

TOWN OF OSSINING, NEW YORK

FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2011

WITH INDEPENDENT AUDITORS' REPORT



TABLE OF CONTENTS

---

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	15
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet - Governmental Funds	17
Reconciliation of Governmental Funds Balance Sheet to the Government-Wide	
Statement of Net Assets	19
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures and Changes	
in Fund Balances of Governmental Funds to the Statement of Activities	22
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Budget and Actual - General, Town Outside Villages, Highway and Special	
Districts Funds	23
Internal Service Fund:	
Statement of Net Assets	26
Statement of Revenues, Expense and Changes in Net Assets	27
Statement of Cash Flows	28
Statement of Assets and Liabilities - Fiduciary Fund	29
Notes to Financial Statements	30
Required Supplementary Information -	
Other Post Employment Benefits -	
Schedule of Funding Progress - Last Three Fiscal Years	55
Combining and Individual Fund Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Comparative Balance Sheet	56
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	57
Schedule of Revenues and Other Financing Sources Compared to Budget	59
Schedule of Expenditures and Other Financing Uses Compared to Budget	62
Town Outside Villages Fund:	
Comparative Balance Sheet	65
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	66
Schedule of Revenues and Other Financing Sources Compared to Budget	68
Schedule of Expenditures and Other Financing Uses Compared to Budget	70
Highway Fund:	
Comparative Balance Sheet	72
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual	73

## TABLE OF CONTENTS (Concluded)

	<u>Page</u>
Special Districts Fund:	
Combining Balance Sheet - Sub-Funds	75
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Sub-Funds	77
Capital Projects Fund:	
Comparative Balance Sheet	79
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	80
Project-Length Schedule	81
Non-Major Governmental Funds:	
Combining Balance Sheet	83
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	84
Special Purpose Fund:	
Comparative Balance Sheet	85
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	86
Debt Service Fund:	
Comparative Balance Sheet	87
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	88
Internal Service Fund - Workers' Compensation Benefits Fund:	
Comparative Statement of Net Assets	90
Comparative Statement of Revenues, Expense and Changes in Net Assets	91
Comparative Statement of Cash Flows	92

## INDEPENDENT AUDITORS' REPORT

To the Honorable Supervisor and Town Board of  
the Town of Ossining, New York:

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, 2011, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these basic 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town as of December 31, 2011 and the respective changes in financial position, thereof, and the respective budgetary comparison for the General, Town Outside Villages, Highway and Special Districts funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the Schedule of Funding Progress – Other Post Employment Benefits be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied by us in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

*O'Connor Davies, LLP*

O'Connor Davies, LLP  
Harrison, New York  
May 15, 2012

**Town of Ossining, New York**  
**Management's Discussion and Analysis (MD&A)**  
**December 31, 2011**

---

**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, 2011. 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.

The MD&A for the Town of Ossining for 2011 will follow the reporting requirements for the Government Accounting Standards Board Statement ("GASB") No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, issued February 2009, and effective for the Town's financial reporting as of December 31, 2011. GASB Statement No. 54 abandons the reserved and unreserved classifications of fund balance and replaces them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

Nonspendable – consists of assets that are inherently nonspendable in the current period either because of their form or because they must be maintained intact, including prepaid items, inventories, long-term portions of loans receivable, financial assets held for resale and principal of endowments.

Restricted – consists of amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation.

Committed – consists of amounts that are subject to a purpose constraint imposed by a formal action of the government's highest level of decision-making authority before the end of the fiscal year and that require the same level of formal action to remove the constraint.

Assigned – consists of amounts that are subject to a purpose constraint that represents an intended use established by the government's highest level of decision-making authority, or by their designated body or official. The purpose of the assignment must be narrower than the purpose of the General Fund and in funds other than the General Fund, assigned fund balance represents the residual amount of fund balance.

Unassigned – represents the residual classification for the government's General Fund and could report a surplus or deficit. In funds other than the General Fund, the unassigned classification should be used only to report a deficit balance

resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

These changes were made to reflect spending constraints on resources, rather than availability for appropriations and to bring greater clarity and consistency to fund balance reporting. This pronouncement should result in an improvement in the usefulness of fund balance information.

### **Financial Highlights**

- ❖ On the government-wide financial statements, the assets of the Town exceeded its liabilities at the close of the most recent fiscal year by \$5,340,802 (net assets), which is a decrease of \$539,194 in 2011. A deficit of \$580,801 exists for unrestricted net assets and is reflective of the provisions of GASB Statement No. 34 resulting in the accrual of certain operating liabilities which will be satisfied in future years. The Town had significant increases in bond anticipation notes for tax certiorari debt (\$800,000) and other post-employment benefit (OPEB) costs (\$604,292) reducing the unrestricted net assets government-wide.
- ❖ As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$2,788,322, of which \$8,620 is nonspendable. Restricted funds total \$733,656 for tax certioraris claims, debt, trusts and parklands. Assigned fund balance totals \$2,626,707, of which \$205,444 is designated for subsequent year's expenditures. Unassigned fund balance for the General Fund totaled \$1,022,444, which was then reduced by \$1,603,105 for the deficit in Capital Projects Fund reflective of short-term debt funding for the Town sewer projects.
- ❖ At the end of the current fiscal year, unassigned fund balance for the General Fund was \$1,022,444, or 22% of total General Fund expenditures and other financing uses.
- ❖ During the current fiscal year, the Town retired \$430,000 of general obligation debt. The Town's total outstanding general obligation bonds payable at December 31, 2011 totaled \$4,830,000.
- ❖ Throughout the current fiscal year, the Town retired \$187,543 of short-term capital debt in the form of bond anticipation notes. The Town issued short-term debt in the amount \$800,000 for tax certiorari judgments, and renewed \$225,000 in principal from the 2010 borrowing for tax certiorari claims. Short-term loans are held by New York State ("NYS") Environmental Facilities Corporation for the Stormytown Sewer Pump Station (\$991,807) and Stonegate Sewer Pump Station (\$505,715). Short-term obligations totaled \$2,697,565 at the end of the fiscal year.



## **Overview of the Financial Statements**

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

### **Government-Wide Financial Statements**

The statement of net assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 assets changed during the most recent fiscal year. All changes in net assets 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 other post employment benefit (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, Debt Service Fund, Capital Projects Fund and Special Purpose Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Town Outside Villages, Highway, Special Districts and Capital Projects Funds. These funds are considered to be major funds. The Debt Service and Special Purpose funds are not considered major funds and are combined into a single aggregated presentation.

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

### **Proprietary Funds**

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

### **Fiduciary Funds**

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

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

## Notes to the Financial Statements

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

### Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include schedules of budget to actual comparisons.

### Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the Town, assets exceeded liabilities by \$5,340,802 at the close of the most recent fiscal year.

The following table reflects the condensed Statement of Net Assets:

	December 31,	
	2011	2010
Current Assets	\$ 50,623,704	\$ 48,885,302
Capital Assets, net	10,119,016	9,902,752
Total Assets	60,742,720	58,788,054
Current Liabilities	46,850,724	45,384,269
Long-term Liabilities	8,551,194	7,523,789
Total Liabilities	55,401,918	52,908,058
Net Assets:		
Invested in Capital Assets, net of related debt	3,663,249	3,505,708
Restricted	2,258,354	1,741,419
Unrestricted (deficit)	(580,801)	632,869
Total Net Assets	\$ 5,340,802	\$ 5,879,996

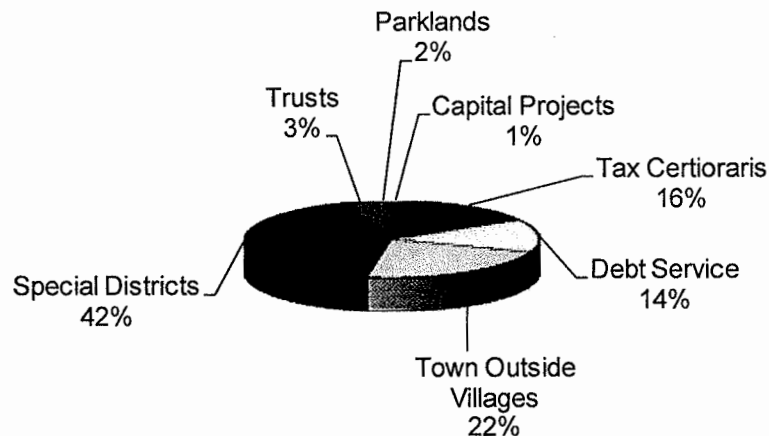
## Net Asset Distribution

The net assets 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 assets of \$2,258,354 represent resources that are subject to external restrictions on their use, or the respective fund that the restricted resources are allocated. The restrictions are as follows:

	December 31,	
	2011	2010
Capital Projects	\$ 19,202	\$ -
Crime Forfeitures	-	1,492
Tax Certioraris	353,072	124,195
Debt Service	317,174	469,838
Town Outside Villages	500,262	136,877
Special Districts	952,542	864,046
Parklands	40,862	83,744
Trusts	75,240	53,220
	<u>\$ 2,258,354</u>	<u>\$ 1,733,412</u>

## Restricted Net Assets



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

**Changes in Net Assets  
December 31,**

	<u>2011</u>	<u>2010</u>
Program Revenues:		
Charges for Services	\$ 1,114,195	\$ 897,762
Operating Grants and Contributions	376,894	302,627
Capital Grants and Contributions	14,273	99,179
General Revenues:		
Real Property Taxes	9,872,923	10,456,134
Other Tax Items	671,007	719,702
Non-Property Taxes	703,253	726,218
Unrestricted Use of Money and Property	48,819	56,502
Sale of Property and Compensation for Loss	11,552	5,010
Unrestricted State Aid	673,021	671,864
Miscellaneous	52,522	31,051
	<u>13,538,459</u>	<u>13,966,049</u>
Total Revenues		
Program Expenses:		
General Government Support	4,031,325	3,168,976
Public Safety	3,431,672	3,994,456
Health	516,807	471,707
Transportation	2,513,178	2,030,377
Economic Opportunity and Development	791,939	804,882
Culture and Recreation	1,167,005	1,173,911
Home and Community Services	1,401,406	1,273,172
Interest	224,321	248,381
	<u>14,077,653</u>	<u>13,165,862</u>
Total Expenses		
Change in Net Assets	(539,194)	800,187
Net Assets - Beginning	<u>5,879,996</u>	<u>5,079,809</u>
Net Assets - Ending	<u>\$ 5,340,802</u>	<u>\$ 5,879,996</u>

## **Governmental Activities**

Governmental activities decreased the Town's net assets during 2011 by \$539,194. For the fiscal year ended December 31, 2011, revenues from governmental activities totaled \$13,538,459. Tax revenues of \$11,247,183, comprised of real property taxes, other tax items and non-property taxes, represented the largest revenue source (83%).

The largest components of governmental activities' expenses were general government support \$4,031,325 (29%), public safety \$3,431,672 (24%), and transportation \$2,513,178 (18%).

The major changes in 2011 vs. 2010 were as follows:

### **Revenues:**

- ❖ The decrease in real property taxes resulted from a General Fund Tax Rate decrease of 0.15% and Town Outside Village tax rate decrease of 7.70% reflective of the cost savings realized from outsourcing police services to Westchester County in 2011.
- ❖ Charges for services revenue increased government-wide by approximately 24%, with revenues for home and community services increasing from \$454,268 to \$665,211 due to bulk sales of cemetery plots.
- ❖ Non-property tax distribution from County in the form of sales tax decreased by \$22,965 due to population shifts in the Town outside area to the County as a whole.
- ❖ Revenues categorized as operating grants and contributions increased 25% overall with significant increases for general government support and transportation for Inter-Municipal Agreement (IMA) study grant funding and Medicare part D reimbursement.

### **Expenses:**

- ❖ General government support expenditures in all funds increased by 27%, overall attributable to payment of tax certiorari claims from \$66,994 in 2010 to \$439,368 in 2011. The Town assessor expenses increased by \$78,137 to \$423,714, resulting from increased personnel. Town attorney expenses increased by 63%, or \$84,416 from 2010, and expenses for unallocated insurance were \$53,875, or 26%, less in 2011.
- ❖ Public safety expenses decreased by 14% overall, or \$562,784 in 2011, due to Police services being performed by Westchester County pursuant to an Inter-Municipal Agreement commencing in 2011 reducing expenses and Other Post Employment Benefit (OPEB) Obligations.
- ❖ An increase of \$482,801 (18%) for transportation expenses resulted from increases for overtime, repair and maintenance, consultant and road drainage totaling \$86,437 partially attributed to Hurricane Irene expenses. OPEB

obligations for the transportation function increased by \$365,205 to \$668,118 in 2011 from \$302,913 in 2010.

- ❖ Home and Community expenditures increased by \$128,234 to \$1,401,406 due to increased expenses for cemetery bulk sales and sewer repairs.

### **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 \$2,788,322, a net increase of \$230,631 from the prior year amount. Nonspendable fund balance totaled \$8,620 at the end of the period. Restricted fund balance of \$733,656 is for tax certiorari claims (\$353,072), debt service (\$264,482), parklands (\$40,862), and trust (\$75,240). Assigned fund balance for purchases on order (\$17,400), designated for subsequent year expenditures (\$205,444) and major funds (\$2,403,863) totaled \$2,626,707 in assigned fund balance. Unassigned fund balance retains a deficit of \$580,661 due to short-term financing for capital projects of \$1,603,105, off-setting the positive unassigned fund balance of \$1,022,444 in the General Fund, at year end.

The General Fund is the primary operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$1,022,444, representing 81% of the total General Fund balance of \$1,261,801 and \$81,490 is restricted for tax certiorari claims. The General Fund appropriated \$152,752 of fund balance for use in the 2012. Purchases on order amounted to \$5,115 in the General Fund.

The Town Outside Villages Fund contains activity primarily for public safety expenditures, and assigned fund balance at fiscal year-end totaled \$980,987, representing 89% of the total Town Unincorporated fund balance of \$1,098,565. Restricted fund balance of \$108,958 is for tax certiorari claims and \$8,620 is nonspendable in the form of prepaid expenditures.

The Highway Fund contains activity for transportation expenditures, and assigned fund balance at fiscal year-end totaled \$480,888, representing 85% of the total Highway Fund balance amount of \$563,639. Restricted fund balance of \$82,751 is for tax certiorari claims and \$12,285 represents assigned fund balance for purchases on order.

## **General Fund Budgetary Highlights**

The General Fund did not appropriate fund balance for the 2011 fiscal year. Actual results of operations resulted in a substantial increase of fund balance by \$474,711 due to revenues exceeding budget estimates and unexpended appropriations. Revenues and other financing sources were \$5,225,587, which was \$246,786 higher than the final budget. The major areas where revenues exceeded anticipated budget amounts were other tax items (\$566,000 vs. \$670,394) resulting from increased revenues for property tax penalties, and transfers in (\$53,928 vs. \$206,680), representing transfers from the Dale Cemetery Fund for additional bulk sales. Expenditures and other financing uses were \$4,750,876, which was \$257,337 less than the final budget. The major areas where spending was less than budgeted was general government support (\$141,203), economic opportunity and development (\$32,088), and employee benefits (\$33,150).

The difference between the appropriations originally budgeted and the final appropriation budget for the General Fund was \$189,187 (\$4,819,026 vs. \$5,008,213). The appropriations budget for judgments and claims increased by \$163,855 for tax certiorari judgment expenditures funded by a bond anticipation note.

## **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 \$163,401 due to revenues and other financing sources of \$3,912,635 being higher than expenditures and other financing uses of \$3,749,234.

Actual revenues of \$3,912,635 were higher than the final budget amount of \$3,787,016, an increase of \$125,619. Favorable revenue variances for sale of surplus equipment and sales tax exceeded budgeted amounts. Expenditures for the TOV Fund were lower than budgeted with actual expenditures totaling \$3,749,234. This was a decrease of \$82,223 from the original budget of \$3,831,457. Expenditures showing the largest variance from budget to actual were Home and Community Services (\$24,053), Public Safety (\$15,811), and Employee Benefits (\$36,645).

## **Highway Fund Budgetary Highlights**

The Highway Fund actual results of operation resulted in an increase to fund balance of \$111,213 due to expenditures and other financing uses of \$2,442,030 being lower than revenues and other financing sources of \$2,553,243.

Revenues received for the Highway Fund were higher than budgeted with actual revenues and other financing sources totaling \$2,553,243, which was an increase of \$69,293 from the final budget amount of \$2,483,950. Actual expenditures and other financing uses for the fiscal year were \$2,442,030. This was a decrease of \$125,297 from the final budget of \$2,567,327. Actual results of operation resulted in decreased expenditures for contingency (\$7,315), and judgments and claims for unexpended tax certiorari judgments (\$82,740). Actual revenues exceeded budget for state and federal aid (\$44,663) and street opening permits (\$4,700).



## Capital Assets and Indebtedness

The Town's investment in capital assets for its governmental activities as of December 31, 2011, amounted to \$10,119,016 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

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

	2011	2010
Land	\$ 1,360,073	\$ 1,360,073
Buildings and Improvements	5,190,473	5,387,994
Machinery and Equipment	1,962,859	1,087,632
Infrastructure	1,080,989	1,128,819
Construction-in-Progress	524,622	938,234
	<u>\$ 10,119,016</u>	<u>\$ 9,902,752</u>

The following highlights the amounts expended during the current fiscal year on major capital assets:

- Amounts expended resulted in an increase to machinery and equipment (\$875,227), and decreases to buildings and improvements (\$197,521), infrastructure (\$47,830), and construction-in-progress (\$413,612). These items resulted in a net increase of \$216,264 in capital assets net of accumulated depreciation.
- The Stormytown Sewer Pump Station, which was recorded as construction-in-progress of \$635,882 in the prior year, incurred additional expenses of \$299,271 to complete and was transferred to machinery and equipment for total additions of \$935,153. Engel Park Shoreline (\$185,689) and Confined Space Equipment (\$16,888) was transferred from construction-in-progress to land improvements and machinery and equipment at year end. Construction-in-progress increased for Stonegate Sewer (\$413,348), and Old Albany "S" curve (\$11,500) and surplus rolling stock was sold and deleted (\$160,698) from machinery and equipment at year end.

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

### Long-Term / Short-Term Indebtedness

At the end of the current fiscal year, the Town had total bonded indebtedness of \$4,830,000 classified as long-term debt. The Town paid \$430,000 in principal on outstanding obligations, and did not borrow additional long-term debt during the fiscal

year. As required by New York State Law, all bonds issued by the Town are general obligation bonds, backed by the full faith and credit of the Town.

Short-term debt for the Town totaled \$2,697,565 in the form of bond anticipation notes (BAN's) and loans. The Town redeemed \$187,543 of short-term debt and renewed various BAN's totaling \$175,043 to mature in 2011. The Town also issued new BAN's totaling \$800,000 for Tax Certiorari obligations.

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 \$7,374,509, or 1.73%, of the constitutional debt limit leaving \$360,112,122 remaining to be used when the constitutional debt limit was calculated in January 2011.

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

### **Requests for Information**

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

## TOWN OF OSSINING, NEW YORK

STATEMENT OF NET ASSETS  
DECEMBER 31, 2011

	Governmental Activities
<b>ASSETS</b>	
Cash and equivalents	\$ 14,554,431
Investments	32,410
Receivables:	
Taxes, net	35,248,432
Accounts	235,560
State and Federal aid	92,780
Due from other governments	280,598
Prepaid expenses	8,620
Restricted assets	170,873
Capital assets (net of accumulated depreciation):	
Not being depreciated	1,884,695
Being depreciated	8,234,321
<b>Total Assets</b>	<b>60,742,720</b>
<b>LIABILITIES</b>	
Accounts payable	2,139,217
Accrued liabilities	147,313
Retainage payable	16,896
Due to school districts	42,823,433
Unearned revenues	16,016
Bond anticipation notes payable	175,043
Loans payable	1,497,522
Accrued interest payable	35,284
Non-current liabilities:	
Due within one year	1,604,352
Due in more than one year	6,946,842
<b>Total Liabilities</b>	<b>55,401,918</b>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	3,663,249
Restricted for:	
Capital projects	19,202
Tax certioraris	353,072
Debt service	317,174
Town Outside Villages	500,262
Special Districts:	
Water	17,884
Sewer	610,719
Lighting	32,331
Fire	94,158
Refuse	181,989
Ambulance	15,461
Trusts	75,240
Parklands	40,862
Unrestricted	(580,801)
<b>Total Net Assets</b>	<b>\$ 5,340,802</b>

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

(This page intentionally left blank)

## TOWN OF OSSINING, NEW YORK

STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2011

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government support	\$ 4,031,325	\$ 235,345	\$ 52,626	\$ 13,453	\$ (3,729,901)
Public safety	3,431,672	201,999	17,600	-	(3,212,073)
Health	516,807	-	6,107	-	(510,700)
Transportation	2,513,178	5,790	79,515	-	(2,427,873)
Economic opportunity and development	791,939	-	207,976	-	(583,963)
Culture and recreation	1,167,005	5,850	-	-	(1,161,155)
Home and community services	1,401,406	665,211	13,070	-	(723,125)
Interest	224,321	-	-	820	(223,501)
Total Governmental Activities	<u>\$ 14,077,653</u>	<u>\$ 1,114,195</u>	<u>\$ 376,894</u>	<u>\$ 14,273</u>	<u>(12,572,291)</u>
General Revenues:					
Real property taxes					9,872,923
Other tax items:					
Franchise fees					114,354
Payments in lieu of taxes					18,572
Interest and penalties on real property taxes					538,081
Non-property taxes -					
Non-property tax distribution from County					703,253
Unrestricted use of money and property					48,819
Sale of property and compensation for loss					11,552
Unrestricted State aid					673,021
Miscellaneous					52,522
Total General Revenues					<u>12,033,097</u>
Change in Net Assets					(539,194)
Net Assets - Beginning					<u>5,879,996</u>
Net Assets - Ending					<u>\$ 5,340,802</u>

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

## TOWN OF OSSINING, NEW YORK

BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2011

	General	Town Outside Villages	Highway	Special Districts
<b>ASSETS</b>				
Cash and Equivalents	\$ 11,085,890	\$ 1,702,676	\$ 388,878	\$ 1,031,191
Investments	-	-	-	-
Taxes Receivable, net of allowance for uncollectible taxes	35,248,432	-	-	-
Other Receivables:				
Accounts	198,947	28,413	1,904	1,710
State and Federal aid	39,451	4,333	48,996	-
Due from other governments	71,655	184,086	1,233	23,429
Due from other funds	28,395	446,649	348,652	57,818
	338,448	663,481	400,785	82,957
Prepaid Expenditures	-	8,620	-	-
Restricted Assets	-	-	-	-
Total Assets	<u>\$ 46,672,770</u>	<u>\$ 2,374,777</u>	<u>\$ 789,663</u>	<u>\$ 1,114,148</u>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>				
Liabilities:				
Accounts payable	\$ 694,794	\$ 1,188,985	\$ 175,239	\$ 57,449
Accrued liabilities	138,742	3,464	5,107	-
Retainage payable	-	-	-	-
Due to school districts	42,823,433	-	-	-
Due to other funds	855,154	83,763	45,678	22,453
Deferred revenues - Taxes	898,846	-	-	-
Deferred revenues - Other	-	-	-	100
Bond anticipation notes payable	-	-	-	-
Loan payable	-	-	-	-
Total Liabilities	<u>45,410,969</u>	<u>1,276,212</u>	<u>226,024</u>	<u>80,002</u>
Fund Balances (Deficits):				
Nonspendable	-	8,620	-	-
Restricted	81,490	108,958	82,751	79,873
Assigned	157,867	980,987	480,888	954,273
Unassigned	1,022,444	-	-	-
Total Fund Balances (Deficits)	<u>1,261,801</u>	<u>1,098,565</u>	<u>563,639</u>	<u>1,034,146</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 46,672,770</u>	<u>\$ 2,374,777</u>	<u>\$ 789,663</u>	<u>\$ 1,114,148</u>

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

<u>Capital Projects</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
\$ 228,651	\$ 114,023	\$ 14,551,309
-	32,410	32,410
-	-	35,248,432
-	4,586	235,560
-	-	92,780
-	195	280,598
2,640	323,666	1,207,820
2,640	328,447	1,816,758
-	-	8,620
170,873	-	170,873
<u>\$ 402,164</u>	<u>\$ 474,880</u>	<u>\$ 51,828,402</u>
\$ 19,181	\$ 3,569	\$ 2,139,217
-	-	147,313
16,896	-	16,896
-	-	42,823,433
287,711	31,035	1,325,794
-	-	898,846
8,916	7,000	16,016
175,043	-	175,043
1,497,522	-	1,497,522
2,005,269	41,604	49,040,080
-	-	8,620
-	380,584	733,656
-	52,692	2,626,707
(1,603,105)	-	(580,661)
(1,603,105)	433,276	2,788,322
<u>\$ 402,164</u>	<u>\$ 474,880</u>	<u>\$ 51,828,402</u>

(This page intentionally left blank)



TOWN OF OSSINING, NEW YORK

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO  
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS  
DECEMBER 31, 2011

---

Fund Balances - Total Governmental Funds	\$ 2,788,322
--	--------------

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	10,119,016
--	------------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Real property taxes	898,846
--	---------

Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(35,284)
Bonds payable	(4,830,000)
Bond anticipation notes payable	(1,025,000)
Installment purchase debt	(23,990)
Claims payable	(113,776)
Compensated absences	(51,196)
Other post employment benefit obligations payable	(2,386,136)
	(8,465,382)

Net Assets of Governmental Activities	\$ 5,340,802
---------------------------------------	--------------

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, 2011

	General	Town Outside Villages	Highway	Special Districts
Revenues:				
Real property taxes	\$ 2,841,762	\$ 2,761,327	\$ 2,204,791	\$ 2,015,711
Other tax items	670,394	-	-	613
Non-property taxes	-	703,253	-	-
Departmental income	36,198	89,962	5,790	164,375
Intergovernmental charges	177,130	-	-	-
Use of money and property	63,244	12,894	6,198	6,242
Licenses and permits	-	2,522	-	-
Fines and forfeitures	126,384	-	-	-
Sale of property and compensation for loss	11,552	41,376	10,284	5,883
State aid	731,672	4,333	10,713	-
Federal aid	75,761	-	38,282	-
Miscellaneous	119,033	18,303	13,776	2,000
Total Revenues	<u>4,853,130</u>	<u>3,633,970</u>	<u>2,289,834</u>	<u>2,194,824</u>
Expenditures:				
Current:				
General government support	2,181,217	291,473	232,248	157,002
Public safety	-	2,679,914	-	538,524
Health	-	-	-	513,925
Transportation	-	-	1,371,500	61,724
Economic opportunity and development	530,551	-	-	-
Culture and recreation	843,630	-	-	-
Home and community services	6,789	66,618	-	801,791
Employee benefits	981,197	362,769	510,292	-
Debt service:				
Principal	5,832	8,335	6,265	4,568
Interest	3,363	1,288	6,018	4,118
Capital outlay	-	-	-	-
Total Expenditures	<u>4,552,579</u>	<u>3,410,397</u>	<u>2,126,323</u>	<u>2,081,652</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>300,551</u>	<u>223,573</u>	<u>163,511</u>	<u>113,172</u>
Other Financing Sources (Uses):				
Bond anticipation notes issued	165,777	265,665	202,092	166,466
Transfers in	206,680	13,000	61,317	25,240
Transfers out	(198,297)	(338,837)	(315,707)	(137,073)
Total Other Financing Sources (Uses)	<u>174,160</u>	<u>(60,172)</u>	<u>(52,298)</u>	<u>54,633</u>
Net Change in Fund Balances	474,711	163,401	111,213	167,805
Fund Balances (Deficits) - Beginning of Year	<u>787,090</u>	<u>935,164</u>	<u>452,426</u>	<u>866,341</u>
Fund Balances (Deficits) - End of Year	<u>\$ 1,261,801</u>	<u>\$ 1,098,565</u>	<u>\$ 563,639</u>	<u>\$ 1,034,146</u>

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

Capital Projects	Other Governmental	Total Governmental Funds
\$ -	\$ -	\$ 9,823,591
-	-	671,007
-	-	703,253
-	488,607	784,932
-	-	177,130
-	14,537	103,115
-	-	2,522
-	-	126,384
-	-	69,095
7,460	-	754,178
5,993	-	120,036
-	772	153,884
<u>13,453</u>	<u>503,916</u>	<u>13,489,127</u>
-	-	2,861,940
-	-	3,218,438
-	-	513,925
-	-	1,433,224
-	-	530,551
-	-	843,630
-	428,454	1,303,652
-	-	1,854,258
-	461,952	486,952
-	213,029	227,816
784,110	-	784,110
<u>784,110</u>	<u>1,103,435</u>	<u>14,058,496</u>
<u>(770,657)</u>	<u>(599,519)</u>	<u>(569,369)</u>
-	-	800,000
257,684	732,230	1,296,151
-	(306,237)	(1,296,151)
<u>257,684</u>	<u>425,993</u>	<u>800,000</u>
(512,973)	(173,526)	230,631
(1,090,132)	606,802	2,557,691
<u>\$ (1,603,105)</u>	<u>\$ 433,276</u>	<u>\$ 2,788,322</u>

(This page intentionally left blank)

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, 2011

---

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

Net Change in Fund Balances - Total Governmental Funds	\$ 230,631
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount may be less than the total capital outlay since capital outlay includes amounts that are under the capitalization threshold and, therefore, were not capitalized. This is the amount by which capital outlays exceeded depreciation expense in the current period.	
Capital outlay expenditures	739,612
Depreciation expense	(523,348)
	<u>216,264</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>49,332</u>
Bond and installment purchase debt proceeds provide current financial resources to governmental funds but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond and installment purchase debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	
Bond anticipation notes issued	(800,000)
Principal paid on serial bonds	430,000
Principal paid on bond anticipation notes	25,000
Principal paid on installment purchase debt	<u>31,952</u>
	<u>(313,048)</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	3,495
Claims payable	(113,776)
Compensated absences	(7,800)
Other post employment benefit obligations	<u>(604,292)</u>
	<u>(722,373)</u>
Change in Net Assets of Governmental Activities	<u>\$ (539,194)</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, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Real property taxes	\$ 2,903,852	\$ 2,873,837	\$ 2,841,762	\$ (32,075)
Other tax items	566,000	566,000	670,394	104,394
Non-property taxes	-	-	-	-
Departmental income	31,800	31,801	36,198	4,397
Intergovernmental charges	188,126	188,126	177,130	(10,996)
Use of money and property	96,800	96,800	63,244	(33,556)
Licenses and permits	-	-	-	-
Fines and forfeitures	110,000	110,000	126,384	16,384
Sale of property and compensation for loss	-	-	11,552	11,552
State aid	686,000	697,250	731,672	34,422
Federal aid	87,500	87,500	75,761	(11,739)
Miscellaneous	93,700	107,782	119,033	11,251
Total Revenues	4,763,778	4,759,096	4,853,130	94,034
<b>EXPENDITURES</b>				
Current:				
General government support	2,081,190	2,322,420	2,181,217	141,203
Public safety	-	-	-	-
Health	-	-	-	-
Transportation	-	-	-	-
Economic opportunity and development	591,996	562,639	530,551	32,088
Culture and recreation	857,631	872,833	843,630	29,203
Home and community services	9,000	9,141	6,789	2,352
Employee benefits	1,059,360	1,014,347	981,197	33,150
Debt service:				
Principal	5,832	5,832	5,832	-
Interest	19,241	19,328	3,363	15,965
Total Expenditures	4,624,250	4,806,540	4,552,579	253,961
Excess (Deficiency) of Revenues Over Expenditures	139,528	(47,444)	300,551	347,995
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond anticipation notes issued	-	165,777	165,777	-
Transfers in	53,928	53,928	206,680	152,752
Transfers out	(194,776)	(201,673)	(198,297)	3,376
Total Other Financing Sources (Uses)	(140,848)	18,032	174,160	156,128
Net Change in Fund Balances	(1,320)	(29,412)	474,711	504,123
Fund Balances - Beginning of Year	1,320	29,412	787,090	757,678
Fund Balances - End of Year	\$ -	\$ -	\$ 1,261,801	\$ 1,261,801

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)
\$ 2,811,943	\$ 2,761,327	\$ 2,761,327	\$ -	\$ 2,245,206	\$ 2,204,791	\$ 2,204,791	\$ -
-	-	-	-	-	-	-	-
675,000	675,000	703,253	28,253	-	-	-	-
58,050	58,050	89,962	31,912	650	650	5,790	5,140
-	-	-	-	-	-	-	-
2,000	2,000	12,894	10,894	5,000	5,000	6,198	1,198
950	950	2,522	1,572	-	-	-	-
-	-	-	-	-	-	-	-
-	-	41,376	41,376	-	-	10,284	10,284
-	4,333	4,333	-	-	4,333	10,713	6,380
-	-	-	-	-	-	38,282	38,282
-	6,691	18,303	11,612	-	5,767	13,776	8,009
3,547,943	3,508,351	3,633,970	125,619	2,250,856	2,220,541	2,289,834	69,293
164,510	292,738	291,473	1,265	147,807	326,245	232,248	93,997
2,581,898	2,695,725	2,679,914	15,811	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,342,793	1,398,458	1,371,500	26,958
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
90,882	90,671	66,618	24,053	-	-	-	-
392,723	399,414	362,769	36,645	540,269	513,364	510,292	3,072
8,901	8,901	8,335	566	6,265	6,265	6,265	-
5,689	5,171	1,288	3,883	9,424	6,038	6,018	20
3,244,603	3,492,620	3,410,397	82,223	2,046,558	2,250,370	2,126,323	124,047
303,340	15,731	223,573	207,842	204,298	(29,829)	163,511	193,340
-	265,665	265,665	-	-	202,092	202,092	-
13,000	13,000	13,000	-	61,317	61,317	61,317	-
(317,840)	(338,837)	(338,837)	-	(278,230)	(316,957)	(315,707)	1,250
(304,840)	(60,172)	(60,172)	-	(216,913)	(53,548)	(52,298)	1,250
(1,500)	(44,441)	163,401	207,842	(12,615)	(83,377)	111,213	194,590
1,500	44,441	935,164	890,723	12,615	83,377	452,426	369,049
\$ -	\$ -	\$ 1,098,565	\$ 1,098,565	\$ -	\$ -	\$ 563,639	\$ 563,639

(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, 2011

	Special Districts Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Real property taxes	\$ 2,041,462	\$ 2,015,729	\$ 2,015,711	\$ (18)
Other tax items	-	-	613	613
Non-property taxes	-	-	-	-
Departmental income	158,850	158,850	164,375	5,525
Intergovernmental charges	-	-	-	-
Use of money and property	9,500	9,501	6,242	(3,259)
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Sale of property and compensation for loss	-	5,883	5,883	-
State aid	-	-	-	-
Federal aid	-	-	-	-
Miscellaneous	-	-	2,000	2,000
Total Revenues	2,209,812	2,189,963	2,194,824	4,861
<b>EXPENDITURES</b>				
Current:				
General government support	75,628	234,580	157,002	77,578
Public safety	539,730	539,730	538,524	1,206
Health	506,292	513,925	513,925	-
Transportation	63,000	63,000	61,724	1,276
Economic opportunity and development	-	-	-	-
Culture and recreation	-	-	-	-
Home and community services	902,469	902,469	801,791	100,678
Employee benefits	-	-	-	-
Debt service:				
Principal	4,620	4,748	4,568	180
Interest	9,046	4,173	4,118	55
Total Expenditures	2,100,785	2,262,625	2,081,652	180,973
Excess (Deficiency) of Revenues Over Expenditures	109,027	(72,662)	113,172	185,834
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond anticipation notes issued	-	166,466	166,466	-
Transfers in	-	25,240	25,240	-
Transfers out	(109,027)	(138,668)	(137,073)	1,595
Total Other Financing Sources (Uses)	(109,027)	53,038	54,633	1,595
Net Change in Fund Balances	-	(19,624)	167,805	187,429
Fund Balances - Beginning of Year	-	19,624	866,341	846,717
Fund Balances - End of Year	\$ -	\$ -	\$ 1,034,146	\$ 1,034,146

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



TOWN OF OSSINING, NEW YORK

STATEMENT OF NET ASSETS

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND

DECEMBER 31, 2011

	Governmental Activities Internal Service Fund
<b>ASSETS</b>	
Cash - Demand deposits	\$ 3,122
Due from Other Funds	<u>117,974</u>
Total Assets	<u>121,096</u>
<b>LIABILITIES</b>	
Current Liabilities -	
Current portion of claims payable	12,110
Claims Payable, less current portion	<u>108,986</u>
Total Liabilities	<u>\$ 121,096</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 ASSETS

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND

YEAR ENDED DECEMBER 31, 2011

---

	Governmental Activities Internal Service Fund
Operating Revenues - Departmental charges	\$ 24,070
Operating Expenses - Employee benefits	<u>24,070</u>
Income from Operations	-
Net Assets - Beginning of Year	<u>-</u>
Net Assets - 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, 2011

	Governmental Activities Internal Service Fund
Cash Flows From Operating Activities:	
Cash received from departmental charges	\$ 35,581
Cash payments to insurance carriers, claimants and other	(35,581)
Net Cash Provided By Operating Activities	-
Cash - Beginning of Year	3,122
Cash - End of Year	\$ 3,122
Reconciliation of Income from Operations to Net Cash Provided by Operating Activities:	
Income from operations	\$ -
Adjustments to reconcile income from operations to net cash provided by operating activities -	
Changes in operating assets and liabilities:	
Due from other funds	31,595
Due to other funds	(20,084)
Claims payable	(11,511)
Net Cash Provided by Operating Activities	\$ -

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

TOWN OF OSSINING, NEW YORK

STATEMENT OF ASSETS AND LIABILITIES  
FIDUCIARY FUND  
DECEMBER 31, 2011

---

	<u>Agency</u>
<b>ASSETS</b>	
Cash - Demand deposits	\$ 153,078
Accounts Receivable	<u>11,472</u>
 Total Assets	 <u><u>\$ 164,550</u></u>
 <b>LIABILITIES</b>	
Accounts Payable	\$ 143,880
Deposits	20,637
Employee Payroll Deductions	<u>33</u>
 Total Liabilities	 <u><u>\$ 164,550</u></u>

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

**Note 1 - Summary of Significant Accounting Policies**

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

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

**A. Financial Reporting Entity**

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

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

**B. Government-Wide Financial Statements**

The government-wide financial statements (i.e. the Statement of Net Assets 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 Assets 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, liabilities, fund balances/net assets, 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.

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.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

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.

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.

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

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

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

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

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus and the modified accrual basis of accounting*. Revenues are recognized as

**Note 1 - Summary of Significant Accounting Policies (Continued)**

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

**E. Assets, Liabilities and Net Assets or Fund Balances****Deposits, Investments and Risk Disclosure**

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

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

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The Town has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. The Town's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at December 31, 2011.

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



**Note 1 - Summary of Significant Accounting Policies (Continued)**

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

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

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

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

**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, 2011, 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 inventoriable 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.

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011

---

**Note 1 - Summary of Significant Accounting Policies (Continued)**

**Restricted Assets** - Restricted assets of the Capital Projects Fund consist of bond proceeds held by a State Agency. These funds are to be used for the Town's water reconstruction projects.

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

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

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

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

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

**Unearned/Deferred Revenues** - Unearned/deferred 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.

Deferred 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 deferred revenues of \$898,846 for real property taxes in the General Fund. The Town also has reported deferred revenues of \$100 for payments received in advance in the Special Districts Fund, \$8,916 for State aid received in advance in the Capital Projects Fund and \$7,000 for payments received in advance in the Special Purpose Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

**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 Assets. Bond premiums and discounts, as well as issuance costs, 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 amortized over the term of the related debt.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

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 Assets 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 Assets** - Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are limitations imposed on their 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 assets on the Statement of Net Assets include, invested in capital assets, net of related debt, restricted for capital projects, tax certiorari, debt service, town outside villages, special districts, trusts and parklands. The balance is classified as unrestricted.

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

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

Restricted fund balance is to be 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.

Committed fund balance will be 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. These funds may only be used for the purpose specified unless the entity removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain designations established and approved by the entity's governing board.

**Note 1 - Summary of Significant Accounting Policies (Continued)**

Assigned fund balance, in the General Fund, will represent amounts constrained either by the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. This classification will include amounts designated for balancing the subsequent year's budget and encumbrances. 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, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets.

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Town's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Town's policy to use fund balance in the following order: committed, assigned and unassigned.

**F. Encumbrances**

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

**G. Use of Estimates**

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

**H. Subsequent Events Evaluation by Management**

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which is May 15, 2012.

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

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2011

---

**Note 2 - Stewardship, Compliance and Accountability (Continued)**

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

**B. Property Tax Limitation**

The Town is not limited as to the maximum amount of real property taxes which may be raised (See Note 6).

**C. Application of Accounting Standards**

For the year ended December 31, 2011, the Town implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" ("GASB 54"). GASB 54 changed the terminology and classification of fund balance to reflect spending constraints on resources, rather than the availability for appropriations. This approach is intended to provide users more consistent and understandable information about a fund's net resources.

**D. Capital Projects Fund Deficit**

The unassigned deficit in the Capital Projects of \$1,603,105 arises 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. Other deficits arise because of expenditures exceeding current financing on the project. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

**E. Expenditures in Excess of Budget**

The Old Albany Post Road "S" Curve capital project reflected a deficit of \$20,530 at December 31, 2011.

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

Taxes receivable at December 31, 2011 consisted of the following:

Town and County taxes - Current	\$	240,764
School districts taxes - Current		34,222,635
Taxes receivable - Overdue		785,033
Property acquired for taxes		<u>38,148</u>
		35,286,580
Allowance for uncollectible taxes		<u>(38,148)</u>
	\$	<u>35,248,432</u>

School districts taxes are offset by liabilities to the school districts which will be paid no later than April 5, 2012. Taxes receivable in the fund financial statements are also partially offset by deferred tax revenues of \$898,846, which represents an estimate of the receivable which will not be collected within the first sixty days of the subsequent year.

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)****B. Due From/To Other Funds**

The balances reflected as due from/to other funds at December 31, 2011 were as follows:

Fund	Due From	Due To
General	\$ 28,395	\$ 855,154
Town Outside Villages	446,649	83,763
Highway	348,652	45,678
Special Districts	57,818	22,453
Capital Projects	2,640	287,711
Non-Major Governmental	323,666	31,035
Internal Service - Workers' Compensation Benefits	117,974	-
	<u>\$ 1,325,794</u>	<u>\$ 1,325,794</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, 2011	Additions	Deletions	Balance December 31, 2011
Capital Assets, not being depreciated:				
Land	\$ 1,360,073	\$ -	\$ -	\$ 1,360,073
Construction-in-Progress	938,234	724,118	1,137,730	524,622
Total Capital Assets, not being depreciated	<u>\$ 2,298,307</u>	<u>\$ 724,118</u>	<u>\$ 1,137,730</u>	<u>\$ 1,884,695</u>
Capital Assets, being depreciated:				
Buildings and Improvements	\$ 6,834,544	\$ -	\$ -	\$ 6,834,544
Machinery and Equipment	3,213,298	218,071	160,698	3,270,671
Infrastructure	1,259,250	935,153	-	2,194,403
Total Capital Assets, being depreciated	<u>11,307,092</u>	<u>1,153,224</u>	<u>160,698</u>	<u>12,299,618</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	1,446,550	197,521	-	1,644,071
Machinery and Equipment	2,125,666	277,997	160,698	2,242,965
Infrastructure	130,431	47,830	-	178,261
Total Accumulated Depreciation	<u>3,702,647</u>	<u>523,348</u>	<u>160,698</u>	<u>4,065,297</u>
Total Capital Assets, being depreciated, net	<u>\$ 7,604,445</u>	<u>\$ 629,876</u>	<u>\$ -</u>	<u>\$ 8,234,321</u>
Capital Assets, net	<u>\$ 9,902,752</u>	<u>\$ 1,353,994</u>	<u>\$ 1,137,730</u>	<u>\$ 10,119,016</u>



NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)**

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

Governmental Activities:	
General Government Support	\$ 68,913
Public Safety	125,941
Transportation	170,121
Economic Opportunity and Development	5,951
Culture and Recreation	116,883
Home and Community Services	<u>35,539</u>
Total Depreciation Expense	<u>\$ 523,348</u>

**D. Accrued Liabilities**

Accrued liabilities at December 31, 2011 were as follows:

	Fund			
	Town			
	Outside			
	General	Villages	Highway	Total
Payroll and Employee				
Benefits	\$ 18,597	\$ 3,464	\$ 5,107	\$ 27,168
Other	120,145	-	-	120,145
	<u>\$ 138,742</u>	<u>\$ 3,464</u>	<u>\$ 5,107</u>	<u>\$ 147,313</u>

**E. Pension Plans**

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

**Funding Policy** - The Systems are non-contributory except for employees in tiers 3 and 4 that have less than ten years of service, who contribute 3% of their salary and employees in tier 5 who also contribute 3% of their salary without regard to their years of service. Contributions are certified by the State Comptroller and expressed as a percentage of members' salary. Contribution rates are actuarially determined and based upon membership tier and plan. Contributions consist of a life insurance portion and regular pension contributions. Contribution rates for the plan year ended March 31, 2012 are as follows:



NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)**

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	3 A14	15.8 %
	4 A15	15.8
	5 A15	12.7
PFRS	2 384D	20.9

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

	<u>ERS</u>	<u>PFRS</u>
2011	\$ 381,734	\$ 37,351
2010	227,078	283,017
2009	217,534	199,243

The ERS and PFRS contributions were equal to 100% of the actuarially required contribution for each respective fiscal year.

The current ERS contribution for the Town was charged to the funds identified below. The current PFRS contribution was charged to the Town Outside Villages Fund.

<u>Fund</u>	<u>Amount</u>
General	\$ 248,011
Town Outside Villages	7,281
Highway	<u>126,442</u>
	<u>\$ 381,734</u>

**F. Short-Term Non-Capital Borrowings**

The schedule below details the changes in short-term non-capital borrowings. These borrowings consisted of notes issued in anticipation of the collection of real property taxes.

	<u>Balance January 1, 2011</u>	<u>New Issues</u>	<u>Redemptions</u>	<u>Balance December 31, 2011</u>
Tax Anticipation Note 2011	<u>\$ -</u>	<u>\$ 900,000</u>	<u>\$ 900,000</u>	<u>\$ -</u>

The tax anticipation note was issued on January 27, 2011 and redeemed on May 13, 2011, with interest at 1.25%. Interest expenditures/expense were recorded in the fund financial statements and the government-wide financial statements for governmental activities as identified below:

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)**

<u>Fund</u>	<u>Amount</u>
General	\$ 2,186
Town Outside Villages	596
Highway	464
Special Districts	66
	<u>\$ 3,312</u>

**G. Short-Term Capital Borrowings**

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

<u>Purpose</u>	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance January 1, 2011</u>	<u>Redemptions</u>	<u>Balance December 31, 2011</u>
Bond Anticipation Notes:						
Stonegate Lift Station	1985	04/19/2012	1.44 %	\$ 39,600	\$ 9,750	\$ 29,850
Torbank Sewer Line	2005	-	-	7,058	7,058	-
Highway Dump Truck	2006	-	-	24,780	24,780	-
Highway Vacuum Truck	2006	-	-	13,900	13,900	-
Highway Mobile Vehicle Lift	2006	-	-	6,238	6,238	-
Engle Park Improvements	2007	02/16/2012	0.59	19,438	10,000	9,438
Dump Truck	2007	08/16/2012	1.49	18,357	9,200	9,157
Highway Dump Truck	2007	02/16/2012	0.59	22,000	11,000	11,000
55 Old Albany Post Road	2007	02/16/2012	0.59	22,000	11,000	11,000
Highway Packer Truck	2007	02/16/2012	0.59	21,725	12,000	9,725
Garage Doors	2008	08/16/2012	1.49	10,590	5,000	5,590
Samstag Retaining Wall	2008	08/16/2012	1.49	48,000	16,899	31,101
Highway Dump Trucks	2008	08/16/2012	1.49	51,000	31,418	19,582
Highway Dump Truck	2008	08/16/2012	1.49	27,000	9,000	18,000
Highway - Confined Space	2008	08/16/2012	1.49	15,000	5,000	10,000
Leaf Machine	2008	08/16/2012	1.49	15,900	5,300	10,600
				<u>362,586</u>	<u>187,543</u>	<u>175,043</u>
Loans Payable:						
Stormytown Pump Station	2010	12/09/2013	0.71	994,448	2,641	991,807
Stonegate Pump Station	2010	12/09/2013	0.71	507,475	1,760	505,715
				<u>1,501,923</u>	<u>4,401</u>	<u>1,497,522</u>
				<u>\$ 1,864,509</u>	<u>\$ 191,944</u>	<u>\$ 1,672,565</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.

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011**Note 3 - Detailed Notes on All Funds (Continued)**

Interest expenditures were recorded in the fund financial statements as identified below. Interest expense of \$4,003 was recorded in the government-wide financial statements for governmental activities.

<u>Fund</u>	<u>Amount</u>
General	\$ 693
Highway	5,034
Special Districts	842
	<u>\$ 6,569</u>

The State of New York has authorized the establishment of the New York State Environmental Facilities Corporation. The Corporation was created in-part to administer a water pollution control revolving fund for purposes of complying with the Clean Water Act. The Town originally received a loan from the Corporation in the amount of \$1,501,923 with interest at 0.71%. The loan is to be repaid no later than December 9, 2013. The liability for the loan has been recorded in the Capital Projects Fund. Interest expenditures of \$2,831 were recorded in the fund financial statements in the Special District Fund - Consolidated Sewer. Interest expense of \$2,831 was recorded in the government-wide financial statements for governmental activities.

**H. Long-Term Liabilities**

The following table summarizes changes in the Town's long-term indebtedness for the year ended December 31, 2011:

	<u>Balance January 1, 2011</u>	<u>Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance December 31, 2011</u>	<u>Due Within One Year</u>
Bonds Payable	\$ 5,260,000	\$ -	\$ 430,000	\$ 4,830,000	\$ 430,000
Bond Anticipation Notes	250,000	800,000	25,000	1,025,000	1,025,000
Installment Purchase Debt	55,942	-	31,952	23,990	18,366
Claims Payable	132,607	137,846	35,581	234,872	125,886
Compensated Absences	43,396	11,800	4,000	51,196	5,100
Other Post Employment Benefit Obligations Payable	1,781,844	1,026,420	422,128	2,386,136	-
	<u>\$ 7,523,789</u>	<u>\$ 1,976,066</u>	<u>\$ 948,661</u>	<u>\$ 8,551,194</u>	<u>\$ 1,604,352</u>

Each governmental fund's liability for compensated absences and other post employment benefit obligations is liquidated by the respective fund. The Town's indebtedness for bonds, bond anticipation notes and installment purchase debt 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 - Workers' Compensation Benefits Fund, which is funded by the various governmental funds.

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)****Bonds Payable**

Bonds payable at December 31, 2011 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rate	Amount Outstanding at December 31, 2011
Public Improvements	2000	\$ 1,561,000	June, 2020	5.250 - 5.50 %	\$ 740,000
Public Improvements	2003	4,736,000	May, 2023	3.125 - 4.50	2,710,000
Public Improvements	2007	1,695,000	April, 2027	4.125 - 4.25	1,380,000
					<u>\$ 4,830,000</u>

Interest expenditures of \$210,860, were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$208,548 was recorded in the government-wide financial statements for governmental activities.

**Bond Anticipation Notes Payable**

The Town, in December 2011, issued a bond anticipation note in the amount of \$800,000 used to finance tax certiorari refunds. The note is due February, 2012, but may be renewed up to ten years pursuant to Local Finance Law, provided that stipulated reductions of principal are made.

The Town, pursuant to Financial Accounting Standards Board Statement No. 6 (FASB), has not recorded this liability in the fund financial statements since it has demonstrated an ability to consummate refinancing. The ability to consummate refinancing was evidenced by obtaining permanent financing or a renewal of the note prior to the issuance of the financial statements. The note is due February 16, 2012 with interest at 0.98%.

The Town, in February 2011, renewed a bond anticipation note in the amount of \$225,000 used to finance tax certiorari refunds. The note is due February, 2012, but may be renewed up to ten years pursuant to Local Finance Law, provided that stipulated reductions of principal are made.

The Town, pursuant to FASB 6, has not recorded this liability in the fund financial statements since it has demonstrated an ability to consummate refinancing. The ability to consummate refinancing was evidenced by obtaining permanent financing or a renewal of the note prior to the issuance of the financial statements. The note is due February 16, 2012 with interest at 0.59%. Interest expenditures of \$2,075, were recorded in the funds identified below. Interest expense of \$3,458 was recorded in the government-wide financial statements for governmental activities.

Fund	Amount
General	\$ 484
Town Outside Villages	692
Highway	520
Special Districts	379
	<u>\$ 2,075</u>

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)****Installment Purchase Debt**

The Town, in 2009, entered into various agreements to lease certain vehicles. The terms of the agreement provide for annual payments ranging from \$5,321 to \$7,304 through March 2013. Payments include interest at rates ranging from 6% to 7.15%. The terms of the agreements provide options to purchase the vehicles at the end of the lease term. The leases meet the criteria of capital leases as defined by Statement of Financial Accounting Standards Board No. 13. The balance due at December 31, 2011 was \$23,990.

Interest expenditures/expenses of \$ 2,169 were recorded in the fund financial statements in the Debt Service Fund and in the government-wide financial statements for governmental activities.

**Payments to Maturity**

The annual requirements to amortize all bonded and installment purchase debt outstanding as of December 31, 2011 including interest payments of \$1,276,187 are as follows:

Year Ended December 31,	Bonds		Bond Anticipation Notes	
	Principal	Interest	Principal	Interest
2012	\$ 430,000	\$ 194,513	\$ 1,025,000	\$ 2,416
2013	405,000	178,260	-	-
2014	410,000	162,169	-	-
2015	410,000	145,819	-	-
2016	420,000	128,823	-	-
2017-2021	1,880,000	381,772	-	-
2022-2026	790,000	78,981	-	-
2027	85,000	1,806	-	-
	<u>\$ 4,830,000</u>	<u>\$ 1,272,143</u>	<u>\$ 1,025,000</u>	<u>\$ 2,416</u>

Year Ended December 31,	Installment Purchase Debt		Total	
	Principal	Interest	Principal	Interest
2012	\$ 18,366	\$ 1,432	\$ 1,473,366	\$ 198,361
2013	5,624	196	410,624	178,456
2014	-	-	410,000	162,169
2015	-	-	410,000	145,819
2016	-	-	420,000	128,823
2017-2021	-	-	1,880,000	381,772
2022-2026	-	-	790,000	78,981
2027	-	-	85,000	1,806
	<u>\$ 23,990</u>	<u>\$ 1,628</u>	<u>\$ 5,878,990</u>	<u>\$ 1,276,187</u>

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

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2011

---

**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>2011</u>	<u>2010</u>
Balance - Beginning of Year	\$ 132,607	\$ 234,255
Provision for Claims and Claims Adjustment Expenses	24,070	(50,405)
Claims and Claims Adjustment Expenses Paid	<u>(35,581)</u>	<u>(51,243)</u>
Balance - End of Year	<u>\$ 121,096</u>	<u>\$ 132,607</u>
Due Within One Year	<u>\$ 12,110</u>	<u>\$ 13,300</u>

Claims payable also includes a liability of \$113,776 for court ordered tax certiorari refunds, which were not due and payable at year-end. These amounts have been recorded as an expense in the government-wide financial statements.

**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. Vacation time for police may be carried forward and any days not used by March 31st of the subsequent year shall be paid to the employee. 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 30<sup>th</sup> 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.

**Note 3 - Detailed Notes on All Funds (Continued)****Other Post Employment Benefit Obligations Payable**

In addition to providing pension benefits, the Town provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Town may vary according to length of service. The cost of providing post employment health care benefits is shared between the Town and the retired employee. Substantially all of the Town's employee's may become eligible for those benefits if they reach normal retirement age while working for the Town. The cost of retiree health care benefits is recognized as an expenditure as claims are paid in the fund financial statements. The Town has recognized revenues and expenditures of \$26,540 for Medicare Part D payments made directly to its health insurance carrier on behalf of its retirees.

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

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

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

<u>Year Ended</u> <u>December 31,</u>	<u>Assumed</u> <u>Increase</u>
2012	6.0 %
2013+	5.0

NOTES TO FINANCIAL STATEMENTS (Continued)  
 DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)**

The amortization basis is the level percentage of payroll with a closed amortization approach with 27 years remaining in the amortization period. The actuarial assumptions included a 4% investment rate of return, a 3.5% inflation rate and a 2.5% annual payroll growth rate. The Town currently has no assets set aside for the purpose of paying post employment benefits. The actuarial cost method utilized was the entry age method.

The number of participants as of December 31, 2011 was as follows:

Active Employees	62
Retired Employees	<u>45</u>
Total	<u>107</u>

## Amortization Component:

Actuarial Accrued Liability as of January 1, 2011	\$ 13,246,437
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 13,246,437</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 2,693,928</u>
UAAL as a Percentage of Covered Payroll	<u>491.71%</u>
Annual Required Contribution	\$ 1,031,913
Adjustment to annual required contribution	(76,767)
Interest on Net OPEB Obligation	<u>71,274</u>
Annual OPEB Cost	1,026,420
Contributions Made	<u>(422,128)</u>
Increase in Net OPEB Obligation	604,292
Net OPEB Obligation - Beginning of Year	<u>1,781,844</u>
Net OPEB Obligation - End of Year	<u>\$ 2,386,136</u>

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

Fiscal Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	\$ 1,223,771	27.97 %	\$ 881,518
2010	1,289,372	30.17	1,781,844
2011	1,026,420	41.10	2,386,136



NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011

**Note 3 - Detailed Notes on All Funds (Continued)****I. 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
	General Fund	Town Outside Villages Fund	Highway Fund	Special Districts Fund	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 19,200	\$ 179,097	\$ 198,297
Town Outside Villages Fund	-	-	-	-	-	338,837	338,837
Highway Fund	-	-	-	-	192,035	123,672	315,707
Special Districts Fund	-	-	-	-	46,449	90,624	137,073
Non-Major Governmental Funds	206,680	13,000	61,317	25,240	-	-	306,237
	<u>\$ 206,680</u>	<u>\$ 13,000</u>	<u>\$ 61,317</u>	<u>\$ 25,240</u>	<u>\$ 257,684</u>	<u>\$ 732,230</u>	<u>\$ 1,296,151</u>

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

**J. Net Assets**

The components of net assets are detailed below:

*Invested in Capital Assets, net of Related Debt* - the component of net assets 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 Capital Projects* - the component of net assets that reports the amounts restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

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

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

**Note 3 - Detailed Notes on All Funds (Continued)**

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

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

*Restricted for Trusts* - has been established to set aside funds in accordance with the terms of the grants.

*Restricted for Parklands* - the component of net assets 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 net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

## TOWN OF OSSINING, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011**Note 3 - Detailed Notes on All Funds (Continued)****K. Fund Balances**

	2011							2010						
	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	\$ -	\$ 8,620	\$ -	\$ -	\$ -	\$ -	\$ 8,620	\$ 350	\$ 45,971	\$ -	\$ -	\$ -	\$ -	\$ 46,321
Restricted:														
Tax certioraris	81,490	108,958	82,751	79,873	-	-	353,072	28,092	41,435	31,512	23,156	-	-	124,195
Crime forfeitures	-	-	-	-	-	-	-	-	1,492	-	-	-	-	1,492
Debt service	-	-	-	-	-	264,482	264,482	-	-	-	-	-	341,593	341,593
Parklands	-	-	-	-	-	40,862	40,862	-	-	-	-	-	53,220	53,220
Trusts	-	-	-	-	-	75,240	75,240	-	-	-	-	-	83,744	83,744
Total Restricted	81,490	108,958	82,751	79,873	-	380,584	733,656	28,092	42,927	31,512	23,156	-	478,557	604,244
Assigned:														
Purchases on order:														
General government support	5,115	-	-	-	-	-	5,115	1,320	-	-	-	-	-	1,320
Public Safety	-	-	-	-	-	-	-	-	1,500	-	-	-	-	1,500
Transportation	-	-	12,285	-	-	-	12,285	-	-	12,615	-	-	-	12,615
	5,115	-	12,285	-	-	-	17,400	1,320	1,500	12,615	-	-	-	15,435
Subsequent year's expenditures	152,752	-	-	-	-	52,692	205,444	-	-	-	-	-	128,245	128,245
Major Funds	-	980,987	468,803	954,273	-	-	2,403,863	-	844,766	408,299	843,185	-	-	2,096,250
Total Assigned	157,867	980,987	480,888	954,273	-	52,692	2,626,707	1,320	846,266	420,914	843,185	-	128,245	2,239,930
Unassigned	1,022,444	-	-	-	(1,603,105)	-	(580,661)	757,328	-	-	-	(1,090,132)	-	(332,804)
Total Fund Balance	\$ 1,261,801	\$ 1,098,565	\$ 563,639	\$ 1,034,146	\$ (1,603,105)	\$ 433,276	\$ 2,788,322	\$ 787,090	\$ 935,164	\$ 452,426	\$ 866,341	\$ (1,090,132)	\$ 606,802	\$ 2,557,691

NOTES TO FINANCIAL STATEMENTS (Continued)  
DECEMBER 31, 2011

---

**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 Assets 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.

Designations of fund balance are not legally required segregations, but represent intended use for a specific purpose. At December 31, 2011, the Town Board has designated that these amounts 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. 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.

**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.

**Note 4 - Summary Disclosure of Significant Contingencies (Continued)**

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 - Subsequent Events**

The Town, in February 2012 issued a bond anticipation note in the amount of \$920,000 which was used to renew notes previously issued for capital improvements and tax certiorari refunds. The note is due on February 15, 2013, with interest at 0.94%.

**Note 6 - Other Matters**

On June 24, 2011, the Governor signed Chapter 97 of the Laws of 2011 ("Tax Levy Limitation Law"). This applies to all local governments.

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

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

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

## TOWN OF OSSINING, NEW YORK

REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF FUNDING PROGRESS  
 OTHER POST EMPLOYMENT BENEFITS  
 LAST THREE FISCAL YEARS

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
January 1, 2011	\$ -	\$ 13,246,437	\$ 13,246,437	- %	\$ 2,693,928	491.71 %
January 1, 2010	-	13,911,746	13,911,746	-	4,353,694	319.54
January 1, 2009	-	13,911,746	13,911,746	-	4,535,612	306.72

## TOWN OF OSSINING, NEW YORK

GENERAL FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash:			
Demand deposits		\$ 11,085,320	\$ 7,770,864
Petty cash		570	570
		<u>11,085,890</u>	<u>7,771,434</u>
Taxes Receivable:			
Town and County taxes		240,764	372,148
School districts taxes		34,222,635	35,856,974
Taxes receivable - Overdue		785,033	744,675
Property acquired for taxes		38,148	38,148
		<u>35,286,580</u>	<u>37,011,945</u>
Allowance for uncollectible taxes		<u>(38,148)</u>	<u>(38,148)</u>
		<u>35,248,432</u>	<u>36,973,797</u>
Other Receivables:			
Accounts		198,947	73,484
State and Federal aid		39,451	26,887
Due from other governments		71,655	92,242
Due from other funds		28,395	75,316
		<u>338,448</u>	<u>267,929</u>
Prepaid Expenditures		<u>-</u>	<u>350</u>
Total Assets		<u>\$ 46,672,770</u>	<u>\$ 45,013,510</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 694,794	\$ 206,776
Accrued liabilities		138,742	111,359
Due to school districts		42,823,433	42,791,035
Due to other funds		855,154	267,736
Deferred revenues - Taxes		898,846	849,514
Total Liabilities		<u>45,410,969</u>	<u>44,226,420</u>
Fund Balance:			
Nonspendable		-	350
Restricted		81,490	28,092
Assigned		157,867	1,320
Unassigned		1,022,444	757,678
Total Fund Balance		<u>1,261,801</u>	<u>787,090</u>
Total Liabilities and Fund Balance		<u>\$ 46,672,770</u>	<u>\$ 45,013,510</u>

## TOWN OF OSSINING, NEW YORK

## GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 2,903,852	\$ 2,873,837	\$ 2,841,762	\$ (32,075)
Other tax items	566,000	566,000	670,394	104,394
Departmental income	31,800	31,801	36,198	4,397
Intergovernmental charges	188,126	188,126	177,130	(10,996)
Use of money and property	96,800	96,800	63,244	(33,556)
Fines and forfeitures	110,000	110,000	126,384	16,384
Sale of property and compensation for loss	-	-	11,552	11,552
State aid	686,000	697,250	731,672	34,422
Federal aid	87,500	87,500	75,761	(11,739)
Miscellaneous	93,700	107,782	119,033	11,251
Total Revenues	4,763,778	4,759,096	4,853,130	94,034
Expenditures:				
Current:				
General government support	2,081,190	2,322,420	2,181,217	141,203
Economic opportunity and development	591,996	562,639	530,551	32,088
Culture and recreation	857,631	872,833	843,630	29,203
Home and community services	9,000	9,141	6,789	2,352
Employee benefits	1,059,360	1,014,347	981,197	33,150
Debt service:				
Principal	5,832	5,832	5,832	-
Interest	19,241	19,328	3,363	15,965
Total Expenditures	4,624,250	4,806,540	4,552,579	253,961
Excess (Deficiency) of Revenues Over Expenditures	139,528	(47,444)	300,551	347,995
Other Financing Sources (Uses):				
Bond anticipation notes issued	-	165,777	165,777	-
Transfers in	53,928	53,928	206,680	152,752
Transfers out	(194,776)	(201,673)	(198,297)	3,376
Total Other Financing Sources (Uses)	(140,848)	18,032	174,160	156,128
Net Change in Fund Balance	(1,320)	(29,412)	474,711	504,123
Fund Balance - Beginning of Year	1,320	29,412	787,090	757,678
Fund Balance - End of Year	\$ -	\$ -	\$ 1,261,801	\$ 1,261,801



2010			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,919,261	\$ 2,903,300	\$ 2,811,298	\$ (92,002)
510,000	510,000	719,702	209,702
24,300	24,300	49,948	25,648
178,826	178,826	162,578	(16,248)
86,800	86,800	63,477	(23,323)
100,000	100,000	159,203	59,203
-	-	11,052	11,052
779,300	779,300	710,793	(68,507)
87,500	87,500	88,622	1,122
102,500	102,500	102,859	359
<u>4,788,487</u>	<u>4,772,526</u>	<u>4,879,532</u>	<u>107,006</u>
1,997,357	2,040,696	1,861,595	179,101
588,020	588,020	543,557	44,463
860,597	860,243	839,102	21,141
9,000	9,000	6,481	2,519
967,061	965,770	836,195	129,575
-	-	-	-
26,793	21,294	5,727	15,567
<u>4,448,828</u>	<u>4,485,023</u>	<u>4,092,657</u>	<u>392,366</u>
339,659	287,503	786,875	499,372
-	58,330	58,330	-
55,166	55,166	127,206	72,040
(395,925)	(402,099)	(246,673)	155,426
<u>(340,759)</u>	<u>(288,603)</u>	<u>(61,137)</u>	<u>227,466</u>
(1,100)	(1,100)	725,738	726,838
1,100	1,100	61,352	60,252
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 787,090</u>	<u>\$ 787,090</u>

## TOWN OF OSSINING, NEW YORK

## GENERAL FUND

## SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
REAL PROPERTY TAXES	\$ 2,903,852	\$ 2,873,837	\$ 2,841,762	\$ (32,075)	\$ 2,811,298
OTHER TAX ITEMS					
Franchise fees	98,000	98,000	114,354	16,354	110,560
Payments in lieu of taxes	18,000	18,000	17,959	(41)	18,518
Interest and penalties on real property taxes	450,000	450,000	538,081	88,081	590,624
	566,000	566,000	670,394	104,394	719,702
DEPARTMENTAL INCOME					
Reimbursement for tax sale advertising	6,500	6,500	18,080	11,580	23,190
Clerk fees	7,300	7,301	10,098	2,797	9,115
Parks and recreation fees	14,000	14,000	5,850	(8,150)	14,908
Marina and dock fees	4,000	4,000	2,170	(1,830)	2,735
	31,800	31,801	36,198	4,397	49,948
INTERGOVERNMENTAL CHARGES					
Reimbursement for Election expenses	17,000	17,000	14,450	(2,550)	15,843
Reimbursement for Clerk services	171,126	171,126	162,680	(8,446)	146,735
	188,126	188,126	177,130	(10,996)	162,578
USE OF MONEY AND PROPERTY					
Earnings on investments	70,000	70,000	48,819	(21,181)	56,502
Rental of real property	26,800	26,800	14,425	(12,375)	6,975
	96,800	96,800	63,244	(33,556)	63,477

# FINES AND FORFEITURES

Fines and forfeited bail	<u>110,000</u>	<u>110,000</u>	<u>126,384</u>	<u>16,384</u>	<u>159,203</u>
--------------------------	----------------	----------------	----------------	---------------	----------------

# SALE OF PROPERTY AND COMPENSATION FOR LOSS

Insurance recoveries	<u>-</u>	<u>-</u>	<u>11,552</u>	<u>11,552</u>	<u>11,052</u>
----------------------	----------	----------	---------------	---------------	---------------

# STATE AID

Per capita	149,000	149,000	151,987	2,987	155,089
Mortgage tax	500,000	500,000	521,034	21,034	516,775
Supplemental Nutrition Assistance Program	37,000	37,000	46,089	9,089	36,140
Other	<u>-</u>	<u>11,250</u>	<u>12,562</u>	<u>1,312</u>	<u>2,789</u>

	<u>686,000</u>	<u>697,250</u>	<u>731,672</u>	<u>34,422</u>	<u>710,793</u>
--	----------------	----------------	----------------	---------------	----------------

# FEDERAL AID

Title III B	10,000	10,000	8,506	(1,494)	10,249
Title III C-1	27,800	27,800	25,214	(2,586)	27,842
Title III C-2	28,700	28,700	26,578	(2,122)	28,766
Commodity funding	<u>21,000</u>	<u>21,000</u>	<u>15,463</u>	<u>(5,537)</u>	<u>21,765</u>

	<u>87,500</u>	<u>87,500</u>	<u>75,761</u>	<u>(11,739)</u>	<u>88,622</u>
--	---------------	---------------	---------------	-----------------	---------------

# MISCELLANEOUS

Call-A-Cab	40,000	40,000	36,456	(3,544)	37,499
Senior Nutrition Program	39,700	39,700	48,358	8,658	43,022
Medicare Part D subsidy	-	14,082	14,082	-	9,909
Refund of prior year's expenditures	-	-	427	427	234
Other	<u>14,000</u>	<u>14,000</u>	<u>19,710</u>	<u>5,710</u>	<u>12,195</u>

	<u>93,700</u>	<u>107,782</u>	<u>119,033</u>	<u>11,251</u>	<u>102,859</u>
--	---------------	----------------	----------------	---------------	----------------

TOTAL REVENUES	<u>4,763,778</u>	<u>4,759,096</u>	<u>4,853,130</u>	<u>94,034</u>	<u>4,879,532</u>
----------------	------------------	------------------	------------------	---------------	------------------

(Continued)

(This page intentionally left blank)

## TOWN OF OSSINING, NEW YORK

## GENERAL FUND

## SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET (Continued)

YEAR ENDED DECEMBER 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
OTHER FINANCING SOURCES					
Bond anticipation notes issued	\$ -	\$ 165,777	\$ 165,777	\$ -	\$ 58,330
Transfers in:					
Debt Service Fund	53,928	53,928	53,928	-	55,166
Special Purpose Fund	-	-	152,752	152,752	-
Workers' Compensation Benefits Fund	-	-	-	-	72,040
<u>TOTAL OTHER FINANCING SOURCES</u>	<u>53,928</u>	<u>219,705</u>	<u>372,457</u>	<u>152,752</u>	<u>185,536</u>
<u>TOTAL REVENUES AND OTHER FINANCING SOURCES</u>	<u>\$ 4,817,706</u>	<u>\$ 4,978,801</u>	<u>\$ 5,225,587</u>	<u>\$ 246,786</u>	<u>\$ 5,065,068</u>

## TOWN OF OSSINING, NEW YORK

## GENERAL FUND

## SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
GENERAL GOVERNMENT SUPPORT					
Town Board	\$ 44,879	\$ 44,879	\$ 44,219	\$ 660	\$ 41,391
Town Justice	226,625	236,659	233,469	3,190	213,090
Supervisor	209,599	191,529	190,378	1,151	202,497
Auditor	24,880	25,475	25,474	1	24,593
Tax Collector	218,653	219,278	208,349	10,929	200,577
Assessor	360,034	430,226	423,714	6,512	343,576
Town Clerk	202,029	200,004	192,835	7,169	179,344
Town Attorney	209,867	219,697	218,795	902	134,379
Engineer	13,800	15,000	15,000	-	12,000
Elections	71,717	70,517	69,009	1,508	68,955
Buildings	177,888	186,226	181,677	4,549	176,902
Central communications	57,781	58,778	58,777	1	51,196
Central data processing	141,972	141,972	139,432	2,540	105,020
Unallocated insurance	62,531	54,193	53,875	318	73,173
Judgments and claims	5,000	168,855	97,373	71,482	18,004
Filing fees	600	5,672	5,671	1	7,390
Taxes on Town owned property	4,000	4,000	3,575	425	3,563
Inter-Municipal Agreement Study	1,000	14,275	13,275	1,000	-
Metropolitan commuter transportation mobility tax	6,335	6,335	6,320	15	5,945
Contingency	42,000	28,850	-	28,850	-
	<u>2,081,190</u>	<u>2,322,420</u>	<u>2,181,217</u>	<u>141,203</u>	<u>1,861,595</u>

## ECONOMIC OPPORTUNITY AND DEVELOPMENT

Veteran's services	5,816	6,857	6,856	1	4,060
Nutrition - C-1	46,200	36,359	34,097	2,262	37,643
Nutrition - C-2	71,000	61,191	60,762	429	63,229
Transportation support services	437,780	426,433	398,637	27,796	414,590
Supplemental Nutrition Assistance Program	28,000	28,182	27,094	1,088	21,135
R.U.O.K. Program	3,200	3,617	3,105	512	2,900
	<u>591,996</u>	<u>562,639</u>	<u>530,551</u>	<u>32,088</u>	<u>543,557</u>

## CULTURE AND RECREATION

Parks	455,529	464,203	439,415	24,788	443,614
Youth programs	378,602	379,914	379,913	1	375,072
Celebrations	7,500	7,716	7,716	-	5,775
Parks sewer lift stations	16,000	21,000	16,586	4,414	14,641
	<u>857,631</u>	<u>872,833</u>	<u>843,630</u>	<u>29,203</u>	<u>839,102</u>

## 8 HOME AND COMMUNITY SERVICES

Cemeteries	<u>9,000</u>	<u>9,141</u>	<u>6,789</u>	<u>2,352</u>	<u>6,481</u>
------------	--------------	--------------	--------------	--------------	--------------

## EMPLOYEE BENEFITS

State retirement	276,000	248,496	248,011	485	149,508
Social security	143,500	143,500	139,846	3,654	132,217
Workers' compensation benefits	59,860	59,860	41,168	18,692	51,955
Life and dental insurance	42,000	42,000	35,332	6,668	37,641
Unemployment benefits	9,000	14,032	14,031	1	3,767
Disability insurance	3,000	3,000	1,962	1,038	2,727
Hospital and medical insurance	526,000	503,459	500,847	2,612	458,380
	<u>1,059,360</u>	<u>1,014,347</u>	<u>981,197</u>	<u>33,150</u>	<u>836,195</u>

(Continued)

## TOWN OF OSSINING, NEW YORK

## GENERAL FUND

## SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET (Continued)

YEAR ENDED DECEMBER 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
DEBT SERVICE					
Principal - Bond anticipation notes	\$ 5,832	\$ 5,832	\$ 5,832	\$ -	\$ -
Interest:					
Bond anticipation notes	1,091	1,178	1,177	1	2,041
Tax anticipation notes	18,150	18,150	2,186	15,964	3,686
	25,073	25,160	9,195	15,965	5,727
TOTAL EXPENDITURES	4,624,250	4,806,540	4,552,579	253,961	4,092,657
OTHER FINANCING USES					
Transfers out:					
Debt Service Fund	119,367	125,224	121,849	3,375	125,187
Capital Projects Fund	18,161	19,201	19,200	1	44,200
Special Purpose Fund	57,248	57,248	57,248	-	77,286
TOTAL OTHER FINANCING USES	194,776	201,673	198,297	3,376	246,673
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 4,819,026	\$ 5,008,213	\$ 4,750,876	\$ 257,337	\$ 4,339,330



## TOWN OF OSSINING, NEW YORK

TOWN OUTSIDE VILLAGES FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash:			
Demand deposits		\$ 1,702,476	\$ 894,518
Petty cash		200	300
		<u>1,702,676</u>	<u>894,818</u>
Receivables:			
Accounts		28,413	25,816
State and Federal aid		4,333	-
Due from other governments		184,086	187,156
Due from other funds		<u>446,649</u>	<u>-</u>
		<u>663,481</u>	<u>212,972</u>
Prepaid Expenditures		<u>8,620</u>	<u>45,971</u>
Total Assets		<u>\$ 2,374,777</u>	<u>\$ 1,153,761</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 1,188,985	\$ 43,505
Accrued liabilities		3,464	80,609
Due to other funds		<u>83,763</u>	<u>94,483</u>
Total Liabilities		<u>1,276,212</u>	<u>218,597</u>
Fund Balance:			
Nonspendable		8,620	45,971
Restricted		108,958	42,927
Assigned		<u>980,987</u>	<u>846,266</u>
Total Fund Balance		<u>1,098,565</u>	<u>935,164</u>
Total Liabilities and Fund Balance		<u>\$ 2,374,777</u>	<u>\$ 1,153,761</u>

## 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, 2011 AND 2010

	2011			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 2,811,943	\$ 2,761,327	\$ 2,761,327	\$ -
Non-property taxes	675,000	675,000	703,253	28,253
Departmental income	58,050	58,050	89,962	31,912
Use of money and property	2,000	2,000	12,894	10,894
Licenses and permits	950	950	2,522	1,572
Sale of property and compensation for loss	-	-	41,376	41,376
State aid	-	4,333	4,333	-
Miscellaneous	-	6,691	18,303	11,612
Total Revenues	3,547,943	3,508,351	3,633,970	125,619
Expenditures:				
Current:				
General government support	164,510	292,738	291,473	1,265
Public safety	2,581,898	2,695,725	2,679,914	15,811
Home and community services	90,882	90,671	66,618	24,053
Employee benefits	392,723	399,414	362,769	36,645
Debt service:				
Principal	8,901	8,901	8,335	566
Interest	5,689	5,171	1,288	3,883
Total Expenditures	3,244,603	3,492,620	3,410,397	82,223
Excess of Revenues Over Expenditures	303,340	15,731	223,573	207,842
Other Financing Sources (Uses):				
Bond anticipation notes issued	-	265,665	265,665	-
Transfers in	13,000	13,000	13,000	-
Transfers out	(317,840)	(338,837)	(338,837)	-
Total Other Financing Uses	(304,840)	(60,172)	(60,172)	-
Net Change in Fund Balance	(1,500)	(44,441)	163,401	207,842
Fund Balance - Beginning of Year	1,500	44,441	935,164	890,723
Fund Balance - End of Year	\$ -	\$ -	\$ 1,098,565	\$ 1,098,565

2010			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 3,280,629	\$ 3,259,730	\$ 3,259,730	\$ -
560,000	560,000	726,218	166,218
52,650	52,650	65,229	12,579
8,000	8,000	9,118	1,118
950	950	632	(318)
-	-	3,106	3,106
6,000	6,000	5,550	(450)
-	-	10,341	10,341
3,908,229	3,887,330	4,079,924	192,594
240,989	304,195	237,203	66,992
2,235,449	2,194,520	2,125,935	68,585
94,881	94,881	90,599	4,282
1,025,050	1,024,884	942,152	82,732
-	-	-	-
6,750	6,160	1,005	5,155
3,603,119	3,624,640	3,396,894	227,746
305,110	262,690	683,030	420,340
-	83,349	83,349	-
-	-	23,748	-
(305,110)	(346,039)	(346,038)	1
(305,110)	(262,690)	(238,941)	1
-	-	444,089	420,341
-	-	491,075	491,075
\$ -	\$ -	\$ 935,164	\$ 911,416

## TOWN OF OSSINING, NEW YORK

## TOWN OUTSIDE VILLAGES FUND

## SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2011

(With Comparative Actuals for 2010)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
REAL PROPERTY TAXES	\$ 2,811,943	\$ 2,761,327	\$ 2,761,327	\$ -	\$ 3,259,730
NON-PROPERTY TAXES					
Non-property tax distribution from County	675,000	675,000	703,253	28,253	726,218
DEPARTMENTAL INCOME					
Police fees	6,000	6,000	2,075	(3,925)	5,195
Alarm fees and fines	12,500	12,500	15,250	2,750	13,276
Building inspection fees	32,000	32,000	57,449	25,449	37,481
Public health fees	4,000	4,000	10,920	6,920	4,900
Zoning fees	500	500	300	(200)	515
Planning Board fees	2,500	2,500	3,127	627	2,050
Other fees	550	550	841	291	1,812
	58,050	58,050	89,962	31,912	65,229
USE OF MONEY AND PROPERTY					
Earnings on investments	2,000	2,000	12,894	10,894	9,118

# LICENSES AND PERMITS

Dog licenses	<u>950</u>	<u>950</u>	<u>2,522</u>	<u>1,572</u>	<u>632</u>
--------------	------------	------------	--------------	--------------	------------

## SALE OF PROPERTY AND COMPENSATION FOR LOSS

Sale of equipment	-	-	38,270	38,270	-
Insurance recoveries	<u>-</u>	<u>-</u>	<u>3,106</u>	<u>3,106</u>	<u>3,106</u>

	<u>-</u>	<u>-</u>	<u>41,376</u>	<u>41,376</u>	<u>3,106</u>
--	----------	----------	---------------	---------------	--------------

## STATE AID

Public safety	<u>-</u>	<u>4,333</u>	<u>4,333</u>	<u>-</u>	<u>5,550</u>
---------------	----------	--------------	--------------	----------	--------------

## MISCELLANEOUS

Refund of prior year's expenditures	-	-	11,612	11,612	-
Medicare Part D subsidy	-	6,691	6,691	-	8,648
Unclassified	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,693</u>

	<u>-</u>	<u>6,691</u>	<u>18,303</u>	<u>11,612</u>	<u>10,341</u>
--	----------	--------------	---------------	---------------	---------------

TOTAL REVENUES	<u>3,547,943</u>	<u>3,508,351</u>	<u>3,633,970</u>	<u>125,619</u>	<u>4,079,924</u>
----------------	------------------	------------------	------------------	----------------	------------------

## OTHER FINANCING SOURCES

Bond anticipation notes issued	-	265,665	265,665	-	83,349
--------------------------------	---	---------	---------	---	--------

### Transfers in:

Debt Service Fund	13,000	13,000	13,000	-	-
-------------------	--------	--------	--------	---	---

Workers' Compensation Benefits Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,748</u>
-------------------------------------	----------	----------	----------	----------	---------------

TOTAL OTHER FINANCING SOURCES	<u>13,000</u>	<u>278,665</u>	<u>278,665</u>	<u>-</u>	<u>107,097</u>
-------------------------------	---------------	----------------	----------------	----------	----------------

TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 3,560,943</u>	<u>\$ 3,787,016</u>	<u>\$ 3,912,635</u>	<u>\$ 125,619</u>	<u>\$ 4,187,021</u>
---	---------------------	---------------------	---------------------	-------------------	---------------------

## TOWN OF OSSINING, NEW YORK

## TOWN OUTSIDE VILLAGES FUND

## SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED DECEMBER 31, 2011

(With Comparative Actuals for 2010)

70

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2010 Actual
<b>GENERAL GOVERNMENT SUPPORT</b>					
Auditor	\$ 17,933	\$ 17,933	\$ 17,932	\$ 1	\$ 17,267
Engineer	34,800	34,801	34,800	1	36,923
Central data processing	38,048	38,047	37,366	681	84,738
Unallocated insurance	38,588	37,385	37,384	1	46,887
Judgments and claims	7,951	156,031	155,836	195	39,014
Filing fees	1,000	1,518	1,518	-	1,756
Intermunicipal Agreement study	-	5,794	5,794	-	4,290
Metropolitan commuter transportation mobility tax	1,190	1,190	843	347	6,328
Contingency	25,000	39	-	39	-
	<u>164,510</u>	<u>292,738</u>	<u>291,473</u>	<u>1,265</u>	<u>237,203</u>
<b>PUBLIC SAFETY</b>					
Police	2,445,572	2,558,339	2,546,641	11,698	1,995,028
Control of animals	13,597	13,597	12,747	850	11,347
Building inspection	122,729	123,789	120,526	3,263	119,560
	<u>2,581,898</u>	<u>2,695,725</u>	<u>2,679,914</u>	<u>15,811</u>	<u>2,125,935</u>
<b>HOME AND COMMUNITY SERVICES</b>					
Zoning Board	3,500	3,289	742	2,547	2,205
Planning Board	74,882	74,882	59,699	15,183	81,664
Storm Water Management	12,000	12,000	6,077	5,923	6,510
Environmental Advisory Council	500	500	100	400	220
	<u>90,882</u>	<u>90,671</u>	<u>66,618</u>	<u>24,053</u>	<u>90,599</u>

# EMPLOYEE BENEFITS

State retirement	7,000	7,282	7,281	1	4,441
Police retirement	52,785	48,856	37,351	11,505	283,017
Social security	26,664	26,664	18,982	7,682	134,582
Workers' compensation benefits	29,738	29,738	29,543	195	64,601
Life and dental insurance	6,322	9,969	9,969	-	33,921
Disability insurance	1,700	1,700	307	1,393	1,423
Hospital and medical insurance	268,514	275,205	259,336	15,869	420,167
	<u>392,723</u>	<u>399,414</u>	<u>362,769</u>	<u>36,645</u>	<u>942,152</u>

# DEBT SERVICE

Principal - Bond anticipation notes	<u>8,901</u>	<u>8,901</u>	<u>8,335</u>	<u>566</u>	<u>-</u>
Interest:					
Bond anticipation notes	739	739	692	47	-
Tax anticipation notes	<u>4,950</u>	<u>4,432</u>	<u>596</u>	<u>3,836</u>	<u>1,005</u>
	<u>5,689</u>	<u>5,171</u>	<u>1,288</u>	<u>3,883</u>	<u>1,005</u>
	<u>14,590</u>	<u>14,072</u>	<u>9,623</u>	<u>4,449</u>	<u>1,005</u>
TOTAL EXPENDITURES	3,244,603	3,492,620	3,410,397	82,223	3,396,894

# OTHER FINANCING USES

Transfers out - Debt Service Fund	<u>317,840</u>	<u>338,837</u>	<u>338,837</u>	<u>-</u>	<u>346,038</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 3,562,443</u>	<u>\$ 3,831,457</u>	<u>\$ 3,749,234</u>	<u>\$ 82,223</u>	<u>\$ 3,742,932</u>

(This page intentionally left blank)



## TOWN OF OSSINING, NEW YORK

HIGHWAY FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash:			
Demand deposits		\$ 388,803	\$ 511,505
Petty cash		75	75
		<u>388,878</u>	<u>511,580</u>
Receivables:			
Accounts		1,904	2,161
State and federal aid		48,996	33,353
Due from other governments		1,233	2,235
Due from other funds		<u>348,652</u>	<u>242,865</u>
		<u>400,785</u>	<u>280,614</u>
Total Assets		<u>\$ 789,663</u>	<u>\$ 792,194</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 175,239	\$ 99,121
Accrued liabilities		5,107	18,224
Due to other funds		<u>45,678</u>	<u>222,423</u>
Total Liabilities		<u>226,024</u>	<u>339,768</u>
Fund Balance:			
Restricted		82,751	31,512
Assigned		<u>480,888</u>	<u>420,914</u>
Total Fund Balance		<u>563,639</u>	<u>452,426</u>
Total Liabilities and Fund Balance		<u>\$ 789,663</u>	<u>\$ 792,194</u>

## TOWN OF OSSINING, NEW YORK

## HIGHWAY FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 2,245,206	\$ 2,204,791	\$ 2,204,791	\$ -
Departmental income	650	650	5,790	5,140
Use of money and property	5,000	5,000	6,198	1,198
Sale of property and compen- sation for loss	-	-	10,284	10,284
State aid	-	4,333	10,713	6,380
Federal aid	-	-	38,282	38,282
Miscellaneous	-	5,767	13,776	8,009
Total Revenues	2,250,856	2,220,541	2,289,834	69,293
Expenditures:				
Current:				
General government support	147,807	326,245	232,248	93,997
Transportation	1,342,793	1,398,458	1,371,500	26,958
Employee benefits	540,269	513,364	510,292	3,072
Debt service:				
Principal - Bond anticipation notes	6,265	6,265	6,265	-
Interest:				
Bond anticipation notes	5,574	5,574	5,554	20
Tax anticipation notes	3,850	464	464	-
Total Expenditures	2,046,558	2,250,370	2,126,323	124,047
Excess (Deficiency) of Revenues Over Expenditures	204,298	(29,829)	163,511	193,340
Other Financing Sources (Uses):				
Bond anticipation notes issued	-	202,092	202,092	-
Transfers in	61,317	61,317	61,317	-
Transfers out	(278,230)	(316,957)	(315,707)	1,250
Total Other Financing Uses	(216,913)	(53,548)	(52,298)	1,250
Net Change in Fund Balance	(12,615)	(83,377)	111,213	194,590
Fund Balance - Beginning of Year	12,615	83,377	452,426	369,049
Fund Balance - End of Year	\$ -	\$ -	\$ 563,639	\$ 563,639

2010			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 2,259,743	\$ 2,245,372	\$ 2,245,372	\$ -
650	650	1,494	844
5,000	5,000	5,399	399
-	-	1,904	1,904
-	-	4,765	4,765
-	-	28,589	28,589
-	-	15,534	15,534
2,265,393	2,251,022	2,303,057	52,035
122,899	171,174	123,983	47,191
1,361,416	1,387,335	1,277,911	109,424
495,943	495,943	455,073	40,870
-	-	-	-
10,258	10,258	10,253	5
5,250	5,250	782	4,468
1,995,766	2,069,960	1,868,002	201,958
269,627	181,062	435,055	253,993
-	62,647	62,647	-
4,410	22,410	29,126	6,716
(274,037)	(292,764)	(285,563)	7,201
(269,627)	(207,707)	(193,790)	13,917
-	(26,645)	241,265	267,910
-	26,645	211,161	184,516
\$ -	\$ -	\$ 452,426	\$ 452,426

## TOWN OF OSSINING, NEW YORK

## SPECIAL DISTRICTS FUND

## COMBINING BALANCE SHEET - SUB-FUNDS

DECEMBER 31, 2011

(With Comparative Actuals for 2010)

	Sewer Districts			
	Townwide Water	Conso- lidated Sewer	North State Road	Lighting
<u>ASSETS</u>				
Cash - Demand deposits	\$ 20,627	\$ 588,942	\$ 6,995	\$ 42,098
Receivables:				
Accounts	-	-	-	-
Due from other governments	12	22,500	-	35
Due from other funds	20,995	36,823	-	-
	21,007	59,323	-	35
Total Assets	<u>\$ 41,634</u>	<u>\$ 648,265</u>	<u>\$ 6,995</u>	<u>\$ 42,133</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 164	\$ 19,271	\$ -	\$ 7,423
Accrued liabilities	-	-	-	-
Due to other funds	22,453	-	-	-
Deferred revenues - Other	-	100	-	-
Total Liabilities	22,617	19,371	-	7,423
Fund Balances:				
Restricted	740	18,717	5,115	2,379
Assigned	18,277	610,177	1,880	32,331
Total Fund Balances	19,017	628,894	6,995	34,710
Total Liabilities and Fund Balances	<u>\$ 41,634</u>	<u>\$ 648,265</u>	<u>\$ 6,995</u>	<u>\$ 42,133</u>

Fire Protection	Refuse and Garbage	Ambulance	Totals	
			2011	2010
<u>\$ 119,506</u>	<u>\$ 221,049</u>	<u>\$ 31,974</u>	<u>\$ 1,031,191</u>	<u>\$ 895,550</u>
-	-	1,710	1,710	-
297	302	283	23,429	2,178
-	-	-	57,818	-
<u>297</u>	<u>302</u>	<u>1,993</u>	<u>82,957</u>	<u>2,178</u>
<u>\$ 119,803</u>	<u>\$ 221,351</u>	<u>\$ 33,967</u>	<u>\$ 1,114,148</u>	<u>\$ 897,728</u>
\$ 4,798	\$ 18,200	\$ 7,593	\$ 57,449	\$ 30,569
-	-	-	-	718
-	-	-	22,453	-
-	-	-	100	100
<u>4,798</u>	<u>18,200</u>	<u>7,593</u>	<u>80,002</u>	<u>31,387</u>
20,847	21,162	10,913	79,873	-
<u>94,158</u>	<u>181,989</u>	<u>15,461</u>	<u>954,273</u>	<u>866,341</u>
<u>115,005</u>	<u>203,151</u>	<u>26,374</u>	<u>1,034,146</u>	<u>866,341</u>
<u>\$ 119,803</u>	<u>\$ 221,351</u>	<u>\$ 33,967</u>	<u>\$ 1,114,148</u>	<u>\$ 897,728</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, 2011

(With Comparative Actuals for 2010)

	Sewer Districts			
	Townwide Water	Conso- lidated Sewer	North State Road	Lighting
Revenues:				
Real property taxes	\$ 22,569	\$ 242,569	\$ 52,189	\$ 63,842
Other tax items	-	-	-	-
Departmental income	-	154,638	9,737	-
Use of money and property	182	3,424	214	262
Sale of property and compen- sation for loss	-	-	-	-
Miscellaneous	-	2,000	-	-
Total Revenues	22,751	402,631	62,140	64,104
Expenditures:				
Current:				
General government support	1,847	36,389	-	5,285
Public safety	-	-	-	-
Health	-	-	-	-
Transportation	-	-	-	61,724
Home and community services	-	282,884	-	-
Debt service:				
Principal - Bond anticipation notes	58	544	-	179
Interest:				
Bond anticipation notes	5	887	-	15
Tax anticipation notes	-	-	-	-
Loan payable	-	2,831	-	-
Total Expenditures	1,910	323,535	-	67,203
Excess (Deficiency) of Revenues Over Expenditures	20,841	79,096	62,140	(3,099)
Other Financing Sources (Uses):				
Bond anticipation notes issued	1,858	43,218	5,114	5,687
Transfers in	25,240	-	-	-
Transfers out	(47,693)	(28,199)	(61,181)	-
Total Other Financing Sources (Uses)	(20,595)	15,019	(56,067)	5,687
Net Change in Fund Balances	246	94,115	6,073	2,588
Fund Balances - Beginning of Year	18,771	534,779	922	32,122
Fund Balances - End of Year	\$ 19,017	\$ 628,894	\$ 6,995	\$ 34,710

Fire Protection	Refuse and Garbage	Ambulance	Totals	
			2011	2010
\$ 548,417	\$ 559,716	\$ 526,409	\$ 2,015,711	\$ 2,018,198
-	-	613	613	-
-	-	-	164,375	160,167
373	1,563	224	6,242	7,550
-	-	5,883	5,883	-
-	-	-	2,000	-
548,790	561,279	533,129	2,194,824	2,185,915
46,998	48,508	17,975	157,002	68,310
538,524	-	-	538,524	500,977
-	-	513,925	513,925	471,510
-	-	-	61,724	60,417
-	518,907	-	801,791	792,956
1,566	1,619	602	4,568	-
130	134	50	1,221	8,846
-	-	66	66	112
-	-	-	2,831	-
587,218	569,168	532,618	2,081,652	1,903,128
(38,428)	(7,889)	511	113,172	282,787
50,871	52,402	7,316	166,466	45,674
-	-	-	25,240	445,338
-	-	-	(137,073)	(553,971)
50,871	52,402	7,316	54,633	(62,959)
12,443	44,513	7,827	167,805	219,828
102,562	158,638	18,547	866,341	646,513
\$ 115,005	\$ 203,151	\$ 26,374	\$ 1,034,146	\$ 866,341

## TOWN OF OSSINING, NEW YORK

CAPITAL PROJECTS FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash - Demand deposits		\$ 228,651	\$ 131,772
Due from Other Funds		2,640	808
Restricted Assets		<u>170,873</u>	<u>1,007,047</u>
Total Assets		<u>\$ 402,164</u>	<u>\$ 1,139,627</u>
<u>LIABILITIES AND FUND DEFICIT</u>			
Liabilities:			
Accounts payable		\$ 19,181	\$ 51,840
Retainage payable		16,896	24,103
Due to other funds		287,711	280,391
Deferred revenues - Other		8,916	8,916
Bond anticipation notes payable		175,043	362,586
Loans payable		<u>1,497,522</u>	<u>1,501,923</u>
Total Liabilities		2,005,269	2,229,759
Fund Deficit -			
Unassigned		<u>(1,603,105)</u>	<u>(1,090,132)</u>
Total Liabilities and Fund Deficit		<u>\$ 402,164</u>	<u>\$ 1,139,627</u>



TOWN OF OSSINING, NEW YORK

CAPITAL PROJECTS FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011	2010
Revenues:		
State aid	\$ 7,460	\$ 14,060
Federal aid	5,993	83,126
Total Revenues	13,453	97,186
Expenditures - Capital outlay	784,110	749,102
Deficiency of Revenues Over Expenditures	(770,657)	(651,916)
Other Financing Sources (Uses):		
Transfers in	257,684	231,401
Transfers out	-	(33,317)
Total Other Financing Sources	257,684	198,084
Net Change in Fund Balance	(512,973)	(453,832)
Fund Deficit - Beginning of Year	(1,090,132)	(636,300)
Fund Deficit - End of Year	\$ (1,603,105)	\$ (1,090,132)

## TOWN OF OSSINING, NEW YORK

## CAPITAL PROJECTS FUND

## PROJECT-LENGTH SCHEDULE

## INCEPTION OF PROJECT THROUGH DECEMBER 31, 2011

PROJECT	Project Number	Project Budget	Expenditures and Transfers	Unexpended Balance
Stonegate Lift Station	9319	\$ 247,499	\$ 247,499	\$ -
Engel Park Shoreline	0532	848,000	476,341	371,659
Engel Park Improvements	0646	200,000	200,000	-
55 Old Albany Post Road	0648	118,887	118,887	-
Highway Packer Truck	0749	60,000	60,000	-
Highway Dump Truck	0750	56,632	56,632	-
Dump Truck	0752	56,900	56,900	-
Garage Doors	0857	25,000	25,000	-
Samstag Retaining Wall	0858	80,000	80,000	-
Highway Dump Trucks	0859	130,000	130,000	-
Highway - Confined Space	0861	25,000	16,888	8,112
Leaf Machine	0863	27,643	27,643	-
Stormytown Pump Station	0966	994,448	935,155	59,293
Stonegate Pump Station	0967	507,475	504,092	3,383
Old Albany Post Road "S" Curve	2010-172	9,030	20,530	(11,500)
Police Portable Radios	2010-173	6,000	5,993	7
Justice Court Assistance	2011-174	7,460	-	7,460
Water Mains Cedar Lane	2011-175	25,240	13,498	11,742
Cedar Lane Drainage	2011-176	40,500	40,500	-
Totals		<u>\$ 3,465,714</u>	<u>\$ 3,015,558</u>	<u>\$ 450,156</u>

Interfund Transfers	Methods of Financing		Totals	Fund Balance (Deficit) at December 31, 2011	Bond Anticipation Notes and Loans Outstanding at December 31, 2011
	Proceeds of Obligations	State and Federal Aid			
\$ -	\$ 217,649	\$ -	\$ 217,649	\$ (29,850)	\$ 29,850
-	-	476,341	476,341	-	-
562	40,000	150,000	190,562	(9,438)	9,438
32,020	44,000	31,867	107,887	(11,000)	11,000
-	50,275	-	50,275	(9,725)	9,725
-	45,632	-	45,632	(11,000)	11,000
10,900	36,843	-	47,743	(9,157)	9,157
-	19,410	-	19,410	(5,590)	5,590
-	48,899	-	48,899	(31,101)	31,101
-	92,418	-	92,418	(37,582)	37,582
-	15,000	-	15,000	(1,888)	10,000
1,143	15,900	-	17,043	(10,600)	10,600
-	2,641	-	2,641	(932,514)	991,807
-	1,760	-	1,760	(502,332)	505,715
-	-	-	-	(20,530)	-
-	-	5,993	5,993	-	-
-	-	7,460	7,460	7,460	-
25,240	-	-	25,240	11,742	-
40,500	-	-	40,500	-	-
<u>\$ 110,365</u>	<u>\$ 630,427</u>	<u>\$ 671,661</u>	<u>\$ 1,412,453</u>	<u>\$ (1,603,105)</u>	<u>\$ 1,672,565</u>

## TOWN OF OSSINING, NEW YORK

COMBINING BALANCE SHEET  
 NON-MAJOR GOVERNMENTAL FUNDS  
 DECEMBER 31, 2011  
 (With Comparative Actuals for 2010)

			Total Non-Major Governmental Funds	
	Special Purpose	Debt Service	2011	2010
<u>ASSETS</u>				
Cash - Demand deposits	\$ 114,023	\$ -	\$ 114,023	\$ 169,876
Investments	32,410	-	32,410	32,168
Receivables:				
Accounts	4,586	-	4,586	1,988
Due from other governments	195	-	195	317
Due from other funds	6,492	317,174	323,666	471,791
	11,273	317,174	328,447	474,096
Total Assets	<u>\$ 157,706</u>	<u>\$ 317,174</u>	<u>\$ 474,880</u>	<u>\$ 676,140</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 3,569	\$ -	\$ 3,569	\$ 9,326
Due to other funds	31,035	-	31,035	55,232
Deferred revenues - Other	7,000	-	7,000	4,780
Total Liabilities	41,604	-	41,604	69,338
Fund Balances:				
Restricted	116,102	264,482	380,584	478,557
Assigned	-	52,692	52,692	128,245
Total Fund Balances	116,102	317,174	433,276	606,802
Total Liabilities and Fund Balances	\$ 157,706	\$ 317,174	\$ 474,880	\$ 676,140

## TOWN OF OSSINING, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCES  
 NON-MAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2011  
 (With Comparative Actuals for 2010)

	Special Purpose	Debt Service	Total Non-Major Governmental Funds	
			2011	2010
Revenues:				
Departmental income	\$ 488,607	\$ -	\$ 488,607	\$ 281,836
Use of money and property	13,717	820	14,537	15,097
Miscellaneous	772	-	772	1,980
Total Revenues	503,096	820	503,916	298,913
Expenditures:				
Current - Home and community services	428,454	-	428,454	371,387
Debt service:				
Principal	-	461,952	461,952	445,707
Interest	-	213,029	213,029	232,514
Total Expenditures	428,454	674,981	1,103,435	1,049,608
Excess (Deficiency) of Revenues Over Expenditures	74,642	(674,161)	(599,519)	(750,695)
Other Financing Sources (Uses):				
Transfers in	57,248	674,982	732,230	788,823
Transfers out	(152,752)	(153,485)	(306,237)	(77,576)
Total Other Financing Sources (Uses)	(95,504)	521,497	425,993	711,247
Net Change in Fund Balances	(20,862)	(152,664)	(173,526)	(39,448)
Fund Balances - Beginning of Year	136,964	469,838	606,802	646,250
Fund Balances - End of Year	\$ 116,102	\$ 317,174	\$ 433,276	\$ 606,802

## TOWN OF OSSINING, NEW YORK

SPECIAL PURPOSE FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash - Demand deposits		\$ 114,023	\$ 169,876
Investments		32,410	32,168
Receivables:			
Accounts		4,586	1,988
Due from other governments		195	317
Due from other funds		6,492	1,953
		11,273	4,258
Total Assets		<u>\$ 157,706</u>	<u>\$ 206,302</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable		\$ 3,569	\$ 9,326
Due to other funds		31,035	55,232
Deferred revenues - Other		7,000	4,780
Total Liabilities		41,604	69,338
Fund Balance - Restricted		116,102	136,964
Total Liabilities and Fund Balance		<u>\$ 157,706</u>	<u>\$ 206,302</u>

## TOWN OF OSSINING, NEW YORK

## SPECIAL PURPOSE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE

YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011	2010
Revenues:		
Departmental income	\$ 488,607	\$ 281,836
Use of money and property	13,717	13,104
Miscellaneous	772	1,980
Total Revenues	503,096	296,920
Expenditures - Current - Home and community services	428,454	371,387
Excess (Deficiency) of Revenues Over Expenditures	74,642	(74,467)
Other Financing Sources:		
Transfers in	57,248	77,286
Transfers out	(152,752)	-
Total Other Financing Sources (Uses)	(95,504)	77,286
Net Change in Fund Balance	(20,862)	2,819
Fund Balance - Beginning of Year	136,964	134,145
Fund Balance - End of Year	\$ 116,102	\$ 136,964

(This page intentionally left blank)



TOWN OF OSSINING, NEW YORK

DEBT SERVICE FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 2011 AND 2010

---

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Due from Other Funds		<u>\$ 317,174</u>	<u>\$ 469,838</u>
	<u>FUND BALANCE</u>		
Restricted		\$ 264,482	\$ 341,593
Assigned		<u>52,692</u>	<u>128,245</u>
Total Fund Balance		<u>\$ 317,174</u>	<u>\$ 469,838</u>

## TOWN OF OSSINING, NEW YORK

## DEBT SERVICE FUND

## COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues - Use of money and property	\$ -	\$ -	\$ 820	\$ 820
Expenditures -				
Debt service:				
Principal:				
Serial bonds	430,000	430,000	430,000	-
Installment purchase debt	-	31,952	31,952	-
	430,000	461,952	461,952	-
Interest:				
Serial bonds	214,201	214,201	210,860	3,341
Installment purchase debt	-	2,169	2,169	-
	214,201	216,370	213,029	3,341
Total Expenditures	644,201	678,322	674,981	3,341
Deficiency of Revenues Over Expenditures	(644,201)	(678,322)	(674,161)	4,161
Other Financing Sources (Uses):				
Transfers in	644,201	678,322	674,982	(3,340)
Transfers out	(128,245)	(153,485)	(153,485)	-
Total Other Financing Sources	515,956	524,837	521,497	(3,340)
Net Change in Fund Balance	(128,245)	(153,485)	(152,664)	821
Fund Balance - Beginning of Year	128,245	153,485	469,838	316,353
Fund Balance - End of Year	\$ -	\$ -	\$ 317,174	\$ 317,174

2010			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 1,993	\$ 1,993
405,000	405,000	405,000	-
-	40,708	40,707	1
405,000	445,708	445,707	1
226,477	226,477	226,473	4
-	6,043	6,041	2
226,477	232,520	232,514	6
631,477	678,228	678,221	7
(631,477)	(678,228)	(676,228)	1,997
631,477	678,228	711,537	33,309
(59,576)	(77,576)	(77,576)	-
571,901	600,652	633,961	33,309
(59,576)	(77,576)	(42,267)	35,306
59,576	77,576	512,105	434,529
\$ -	\$ -	\$ 469,838	\$ 469,835

TOWN OF OSSINING, NEW YORK

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND  
COMPARATIVE STATEMENT OF NET ASSETS  
DECEMBER 31, 2011 AND 2010

	<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
Cash - Demand deposits		\$ 3,122	\$ 3,122
Due from Other Funds		<u>117,974</u>	<u>149,569</u>
Total Assets		<u>\$ 121,096</u>	<u>\$ 152,691</u>
	<u>LIABILITIES</u>		
Current Liabilities:			
Due to other funds		\$ -	\$ 20,084
Current portion of claims payable		<u>12,110</u>	<u>13,300</u>
Total Current Liabilities		12,110	33,384
Claims Payable, less current portion		<u>108,986</u>	<u>119,307</u>
Total Liabilities		<u>\$ 121,096</u>	<u>\$ 152,691</u>

TOWN OF OSSINING, NEW YORK

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
YEARS ENDED DECEMBER 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Operating Revenues - Departmental charges	\$ 24,070	\$ 52,099
Operating Expenses - Employee benefits	<u>24,070</u>	<u>(50,405)</u>
Income from Operations	-	102,504
Transfers Out	<u>-</u>	<u>(102,504)</u>
Change in Net Assets	-	-
Net Assets - Beginning of Year	<u>-</u>	<u>-</u>
Net Assets - End of Year	<u>\$ -</u>	<u>\$ -</u>

TOWN OF OSSINING, NEW YORK

INTERNAL SERVICE FUND - WORKERS' COMPENSATION BENEFITS FUND  
COMPARATIVE STATEMENT OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011	2010
Cash Flows from Operating Activities:		
Cash received from departmental charges	\$ 35,581	\$ 154,602
Cash payments to insurance carriers, claimants and other	(35,581)	(51,243)
Net Cash Provided By Operating Activities	-	103,359
Cash Flows from Non-Capital Financing Activities -		
Transfers out	-	(102,504)
Cash - Beginning of Year	3,122	2,267
Cash - End of Year	\$ 3,122	\$ 3,122
Reconciliation of Income from Operations to Net Cash		
Provided by Operating Activities:		
Income from operations	\$ -	\$ 102,504
Adjustments to reconcile income from operations to		
net cash provided by operating activities:		
Changes in operating assets and liabilities -		
Due from other funds	31,595	82,419
Due to other funds	(20,084)	20,084
Claims payable	(11,511)	(101,648)
Net Cash Provided By Operating Activities	\$ -	\$ 103,359