1,834,510</u>

Note 3 - Detailed Notes on All Funds (Continued)

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 Highway, Capital Projects and Special Purpose 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 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 Cable Television Purposes - the component of net position that represents funds restricted to provide enhancements to the Town's equipment used for public, educational or governmental ("PEG") video access services as delineated by the terms of the cable franchise agreement.

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

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, 2019

Note 3 - Detailed Notes on All Funds (Continued)

J. Fund Balances

	2019						2018							
	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	\$ 85,259	\$ 5,197	\$ 47,191	\$ 350	\$ -	\$ 2,266	\$ 140,263	\$ 70,213	\$ 5,057	\$ 31,437	\$ 731	\$ -	\$ 2,291	\$ 109,729
Restricted:														
Cable television purposes	-	150,933	-	-	-	-	150,933	-	128,269	-	-	-	-	128,269
Debt service	-	-	-	-	-	125,546	125,546	-	-	-	-	-	100,398	100,398
Debt service - Subsequent year's expenditures	-	-	-	-	-	-	-	-	-	-	-	-	68,191	68,191
Trusts	-	-	-	-	-	381,729	381,729	-	-	-	-	-	321,727	321,727
Parklands	-	-	-	-	-	541	541	-	-	-	-	-	526	526
Total Restricted	-	150,933	-	-	-	507,816	658,749	-	128,269	-	-	-	490,842	619,111
Assigned:														
Purchases on order:														
General government support	6,999	14,363	-	-	-	-	21,362	19,181	819	-	-	-	-	20,000
Public safety	-	15,510	-	-	-	-	15,510	-	14,679	-	-	-	-	14,679
Transportation	-	-	26,771	-	-	-	26,771	-	-	5,849	-	-	-	5,849
Home and community services	15,225	-	-	-	-	12,167	27,392	-	-	-	138,159	-	-	138,159
	22,224	29,873	26,771	-	-	12,167	91,035	19,181	15,498	5,849	138,159	-	-	178,687
Subsequent year's expenditures	-	-	-	-	-	-	-	24,692	-	-	-	-	-	24,692
Major Funds	-	3,965,338	782,817	872,590	-	-	5,620,745	-	3,543,439	690,461	774,976	-	-	5,008,876
Total Assigned	22,224	3,995,211	809,588	872,590	-	12,167	5,711,780	43,873	3,558,937	696,310	913,135	-	-	5,212,255
Unassigned	2,703,064	-	-	-	(30,948)	-	2,672,116	3,186,463	-	-	-	(962,590)	-	2,223,873
Total Fund Balances	\$ 2,810,547	\$ 4,151,341	\$ 856,779	\$ 872,940	\$ (30,948)	\$ 522,249	\$ 9,182,908	\$ 3,300,549	\$ 3,692,263	\$ 727,747	\$ 913,866	\$ (962,590)	\$ 493,133	\$ 8,164,968

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

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, 2019, 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.

Contingencies

The Town participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Uniform Guidance. 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.

Related Party Transactions

The Town has several intermunicipal agreements with the Village of Ossining, New York ("Village") to provide finance, information technology, water, sewer, recreation, engineering, clerk, police and fire protection services. These charges aggregated to approximately \$3.78 million for the year ended December 31, 2019. Additionally, the Town provides sewer, parking and clerk services to the Village.

Town of Ossining, New York

Notes to Financial Statements (Continued)
December 31, 2019

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.

Note 5 - Tax Abatements

The Town has real property tax abatement agreements with housing development and redevelopment companies organized pursuant to Article V or Article 18-A of the General Municipal Law ("GML").

Generally, these agreements provide for a 100 percent abatement of real property taxes in exchange for a payment in lieu of taxes (PILOT), with the exception of special district property taxes.

Copies of the agreements may be obtained from Thomas E. Warren, Comptroller, 16 Croton Avenue, Ossining, NY 10562, twarren@townofossining.com. Information relevant to disclosure of these agreements for the fiscal year ended December 31, 2019 is as follows:

Start Date	Agreement	Fund	Taxable Assessed Value	Tax Rate	Tax Value	PILOT Received	Taxes Abated
9/9/1982	Maple House Associates	General	\$ 12,589,700	\$ 0.75405	\$ 9,493	\$ 995	\$ 8,498
1/25/2005	The Pines at Narragansett	General	9,082,100	0.75405	6,848	867	5,981
1/25/2005	The Pines at Narragansett	Ambulance District	9,082,100	0.20806	1,890	239	1,651
6/1/2016 (original 3/23/2006)	Snowden House/ Standard Snowden Venture LP	General	11,458,500	0.75405	8,640	1,102	7,538
4/10/2014	Harbor Square Crossings LLC	General	53,427,000	0.75405	40,287	7,624	32,663
2/19/2014	507 North State Road LLC	General	1,506,800	0.75405	1,136	1,151	(15)
		Highway	1,506,800	2.56460	3,864	4,392	(528)
		Unincorporated Area	1,506,800	2.87792	4,336	3,913	423
						<u>\$ 20,283</u>	<u>\$ 56,211</u>

Town of Ossining, New York

Notes to Financial Statements (Concluded)
December 31, 2019

Note 6 - Subsequent Event

Subsequent to year end, the COVID-19 (coronavirus) pandemic has resulted in substantial economic volatility on a global scale. As a result, the Town's economically sensitive revenues (i.e. sales taxes, mortgage recording taxes, interest earnings, fees, state and federal aid) might be negatively impacted. Collection rates on real property taxes might be slowed as unemployment rates are expected to spike. Meanwhile, the Town's expenditures for public safety and health service functions and pension benefits (due to stock market declines) would all be expected to increase. None of these factors were taken into consideration in the development of the 2020 adopted budget. Given the uncertainty around the extent and timing of the potential future spread or mitigation of the coronavirus and around the imposition or relaxation of protective measures, management cannot reasonably estimate the actual impact on the Town's financial position at this time.

Town of Ossining, New York

Required Supplementary Information - Schedule of Changes in the Town's Total OPEB Liability and Related Ratios Last Ten Fiscal Years (1)(2)

	2019	2018
Total OPEB Liability:		
Service cost	\$ 529,274	\$ 612,181
Interest	622,441	554,039
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other inputs	3,528,133	(1,523,072)
Benefit payments	(511,580)	(458,873)
Net Change in Total OPEB Liability	4,168,268	(815,725)
Total OPEB Liability – Beginning of Year	14,905,414	15,721,139 (3)
Total OPEB Liability – End of Year	<u>\$ 19,073,682</u>	<u>\$ 14,905,414</u>
Town's covered-employee payroll	<u>\$ 2,982,985</u>	<u>\$ 2,910,230</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>639%</u>	<u>512%</u>

Notes to Schedule:

(1) Data not available prior to fiscal year 2018 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of this Statement to pay related benefits.

(3) Restated for the implementation of the provisions of GASB Statement No. 75.

See independent auditors' report.

Town of Ossining, New York

Required Supplementary Information
New York State and Local Employees' Retirement System
Last Ten Fiscal Years (1)

Schedule of Town's Proportionate Share of New Pension Liability (2)

	2019	2018	2017	2016 (3)	2015
Town's proportion of the net pension liability	<u>0.0106132%</u>	<u>0.0107289%</u>	<u>0.0108921%</u>	<u>0.0109087%</u>	<u>0.0099498%</u>
Town's proportionate share of the net pension liability	<u>\$ 751,977</u>	<u>\$ 346,270</u>	<u>\$ 1,023,450</u>	<u>\$ 1,750,882</u>	<u>\$ 336,130</u>
Town's covered payroll	<u>\$ 3,215,529</u>	<u>\$ 3,149,540</u>	<u>\$ 2,998,997</u>	<u>\$ 2,860,051</u>	<u>\$ 2,745,057</u>
Town's proportionate share of the net pension liability as a percentage of its covered payroll	<u>23.39%</u>	<u>10.99%</u>	<u>34.13%</u>	<u>61.22%</u>	<u>12.24%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>96.27%</u>	<u>98.20%</u>	<u>94.70%</u>	<u>90.70%</u>	<u>97.90%</u>

Schedule of Contributions

	2019	2018	2017	2016	2015
Contractually required contribution	\$ 453,076	\$ 452,158	\$ 460,590	\$ 419,255	\$ 504,839
Contributions in relation to the contractually required contribution	<u>(453,076)</u>	<u>(452,158)</u>	<u>(460,590)</u>	<u>(419,255)</u>	<u>(504,839)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	<u>\$ 3,202,869</u>	<u>\$ 3,062,119</u>	<u>\$ 2,928,849</u>	<u>\$ 2,699,124</u>	<u>\$ 2,762,475</u>
Contributions as a percentage of covered payroll	<u>14.15%</u>	<u>14.77%</u>	<u>15.73%</u>	<u>15.53%</u>	<u>18.27%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions."

(2) The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(3) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.

See independent auditors' report.

Town of Ossining, New York

General Fund
Comparative Balance Sheet
December 31,

	2019	2018
ASSETS		
Cash and equivalents	\$ 2,839,475	\$ 3,260,867
Taxes receivable		
Town and County taxes	305,970	215,326
Taxes receivable overdue	1,130,802	600,686
Property acquired for taxes	38,148	38,148
	1,474,920	854,160
Allowance for uncollectible taxes	(38,148)	(38,148)
	1,436,772	816,012
Other receivables		
Accounts	103,547	88,998
State and Federal aid	23,310	23,327
Due from other governments	47,440	104,149
Due from other funds	1,611	-
	175,908	216,474
Prepaid expenditures	85,259	70,213
Total Assets	\$ 4,537,414	\$ 4,363,566
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 248,917	\$ 76,654
Accrued liabilities	163,636	197,369
Deposits payable	577	909
Employee payroll deductions	1,115	711
Due to other governments	173	2,762
Total Liabilities	414,418	278,405
Deferred inflows of resources		
Deferred tax revenues	1,312,449	784,612
Total Liabilities and Deferred Inflows of Resources	1,726,867	1,063,017
Fund balance		
Nonspendable	85,259	70,213
Assigned	22,224	43,873
Unassigned	2,703,064	3,186,463
Total Fund Balance	2,810,547	3,300,549
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 4,537,414	\$ 4,363,566

See independent auditors' report.

Town of Ossining, New York

General Fund

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

	2019			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 3,699,990	\$ 3,699,990	\$ 3,217,221	\$ (482,769)
Other tax items	461,864	461,864	535,676	73,812
Departmental income	43,000	43,000	40,628	(2,372)
Intergovernmental charges	356,270	356,270	316,321	(39,949)
Use of money and property	51,300	51,300	173,833	122,533
Licenses and permits	4,000	4,000	8,404	4,404
Fines and forfeitures	160,000	160,000	172,202	12,202
Sale of property and compensation for loss	-	-	38,449	38,449
State aid	496,488	496,488	523,011	26,523
Federal aid	79,000	79,000	83,116	4,116
Miscellaneous	212,000	212,000	209,214	(2,786)
Total Revenues	5,563,912	5,563,912	5,318,075	(245,837)
EXPENDITURES				
Current				
General government support	2,508,046	2,499,957	2,386,534	113,423
Economic opportunity and development	608,512	608,505	582,125	26,380
Culture and recreation	642,704	738,453	706,598	31,855
Employee benefits	1,336,818	1,227,380	1,123,288	104,092
Debt service				
Interest	17,820	17,820	13,630	4,190
Total Expenditures	5,113,900	5,092,115	4,812,175	279,940
Excess of Revenues Over Expenditures	450,012	471,797	505,900	34,103
OTHER FINANCING SOURCES (USES)				
Transfers in	40,188	40,188	-	(40,188)
Transfers out	(534,073)	(1,031,908)	(995,902)	36,006
Total Other Financing Uses	(493,885)	(991,720)	(995,902)	(4,182)
Net Change in Fund Balance	(43,873)	(519,923)	(490,002)	29,921
FUND BALANCE				
Beginning of Year	43,873	519,923	3,300,549	2,780,626
End of Year	\$ -	\$ -	\$ 2,810,547	\$ 2,810,547

See independent auditors' report.

2018			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,608,630	\$ 3,608,630	\$ 3,283,956	\$ (324,674)
496,423	496,423	408,656	(87,767)
43,000	43,000	44,120	1,120
349,341	349,341	350,399	1,058
34,300	34,300	123,339	89,039
4,000	4,000	11,333	7,333
160,000	160,000	160,529	529
-	-	35,162	35,162
647,488	647,488	796,072	148,584
77,000	77,000	72,069	(4,931)
60,000	60,000	60,248	248
5,480,182	5,480,182	5,345,883	(134,299)
2,483,122	2,447,731	2,316,059	131,672
614,906	619,356	572,824	46,532
663,581	791,314	771,635	19,679
1,288,019	1,253,733	1,203,690	50,043
7,488	7,488	7,487	1
5,057,116	5,119,622	4,871,695	247,927
423,066	360,560	474,188	113,628
-	-	-	-
(509,928)	(576,840)	(576,835)	5
(509,928)	(576,840)	(576,835)	5
(86,862)	(216,280)	(102,647)	113,633
86,862	216,280	3,403,196	3,186,916
\$ -	\$ -	\$ 3,300,549	\$ 3,300,549

Town of Ossining, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended December 31, 2019

(With Comparative Actuals for 2018)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2018 Actual
REAL PROPERTY TAXES	<u>\$ 3,699,990</u>	<u>\$ 3,699,990</u>	<u>\$ 3,217,221</u>	<u>\$ (482,769)</u>	<u>\$ 3,283,956</u>
OTHER TAX ITEMS					
Payments in lieu of taxes	11,864	11,864	11,739	(125)	11,631
Gain on sale of tax acquired property	-	-	-	-	-
Interest and penalties on real property taxes	<u>450,000</u>	<u>450,000</u>	<u>523,937</u>	<u>73,937</u>	<u>397,025</u>
	<u>461,864</u>	<u>461,864</u>	<u>535,676</u>	<u>73,812</u>	<u>408,656</u>
DEPARTMENTAL INCOME					
Reimbursement for tax sale advertising	8,000	8,000	2,400	(5,600)	2,460
Clerk fees	8,000	8,000	10,453	2,453	9,327
Public health fees	10,000	10,000	10,910	910	10,540
Parks and recreation fees	15,000	15,000	15,025	25	20,913
Marina and dock fees	<u>2,000</u>	<u>2,000</u>	<u>1,840</u>	<u>(160)</u>	<u>880</u>
	<u>43,000</u>	<u>43,000</u>	<u>40,628</u>	<u>(2,372)</u>	<u>44,120</u>
INTERGOVERNMENTAL CHARGES					
Reimbursement for clerk services	<u>356,270</u>	<u>356,270</u>	<u>316,321</u>	<u>(39,949)</u>	<u>350,399</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	40,000	40,000	158,260	118,260	101,349
Rental of real property	<u>11,300</u>	<u>11,300</u>	<u>15,573</u>	<u>4,273</u>	<u>21,990</u>
	<u>51,300</u>	<u>51,300</u>	<u>173,833</u>	<u>122,533</u>	<u>123,339</u>
LICENSES AND PERMITS					
Dog license fees	<u>4,000</u>	<u>4,000</u>	<u>8,404</u>	<u>4,404</u>	<u>11,333</u>
FINES AND FORFEITURES					
Fines and forfeited bail	<u>160,000</u>	<u>160,000</u>	<u>172,202</u>	<u>12,202</u>	<u>160,529</u>

**SALE OF PROPERTY AND
COMPENSATION FOR LOSS**

Minor sales	-	-	19,709	19,709	24,042
Insurance recoveries	-	-	18,740	18,740	11,120

	-	-	38,449	38,449	35,162
--	---	---	--------	--------	--------

STATE AID

Per capita	-	-	-	-	151,987
Mortgage tax	461,488	461,488	491,903	30,415	617,525
Supplemental Nutrition Assistance Program	30,000	30,000	31,108	1,108	20,032
Other	5,000	5,000	-	(5,000)	6,528

	496,488	496,488	523,011	26,523	796,072
--	---------	---------	---------	--------	---------

FEDERAL AID

Title III B	10,000	10,000	9,974	(26)	9,974
Title III C-1	34,000	34,000	50,368	16,368	38,630
Title III C-2	15,000	15,000	6,149	(8,851)	5,229
Commodity funding	20,000	20,000	16,625	(3,375)	18,236

	79,000	79,000	83,116	4,116	72,069
--	--------	--------	--------	-------	--------

MISCELLANEOUS

Aim Related Payment	151,000	151,000	151,987	987	-
Call-A-Cab	18,000	18,000	21,312	3,312	17,685
Senior Nutrition Program	27,000	27,000	28,229	1,229	31,749
Refund of prior year's expenditures	-	-	(3,026)	(3,026)	346
Gifts and donations	5,000	5,000	-	(5,000)	-
Other	11,000	11,000	10,712	(288)	10,468

	212,000	212,000	209,214	(2,786)	60,248
--	---------	---------	---------	---------	--------

TOTAL REVENUES

	5,563,912	5,563,912	5,318,075	(245,837)	5,345,883
--	-----------	-----------	-----------	-----------	-----------

OTHER FINANCING SOURCES

Transfers in					
Debt Service Fund	40,188	40,188	-	(40,188)	-

**TOTAL REVENUES AND OTHER
FINANCING SOURCES**

	\$ 5,604,100	\$ 5,604,100	\$ 5,318,075	\$ (286,025)	\$ 5,345,883
--	--------------	--------------	--------------	--------------	--------------

See independent auditors' report.

Town of Ossining, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended December 31, 2019

(With Comparative Actuals for 2018)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2018 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 46,528	\$ 46,528	\$ 45,124	\$ 1,404	\$ 46,650
Town Justice	611,679	598,779	584,469	14,310	587,334
Supervisor	153,539	202,188	190,566	11,622	155,057
Auditor	26,422	19,356	19,355	1	19,563
Tax Collector	196,402	181,535	170,136	11,399	175,368
Assessor	496,117	524,557	508,694	15,863	464,197
Town Clerk	250,313	232,300	230,094	2,206	224,823
Town Attorney	111,312	100,516	92,727	7,789	108,247
Engineer	4,963	4,963	4,962	1	4,442
Elections	73,009	75,943	75,839	104	81,337
Buildings	206,591	206,591	202,453	4,138	204,532
Central communications	45,072	45,072	27,867	17,205	25,580
Central data processing	153,314	153,314	148,188	5,126	147,663
Unallocated insurance	59,884	57,192	56,149	1,043	53,719
Judgments and claims	5,000	25,000	14,768	10,232	3,603
Filing fees	4,000	4,000	3,845	155	2,633
Taxes on Town owned property	3,000	4,148	4,148	-	4,309
Metropolitan commuter transportation mobility tax	7,321	6,180	6,150	30	7,002
Miscellaneous	1,000	1,000	1,000	-	-
Contingency	52,580	10,795	-	10,795	-
	<u>2,508,046</u>	<u>2,499,957</u>	<u>2,386,534</u>	<u>113,423</u>	<u>2,316,059</u>
ECONOMIC OPPORTUNITY AND DEVELOPMENT					
Veteran's services	6,000	5,993	4,328	1,665	5,503
Nutrition - C-1	128,494	128,749	112,207	16,542	94,408
Nutrition - C-2	33,500	33,500	30,435	3,065	32,506
Transportation support services	418,538	418,538	414,627	3,911	420,592
Supplemental Nutrition Assistance Program	18,500	18,500	17,378	1,122	16,525
R.U.O.K. Program	3,480	3,225	3,150	75	3,290
	<u>608,512</u>	<u>608,505</u>	<u>582,125</u>	<u>26,380</u>	<u>572,824</u>

CULTURE AND RECREATION

Parks	533,776	629,525	612,788	16,737	667,335
Youth programs	51,748	56,448	51,949	4,499	56,794
Celebrations	38,880	34,180	27,486	6,694	34,863
Parks sewer lift stations	18,300	18,300	14,375	3,925	12,643

	<u>642,704</u>	<u>738,453</u>	<u>706,598</u>	<u>31,855</u>	<u>771,635</u>
--	----------------	----------------	----------------	---------------	----------------

EMPLOYEE BENEFITS

State retirement	332,702	332,702	266,492	66,210	291,625
Social security	170,854	170,854	153,905	16,949	156,495
Workers' compensation benefits	23,304	23,304	15,934	7,370	16,500
Life and dental insurance	49,000	49,000	42,639	6,361	41,401
Unemployment benefits	5,000	5,000	3,894	1,106	6,205
Disability insurance	3,000	3,000	2,555	445	2,615
Hospital and medical insurance	752,958	643,520	637,869	5,651	688,849

	<u>1,336,818</u>	<u>1,227,380</u>	<u>1,123,288</u>	<u>104,092</u>	<u>1,203,690</u>
--	------------------	------------------	------------------	----------------	------------------

DEBT SERVICE

Bond anticipation notes					
Interest	17,820	17,820	13,630	4,190	7,487

TOTAL EXPENDITURES

	<u>5,113,900</u>	<u>5,092,115</u>	<u>4,812,175</u>	<u>279,940</u>	<u>4,871,695</u>
--	------------------	------------------	------------------	----------------	------------------

OTHER FINANCING USES

Transfers out					
Debt Service Fund	434,073	434,073	403,067	31,006	409,923
Capital Projects Fund	-	497,835	492,835	5,000	66,912
Special Purpose Fund	100,000	100,000	100,000	-	100,000

TOTAL OTHER FINANCING USES

	<u>534,073</u>	<u>1,031,908</u>	<u>995,902</u>	<u>36,006</u>	<u>576,835</u>
--	----------------	------------------	----------------	---------------	----------------

**TOTAL EXPENDITURES AND OTHER
FINANCING USES**

	<u>\$ 5,647,973</u>	<u>\$ 6,124,023</u>	<u>\$ 5,808,077</u>	<u>\$ 315,946</u>	<u>\$ 5,448,530</u>
--	---------------------	---------------------	---------------------	-------------------	---------------------

See independent auditors' report.

Town of Ossining, New York

Town Outside Villages Fund
Comparative Balance Sheet
December 31,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and equivalents	<u>\$ 3,803,688</u>	<u>\$ 3,593,231</u>
Receivables		
Accounts	156,077	5,785
Due from other governments	<u>297,986</u>	<u>223,930</u>
	<u>454,063</u>	<u>229,715</u>
Prepaid expenditures	<u>5,197</u>	<u>5,057</u>
Total Assets	<u><u>\$ 4,262,948</u></u>	<u><u>\$ 3,828,003</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 13,528	\$ 15,687
Accrued liabilities	4,084	2,279
Deposits payable	91,104	116,636
Due to other funds	341	1,138
Unearned revenues	<u>2,550</u>	<u>-</u>
Total Liabilities	<u>111,607</u>	<u>135,740</u>
Fund balance		
Nonspendable	5,197	5,057
Restricted	150,933	128,269
Assigned	<u>3,995,211</u>	<u>3,558,937</u>
Total Fund Balance	<u>4,151,341</u>	<u>3,692,263</u>
Total Liabilities and Fund Balance	<u><u>\$ 4,262,948</u></u>	<u><u>\$ 3,828,003</u></u>

See independent auditors' report.

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,

	2019			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,735,601	\$ 2,735,601	\$ 2,735,601	\$ -
Other tax items	143,998	143,998	202,917	58,919
Non-property taxes	700,000	700,000	989,142	289,142
Departmental income	103,250	103,250	217,823	114,573
Use of money and property	6,656	6,656	51,600	44,944
Licenses and permits	-	-	-	-
Sale of property and compensation for loss	-	-	860	860
State Aid	84,793	84,793	94,112	9,319
Miscellaneous	-	-	28	28
Total Revenues	3,774,298	3,774,298	4,292,083	517,785
EXPENDITURES				
Current				
General government support	417,971	377,727	316,599	61,128
Public safety	2,366,067	2,406,311	2,385,638	20,673
Culture and recreation	360,175	360,175	360,174	1
Home and community services	43,611	43,611	9,129	34,482
Employee benefits	395,947	395,947	322,627	73,320
Total Expenditures	3,583,771	3,583,771	3,394,167	189,604
Excess of Revenues Over Expenditures	190,527	190,527	897,916	707,389
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	-	-	-	-
Transfers in	2,600	2,600	-	(2,600)
Transfers out	(208,625)	(441,442)	(438,838)	2,604
Total Other Financing Uses	(206,025)	(438,842)	(438,838)	4
Net Change in Fund Balance	(15,498)	(248,315)	459,078	707,393
FUND BALANCE				
Beginning of Year	15,498	248,315	3,692,263	3,443,948
End of Year	\$ -	\$ -	\$ 4,151,341	\$ 4,151,341

See independent auditors' report.

2018			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,670,550	\$ 2,670,550	\$ 2,669,542	\$ (1,008)
123,770	123,770	150,646	26,876
700,000	700,000	865,530	165,530
88,250	88,250	300,521	212,271
5,000	5,000	24,318	19,318
-	-	3,200	3,200
-	-	-	-
84,793	84,793	53,881	(30,912)
-	-	397	397
3,672,363	3,672,363	4,068,035	395,672
355,420	356,969	339,600	17,369
2,206,753	2,207,114	2,188,466	18,648
352,421	352,421	352,420	1
49,322	47,412	22,354	25,058
453,762	453,762	322,396	131,366
3,417,678	3,417,678	3,225,236	192,442
254,685	254,685	842,799	588,114
-	-	-	-
27,750	27,750	27,750	-
(302,182)	(302,182)	(301,439)	743
(274,432)	(274,432)	(273,689)	743
(19,747)	(19,747)	569,110	588,857
19,747	19,747	3,123,153	3,103,406
\$ -	\$ -	\$ 3,692,263	\$ 3,692,263

Town of Ossining, New York

Town Outside Villages Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended December 31, 2019

(With Comparative Actuals for 2018)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2018 Actual
REAL PROPERTY TAXES	\$ 2,735,601	\$ 2,735,601	\$ 2,735,601	\$ -	\$ 2,669,542
OTHER TAX ITEMS					
Franchise fees	140,000	140,000	198,525	58,525	146,725
Payments in lieu of taxes	3,998	3,998	4,392	394	3,921
	143,998	143,998	202,917	58,919	150,646
NON-PROPERTY TAXES					
Non-property tax distribution from County	700,000	700,000	989,142	289,142	865,530
DEPARTMENTAL INCOME					
Alarm fees and fines	9,500	9,500	9,086	(414)	9,150
Building inspection fees	90,000	90,000	202,593	112,593	277,579
Zoning fees	750	750	1,250	500	500
Planning Board fees	2,000	2,000	3,350	1,350	10,075
Other fees	1,000	1,000	1,544	544	3,217
	103,250	103,250	217,823	114,573	300,521
USE OF MONEY AND PROPERTY					
Earnings on investments	6,656	6,656	51,600	44,944	24,318
LICENSES AND PERMITS					
Film permits	-	-	-	-	3,200
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Minor sales	-	-	860	860	-

STATE AID

Mortgage tax

84,79384,79394,1129,31953,881**MISCELLANEOUS**

Refund of prior year's expenditures

--2828340

Unclassified

----57--2828397**TOTAL REVENUES**

3,774,298

3,774,298

4,292,083

517,785

4,068,035

OTHER FINANCING SOURCES

Transfers in

Debt Service Fund

2,6002,600--27,750**TOTAL REVENUES AND OTHER
FINANCING SOURCES**\$ 3,776,898\$ 3,776,898\$ 4,292,083\$ 517,785\$ 4,095,785

See independent auditors' report.

Town of Ossining, New York

Town Outside Villages Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended December 31, 2019

(With Comparative Actuals for 2018)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2018 Actual
GENERAL GOVERNMENT SUPPORT					
Supervisor	\$ 72,704	\$ 67,277	\$ 61,703	\$ 5,574	\$ 33,348
Auditor	16,307	14,993	12,620	2,373	11,158
Attorney	15,662	23,667	23,667	-	56,403
Engineer	84,360	84,360	84,359	1	75,514
Central communications	12,000	12,000	7,188	4,812	4,457
Central data processing	100,313	100,313	96,959	3,354	97,309
Unallocated insurance	24,610	25,429	18,610	6,819	16,362
Judgments and claims	3,819	1,736	1,734	2	6,709
Filing fees	2,500	2,500	625	1,875	625
Intermunicipal Agreement study	30,000	30,000	8,040	21,960	34,650
Metropolitan commuter transportation mobility tax	696	696	155	541	674
Tax and assessments on property	5,000	5,000	939	4,061	841
Contingency	50,000	9,756	-	9,756	-
	<u>417,971</u>	<u>377,727</u>	<u>316,599</u>	<u>61,128</u>	<u>338,050</u>
PUBLIC SAFETY					
Police	2,133,985	2,133,985	2,133,985	-	1,975,429
Control of animals	11,652	11,652	11,652	-	11,652
Building inspection	220,430	260,674	240,001	20,673	202,935
	<u>2,366,067</u>	<u>2,406,311</u>	<u>2,385,638</u>	<u>20,673</u>	<u>2,190,016</u>
CULTURE AND RECREATION					
Intermunicipal Agreement with Village of Ossining	<u>360,175</u>	<u>360,175</u>	<u>360,174</u>	<u>1</u>	<u>352,420</u>

HOME AND COMMUNITY SERVICES

Planning Board	35,655	35,655	6,419	29,236	19,854
Storm Water Management	7,456	7,456	2,500	4,956	2,500
Environmental Advisory Council	500	500	210	290	-
	<u>43,611</u>	<u>43,611</u>	<u>9,129</u>	<u>34,482</u>	<u>22,354</u>

EMPLOYEE BENEFITS

State retirement	25,757	25,757	21,527	4,230	20,925
Social security	16,678	16,678	15,851	827	15,163
Workers' compensation benefits	20,000	20,000	7,022	12,978	7,700
Life and dental insurance	8,250	8,250	5,304	2,946	5,149
Disability insurance	500	500	179	321	179
Hospital and medical insurance	324,762	324,762	272,744	52,018	273,280
	<u>395,947</u>	<u>395,947</u>	<u>322,627</u>	<u>73,320</u>	<u>322,396</u>

TOTAL EXPENDITURES

<u>3,583,771</u>	<u>3,583,771</u>	<u>3,394,167</u>	<u>189,604</u>	<u>3,225,236</u>
------------------	------------------	------------------	----------------	------------------

OTHER FINANCING USES

Transfers out					
Highway Fund	168,000	390,360	390,360	-	225,000
Capital Projects Fund	-	10,457	10,457	-	-
Debt Service Fund	40,625	40,625	38,021	2,604	76,439

TOTAL OTHER FINANCING USES

<u>208,625</u>	<u>441,442</u>	<u>438,838</u>	<u>2,604</u>	<u>301,439</u>
----------------	----------------	----------------	--------------	----------------

**TOTAL EXPENDITURES
AND OTHER FINANCING USES**

<u>\$ 3,792,396</u>	<u>\$ 4,025,213</u>	<u>\$ 3,833,005</u>	<u>\$ 192,208</u>	<u>\$ 3,526,675</u>
---------------------	---------------------	---------------------	-------------------	---------------------

See independent auditors' report.

Town of Ossining, New York

Highway Fund
Comparative Balance Sheet
December 31,

	2019	2018
ASSETS		
Cash and equivalents	\$ 871,854	\$ 734,064
Receivables		
Accounts	5,416	484
Due from other governments	2,696	1,105
Due from other funds	-	25
	8,112	1,614
Prepaid expenditures	47,191	31,437
Total Assets	\$ 927,157	\$ 767,115
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 57,626	\$ 32,395
Accrued liabilities	12,752	6,973
Total Liabilities	70,378	39,368
Fund balance		
Nonspendable	47,191	31,437
Assigned	809,588	696,310
Total Fund Balance	856,779	727,747
Total Liabilities and Fund Balance	\$ 927,157	\$ 767,115

See independent auditors' report.

Town of Ossining, New York

Highway Fund

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

	2019			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 2,437,776	\$ 2,437,776	\$ 2,437,776	\$ -
Other tax items	3,534	3,534	3,913	379
Departmental income	5,000	5,000	9,500	4,500
Use of money and property	1,000	1,000	16,260	15,260
Sale of property and compen- sation for loss	-	-	15,680	15,680
State aid	1,000	1,000	-	(1,000)
Miscellaneous	1,000	1,000	3,334	2,334
Total Revenues	2,449,310	2,449,310	2,486,463	37,153
EXPENDITURES				
Current				
General government support	154,461	152,090	148,928	3,162
Transportation	1,510,496	1,839,920	1,755,738	84,182
Employee benefits	804,944	700,251	682,565	17,686
Debt service				
Interest				
Bond anticipation notes	26,776	26,776	20,481	6,295
Total Expenditures	2,496,677	2,719,037	2,607,712	111,325
Excess (Deficiency) of Revenues Over Expenditures	(47,367)	(269,727)	(121,249)	148,478
OTHER FINANCING SOURCES (USES)				
Transfers in	190,294	412,654	390,361	(22,293)
Transfers out	(148,776)	(156,084)	(140,080)	16,004
Total Other Financing Sources (Uses)	41,518	256,570	250,281	(6,289)
Net Change in Fund Balance	(5,849)	(13,157)	129,032	142,189
FUND BALANCE				
Beginning of Year	5,849	13,157	727,747	714,590
End of Year	\$ -	\$ -	\$ 856,779	\$ 856,779

See independent auditors' report.

2018			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,379,807	\$ 2,379,807	\$ 2,378,849	\$ (958)
3,332	3,332	3,464	132
5,000	5,000	10,805	5,805
1,000	1,000	7,260	6,260
-	-	14,648	14,648
1,000	1,000	-	(1,000)
1,000	1,000	12,596	11,596
2,391,139	2,391,139	2,427,622	36,483
155,301	159,301	155,046	4,255
1,826,570	1,894,350	1,776,186	118,164
724,837	724,837	707,958	16,879
11,001	11,001	11,000	1
2,717,709	2,789,489	2,650,190	139,299
(326,570)	(398,350)	(222,568)	175,782
283,500	283,500	283,500	-
(247,425)	(412,290)	(410,726)	1,564
36,075	(128,790)	(127,226)	1,564
(290,495)	(527,140)	(349,794)	177,346
290,495	527,140	1,077,541	550,401
\$ -	\$ -	\$ 727,747	\$ 727,747

Town of Ossining, New York

Special Districts Fund
Combining Balance Sheet - Sub-Funds
December 31, 2019
(With Comparative Totals for 2018)

		Sewer Districts		
	Townwide Water	Conso- lidated	North State Road	Lighting
ASSETS				
Cash and equivalents	\$ 39,697	\$ 362,296	\$ 7,432	\$ 73,619
Receivables				
Accounts	-	36,000	10,460	-
Due from other governments	33	35,320	48	82
	33	71,320	10,508	82
Prepaid expenditures	-	350	-	-
Total Assets	\$ 39,730	\$ 433,966	\$ 17,940	\$ 73,701
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 160,170	\$ -	\$ 7,148
Accrued Liabilities	-	142	-	-
Total Liabilities	-	160,312	-	7,148
Fund balances				
Nonspendable	-	350	-	-
Assigned	39,730	273,304	17,940	66,553
Total Fund Balances	39,730	273,654	17,940	66,553
Total Liabilities and Fund Balances	\$ 39,730	\$ 433,966	\$ 17,940	\$ 73,701

See independent auditors' report.

Fire Protection	Refuse and Garbage	Ambulance	Totals	
			2019	2018
<u>\$ 85,271</u>	<u>\$ 314,516</u>	<u>\$ 98,665</u>	<u>\$ 981,496</u>	<u>\$ 1,077,100</u>
-	-	-	46,460	-
665	603	1,178	37,929	25,075
665	603	1,178	84,389	25,075
-	-	-	350	731
<u>\$ 85,936</u>	<u>\$ 315,119</u>	<u>\$ 99,843</u>	<u>\$ 1,066,235</u>	<u>\$ 1,102,906</u>
\$ -	\$ 25,049	\$ 786	\$ 193,153	\$ 188,340
-	-	-	142	700
-	25,049	786	193,295	189,040
-	-	-	350	731
85,936	290,070	99,057	872,590	913,135
85,936	290,070	99,057	872,940	913,866
<u>\$ 85,936</u>	<u>\$ 315,119</u>	<u>\$ 99,843</u>	<u>\$ 1,066,235</u>	<u>\$ 1,102,906</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, 2019
(With Comparative Totals for 2018)

		Sewer Districts		
	Townwide Water	Conso- lidated	North State Road	Lighting
REVENUES				
Real property taxes	\$ 33,114	\$ 270,971	\$ 42,372	\$ 86,478
Other tax items	-	-	-	-
Departmental income	-	173,148	10,461	-
Intergovernmental charges	-	-	-	-
Use of money and property	784	6,014	500	1,175
Miscellaneous	-	36,000	2,500	-
Total Revenues	33,898	486,133	55,833	87,653
EXPENDITURES				
Current				
General government support	1,065	23,767	1,554	3,227
Public safety	-	-	-	-
Health	-	-	-	-
Transportation	-	-	-	39,882
Home and community services	-	476,368	-	-
Debt service				
Bond anticipation notes				
Interest	-	-	-	2,811
Total Expenditures	1,065	500,135	1,554	45,920
Excess (Deficiency) of Revenues Over Expenditures	32,833	(14,002)	54,279	41,733
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(31,888)	(105,729)	(43,713)	(29,992)
Total Other Financing Uses	(31,888)	(105,729)	(43,713)	(29,992)
Net Change in Fund Balances	945	(119,731)	10,566	11,741
FUND BALANCES				
Beginning of Year	38,785	393,385	7,374	54,812
End of Year	\$ 39,730	\$ 273,654	\$ 17,940	\$ 66,553

See independent auditors' report.

Fire Protection	Refuse and Garbage	Ambulance	Totals	
			2019	2018
\$ 710,478	\$ 645,709	\$ 655,994	\$ 2,445,116	\$ 2,429,951
-	-	239	239	242
-	-	-	183,609	135,205
-	-	302,369	302,369	285,305
2,927	5,755	3,170	20,325	10,523
-	-	-	38,500	77,000
713,405	651,464	961,772	2,990,158	2,938,226
21,674	19,657	21,503	92,447	92,923
674,500	-	-	674,500	658,633
-	-	924,147	924,147	893,479
-	-	-	39,882	47,721
-	588,279	-	1,064,647	974,041
-	-	-	2,811	1,392
696,174	607,936	945,650	2,798,434	2,668,189
17,231	43,528	16,122	191,724	270,037
-	-	-	-	82,500
(8,727)	(8,466)	(4,135)	(232,650)	(333,520)
(8,727)	(8,466)	(4,135)	(232,650)	(251,020)
8,504	35,062	11,987	(40,926)	19,017
77,432	255,008	87,070	913,866	894,849
\$ 85,936	\$ 290,070	\$ 99,057	\$ 872,940	\$ 913,866

Town of Ossining, New York

Capital Projects Fund
Comparative Balance Sheet
December 31,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and equivalents	<u>\$ 1,609,892</u>	<u>\$ 1,074,626</u>
Receivables		
State and Federal aid	<u>-</u>	<u>185,207</u>
Total Assets	<u><u>\$ 1,609,892</u></u>	<u><u>\$ 1,259,833</u></u>
LIABILITIES AND FUND DEFICIT		
Liabilities		
Accounts payable	\$ 185,753	\$ 19,632
Bond anticipation notes payable	<u>1,455,087</u>	<u>2,202,791</u>
Total Liabilities	1,640,840	2,222,423
Fund deficit		
Unassigned	<u>(30,948)</u>	<u>(962,590)</u>
Total Liabilities and Fund Deficit	<u><u>\$ 1,609,892</u></u>	<u><u>\$ 1,259,833</u></u>

See independent auditors' report.

Town of Ossining, New York

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

	2019	2018
REVENUES		
State aid	\$ 178,935	\$ 185,207
Miscellaneous	1,695	-
Total Revenues	180,630	185,207
EXPENDITURES		
Capital outlay	1,024,454	474,192
Deficiency of Revenues Over Expenditures	(843,824)	(288,985)
OTHER FINANCING SOURCES (USES)		
Bonds issued	935,000	-
Transfers in	840,468	610,418
Transfers out	(2)	(9,990)
Total Other Financing Sources	1,775,466	600,428
Net Change in Fund Balance	931,642	311,443
FUND DEFICIT		
Beginning of Year	(962,590)	(1,274,033)
End of Year	<u>\$ (30,948)</u>	<u>\$ (962,590)</u>

See independent auditors' report.

Town of Ossining, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project through December 31, 2019

PROJECT	Project Budget	Expenditures and Transfers	Unexpended Balance
Old Albany Post Road Dead-End	1,775,000	1,771,905	3,095
Town-wide Revaluation	1,800,000	1,357,089	442,911
Spray Park Recirculation Pump	220,000	184,087	35,913
Justice Court Assistance Program 2015	6,060	6,042	18
2015 Street Paving	458,221	458,221	-
MUNIS Implementation	180,762	180,762	-
2015 LED Street Lighting	230,785	230,785	-
Justice Court Assistance Program 2016	6,555	6,298	257
2017 Cedar Lane Park Electric Restoration	85,000	3,798	81,202
Route 9A/North State	160,000	160,000	-
Parks Department Heavy Equipment	127,275	127,275	-
2017 Cedar Lane Park Electric Revitalization	146,254	139,824	6,430
2017 Ryder Park Revitalization	260,618	260,560	58
Gerlach Park Revitalization	110,718	110,718	-
2017 Ryder Park Revitalization	63,011	48,849	14,162
Dale Cemetery Site Work	390,000	120,877	269,123
McCarthy Drive Improvement	175,000	50,490	124,510
2018 Reuben House	15,000	10,000	5,000
2018 Municipal Restructuring	22,445	15,314	7,131
2018 Paving/Reclamation	174,447	174,447	-
2018 North State Road Bike Lane	80,417	65,546	14,871
2018 Ryder Caretaker Cottage	40,000	36,159	3,841
2019 Freightliner	218,032	-	218,032
2019 Dodge Ram	71,518	71,518	-
2019 Dodge Ram	56,112	56,112	-
2019 Dodge Ram	96,081	96,061	20
2019 Dodge Ram	58,371	58,370	1
2019 Chrysler Pacifica	38,400	28,800	9,600
2019 Chrysler Pacifica	38,400	22,400	16,000
2019 Sewer Lift Station	100,000	7,750	92,250
2019 LGRMIF Archives Grant	147,870	9,720	138,150
2019 Parks Outdoor Fitness	190,000	163,852	26,148
2019 Cedar Lane Dog Park	1,695	-	1,695
2019 Edmunds Implementation	77,600	-	77,600
Totals	<u>\$ 7,621,647</u>	<u>\$ 6,033,629</u>	<u>\$ 1,588,018</u>

See independent auditors' report.

Total Revenues	Fund Balance (Deficit) at December 31, 2019	Bond Anticipation Notes Outstanding at December 31, 2019
1,775,000	3,095	-
1,560,000	202,911	240,000
173,333	(10,754)	46,668
6,060	18	-
458,221	-	-
180,762	-	-
110,785	(120,000)	120,000
6,555	257	-
85,000	81,202	-
160,000	-	-
16,970	(110,305)	110,305
146,254	6,430	-
260,618	58	-
110,718	-	-
63,011	14,162	-
52,000	(68,877)	338,000
175,000	124,510	-
15,000	5,000	-
-	(15,314)	-
174,447	-	-
12,917	(52,629)	-
40,000	3,841	-
-	-	218,032
-	(71,518)	71,518
-	(56,112)	56,112
-	(96,061)	96,081
-	(58,370)	58,371
38,400	9,600	-
38,400	16,000	-
-	(7,750)	100,000
73,935	64,215	-
190,000	26,148	-
1,695	1,695	-
77,600	77,600	-
<u>\$ 6,002,681</u>	<u>\$ (30,948)</u>	<u>\$ 1,455,087</u>

Town of Ossining, New York

Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2019
(With Comparative Totals for 2018)

			Total Non-Major Governmental Funds	
	Special Purpose	Debt Service	2019	2018
ASSETS				
Cash and equivalents	\$ 417,245	\$ 125,546	\$ 542,791	\$ 493,000
Investments	20,458	-	20,458	20,458
Receivables				
Accounts	274	-	274	-
Due from other governments	257	-	257	204
	531	-	531	204
Prepaid expenditures	2,266	-	2,266	2,291
Total Assets	<u>\$ 440,500</u>	<u>\$ 125,546</u>	<u>\$ 566,046</u>	<u>\$ 515,953</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 24,029	\$ -	\$ 24,029	\$ 6,915
Accrued liabilities	4,142	-	4,142	1,890
Due to other funds	1,611	-	1,611	-
Unearned revenues	14,015	-	14,015	14,015
Total Liabilities	<u>43,797</u>	<u>-</u>	<u>43,797</u>	<u>22,820</u>
Fund balances				
Nonspendable	2,266	-	2,266	2,291
Restricted	382,270	125,546	507,816	490,842
Assigned	12,167	-	12,167	-
Total Fund Balances	<u>396,703</u>	<u>125,546</u>	<u>522,249</u>	<u>493,133</u>
Total Liabilities and Fund Balances	<u>\$ 440,500</u>	<u>\$ 125,546</u>	<u>\$ 566,046</u>	<u>\$ 515,953</u>

See independent auditors' report.

Town of Ossining, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended December 31, 2019
(With Comparative Totals for 2018)

	Special Purpose	Debt Service	Total Non-Major Governmental Funds	
			2019	2018
REVENUES				
Departmental income	\$ 286,741	\$ -	\$ 286,741	\$ 215,535
Use of money and property	613	15,951	16,564	20,547
Total Revenues	287,354	15,951	303,305	236,082
EXPENDITURES				
Current				
Home and community services	214,973	-	214,973	249,826
Employee benefits	65,875	-	65,875	54,200
Debt service				
Principal	-	460,000	460,000	585,000
Interest	7,309	102,675	109,984	105,994
Total Expenditures	288,157	562,675	850,832	995,020
Deficiency of Revenues Over Expenditures	(803)	(546,724)	(547,527)	(758,938)
OTHER FINANCING SOURCES (USES)				
Transfers in	100,000	503,681	603,681	845,592
Transfers out	(27,038)	-	(27,038)	(217,250)
Total Other Financing Sources	72,962	503,681	576,643	628,342
Net Change in Fund Balances	72,159	(43,043)	29,116	(130,596)
FUND BALANCES				
Beginning of Year	324,544	168,589	493,133	623,729
End of Year	\$ 396,703	\$ 125,546	\$ 522,249	\$ 493,133

See independent auditors' report.

Town of Ossining, New York

Special Purpose Fund
Comparative Balance Sheet
December 31,

	2019	2018
ASSETS		
Cash and equivalents	\$ 417,245	\$ 324,411
Investments	20,458	20,458
Receivables		
Accounts	274	-
Due from other governments	257	204
Due from other funds	-	-
	531	204
Prepaid expenditures	2,266	2,291
Total Assets	<u>\$ 440,500</u>	<u>\$ 347,364</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 24,029	\$ 6,915
Accrued liabilities	4,142	1,890
Due to other funds	1,611	-
Unearned revenues	14,015	14,015
Total Liabilities	43,797	22,820
Fund balance		
Nonspendable	2,266	2,291
Restricted	382,270	322,253
Assigned	12,167	-
Total Fund Balance	396,703	324,544
Total Liabilities and Fund Balance	<u>\$ 440,500</u>	<u>\$ 347,364</u>

See independent auditors' report.

Town of Ossining, New York

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

	2019	2018
REVENUES		
Departmental income	\$ 286,741	\$ 215,535
Use of money and property	613	284
Total Revenues	287,354	215,819
EXPENDITURES		
Current		
Home and community services	214,973	249,826
Employee benefits	65,875	54,200
Debt Service		
Interest	7,309	-
Total Expenditures	288,157	304,026
Deficiency of Revenues Over Expenditures	(803)	(88,207)
OTHER FINANCING SOURCES (USES)		
Transfers in	100,000	100,000
Transfers out	(27,038)	(48,500)
Total Other Financing Sources	72,962	51,500
Net Change in Fund Balance	72,159	(36,707)
FUND BALANCE		
Beginning of Year	324,544	361,251
End of Year	\$ 396,703	\$ 324,544

See independent auditors' report.

Town of Ossining, New York

Debt Service Fund
Comparative Balance Sheet
December 31,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and equivalents	<u>\$ 125,546</u>	<u>\$ 168,589</u>
FUND BALANCE		
Restricted	<u>\$ 125,546</u>	<u>\$ 168,589</u>

See independent auditors' report.

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,

	2019			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Use of money and property	\$ -	\$ -	\$ 15,951	\$ 15,951
EXPENDITURES				
Debt service				
Principal				
Serial bonds	469,216	469,216	460,000	9,216
Interest				
Serial bonds	89,102	89,102	89,081	21
Bond anticipation notes	-	13,594	13,594	-
	89,102	102,696	102,675	21
Total Expenditures	558,318	571,912	562,675	9,237
Deficiency of Revenues Over Expenditures	(558,318)	(571,912)	(546,724)	25,188
OTHER FINANCING SOURCES (USES)				
Transfers in	558,318	558,318	503,681	(54,637)
Transfers out	(68,191)	(54,597)	-	54,597
Total Other Financing Sources	490,127	503,721	503,681	(40)
Net Change in Fund Balance	(68,191)	(68,191)	(43,043)	25,148
FUND BALANCE				
Beginning of Year	68,191	68,191	168,589	100,398
End of Year	\$ -	\$ -	\$ 125,546	\$ 125,546

See independent auditors' report.

2018			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 20,263	\$ 20,263
639,616	639,616	585,000	54,616
110,511	110,511	105,994	4,517
-	-	-	-
110,511	110,511	105,994	4,517
750,127	750,127	690,994	59,133
(750,127)	(750,127)	(670,731)	79,396
750,127	750,127	745,592	(4,535)
(168,750)	(168,750)	(168,750)	-
581,377	581,377	576,842	(4,535)
(168,750)	(168,750)	(93,889)	74,861
168,750	168,750	262,478	93,728
\$ -	\$ -	\$ 168,589	\$ 168,589

Town of Ossining, New York

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

	2019	2018
ASSETS		
Cash and equivalents	\$ 3,098	\$ 3,122
Due from other funds	341	1,138
Total Assets	3,439	4,260
LIABILITIES		
Current liabilities		
Due to other funds	-	25
Current portion of claims payable	300	400
Total Current Liabilities	300	425
Claims payable, less current portion	3,139	3,835
Total Liabilities	\$ 3,439	\$ 4,260

See independent auditors' report.

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>2019</u>	<u>2018</u>
OPERATING REVENUES		
Departmental charges	\$ 676	\$ 1,760
OPERATING EXPENSES		
Employee benefits	<u>676</u>	<u>1,760</u>
Income from Operations	-	-
NET POSITION		
Beginning of Year	<u>-</u>	<u>-</u>
End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See independent auditors' report.

Town of Ossining, New York

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

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from departmental charges	\$ 1,473	\$ 2,900
Cash payments to insurance carriers, claimants and other	(1,497)	(2,900)
Net Cash from Operating Activities	(24)	-
CASH AND EQUIVALENTS		
Beginning of Year	3,122	3,122
End of Year	<u>\$ 3,098</u>	<u>\$ 3,122</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	797	1,140
Due to other funds	(25)	-
Claims payable	(796)	(1,140)
Net Cash from Operating Activities	<u>\$ (24)</u>	<u>\$ -</u>

See independent auditors' report.