

VILLAGE OF SUFFERN, NEW YORK

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED MAY 31, 2007

WITH INDEPENDENT AUDITORS' REPORT



O'Connor Davies Munns & Dobbins, llp
ACCOUNTANTS AND CONSULTANTS

Bennett Kielson Storch DeSantis Division

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	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet - Governmental Funds	14
Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets	16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Water and Sewer Funds	20
Statement of Net Assets - Fiduciary Funds	22
Statement of Changes in Fiduciary Net Assets - Pension Trust Fund	23
Notes to Financial Statements	24
Required Supplementary Information:	
Service Awards Program:	
Schedule of Funding Progress - Last Six Fiscal Years	46
Schedule of Contributions - Last Six Fiscal Years	47
Combining and Individual Fund Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Comparative Balance Sheet	48
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	49
Schedule of Revenues and Other Financing Sources Compared to Budget	51
Schedule of Expenditures and Other Financing Uses Compared to Budget	54
Water Fund:	
Comparative Balance Sheet	57
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	58
Schedule of Revenues and Other Financing Sources Compared to Budget	60
Schedule of Expenditures and Other Financing Uses Compared to Budget	61

TABLE OF CONTENTS (Concluded)

	<u>Page</u>
Sewer Fund:	
Comparative Balance Sheet	63
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	64
Schedule of Expenditures and Other Financing Uses Compared to Budget	66
Capital Projects Fund:	
Comparative Balance Sheet	67
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	68
Project Length Schedule	69
Non-Major Governmental Funds:	
Combining Balance Sheet	71
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	72
Special Purpose Fund:	
Comparative Balance Sheet	73
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	74
Debt Service Fund:	
Comparative Balance Sheet	75
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	76



O'Connor Davies Munns & Dobbins, llp
ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Board of Trustees of the
Village of Suffern, New York:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Suffern, New York as of and for the year ended May 31, 2007, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions 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 basic 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 Village'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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Suffern, New York as of May 31, 2007 and the respective changes in financial position, thereof, and the respective budgetary comparison for the General, Water and Sewer funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis and the Required Supplementary Information for the Fire Service Awards programs are not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Bennett Kielson Storch DeSantis Division

One Barker Avenue, White Plains, New York 10601 914.421.5600 tel 914.421.5099 fax www.odmd.com

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Suffern, New York's basic financial statements. The accompanying financial information listed as combining and individual fund financial statements and schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Village of Suffern, New York. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Bennett Kielson Storch DeSantis

The Government Services Division of
O'Connor Davies Munns & Dobbins, LLP
February 7, 2008

Village of Suffern, New York Management's Discussion and Analysis May 31, 2007

Introduction

This discussion and analysis of the Village of Suffern, New York's financial statements provides an overview of the financial activities of the Village of Suffern for the fiscal year ended May 31, 2007. Please read it in conjunction with the basic financial statements and the accompanying notes to those statements that follow this section.

Financial Highlights for Fiscal Year 2007

- On the government-wide financial statements, the assets of the Village exceeded its liabilities at the close of fiscal year 2007 by \$3,503,503. Of this amount, the unrestricted net assets are a deficit of \$1,403,207. This deficit is primarily the result of compensated absences and claims that will be funded in future years and the deficit in the Water Fund.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund deficits of \$518,658, a decrease of \$665,311 from fiscal year 2006. Exclusive of the Capital Projects Fund, the combined ending fund balances were \$708,366.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$602,294 or 5.4% of total General Fund expenditures and other financing uses. The General Fund reported an ending fund balance of \$1,116,635, which represents a decrease of \$101,086 from fiscal year 2006.
- During the current fiscal year, the Village retired \$600,000 of general obligation debt. The Village's total outstanding general obligation bonds payable at May 31, 2007 totaled \$3,140,000.

Overview of the Financial Statements

The Village's financial statements are composed of this Management Discussion and Analysis (MD&A) and the basic financial statements. This discussion and analysis serves as an introduction to the basic financial statements. The MD&A provides analysis and overview of the Village's financial activities. The basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also includes other supplementary information as listed in the table of contents.

Government-wide Financial Statements

The *government-wide financial statements* are presented in a manner similar to private-sector business financial statements. The statements are prepared using the accrual basis of accounting. The government-wide financial statements include two statements: the Statement of Net Assets and Statement of Activities.

The *Statement of Net Assets* presents the Village's total assets and liabilities with the difference 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 Village is improving or deteriorating.

The *Statement of Activities* presents information showing the change in the Village's net assets during the current fiscal year. All revenues and expenses 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 result in cash flows in future fiscal periods such as claims and earned but unused vacation and sick leave. The focus of this statement is on the net cost of providing various services to the citizens of the Village.

The government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the Village include general government support, public safety, health, transportation, 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 an accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances/net assets, revenues and expenditures/expenses. Government resources are allocated to and accounted for in an individual fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related and legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds - Most of the basic services provided by the Village are financed and accounted for through governmental funds. Governmental fund financial statements focus on current inflows and outflows of spendable resources as well as the available balances of these resources at the end of the fiscal year. This information is useful in determining the Village's financing requirements for the subsequent fiscal

period. Governmental funds use the flow of current financial resources measurement focus and the modified accrual basis of accounting.

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. From this comparison, readers may better understand the long-term impact of the Village'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 Village maintains four major funds; General Fund, Water Fund, Sewer Fund and the Capital Projects Fund. Major funds have their information presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances. The Special Purpose Fund and the Debt Service Fund are grouped together as non-major governmental funds.

A budgetary comparison statement is provided for the General, Water, and Sewer funds within the basic financial statements to demonstrate compliance with their respective budgets.

Fiduciary Funds - These funds are used to account for resources held for the benefit of parties outside the government. The fiduciary funds are *not* reflected in the government-wide financial statements because the assets of these funds are *not* available to support the activities of the Village. The Village maintains two types of fiduciary funds that are known as an Agency Fund and a Pension Trust Fund. Resources are held in these funds by the Village purely in a custodial capacity. The activity in these funds is limited to the receipt, temporary investment and remittance of resources to the appropriate individual, organization or government and the activities of the Fire Service Awards Program.

The financial statements for the Fiduciary Funds can be found in the basic financial statements section of this report.

Notes to Financial Statements

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

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the Village's financial position. In the case of the Village of Suffern, assets exceeded liabilities by \$3,503,503 for fiscal year 2007.

The following table reflects the condensed Statement of Net Assets:

Statement of Net Assets

	May 31,	
	2007	2006
Current Assets	\$ 2,113,619	\$ 2,676,947
Capital Assets, net	8,746,424	8,309,562
Total Assets	10,860,043	10,986,509
Current Liabilities	2,699,018	2,597,988
Long-Term Liabilities	4,657,522	5,162,160
Total Liabilities	7,356,540	7,760,148
Net Assets:		
Invested in capital assets, net of related debt	4,107,996	3,200,767
Restricted	798,714	929,606
Unrestricted	(1,403,207)	(904,012)
Total Net Assets	\$ 3,503,503	\$ 3,226,361

The largest component of the Village's net assets are Invested in Capital Assets (net of related debt) of \$4,107,996 which reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to its citizens and consequently, these assets are not available for future spending. Although the Village's investment 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 \$798,714 represent resources that are subject to external restrictions on their use. The restrictions are:

	May 31,	
	2007	2006
Capital Projects	\$ 528,828	\$ 327,530
Debt Service	75,242	67,250
Law Enforcement	4,799	3,526
Dare	45,280	52,428
Sewer	98,351	438,699
Spical Purpose	46,214	40,173
Restricted Net Assets	<u>\$ 798,714</u>	<u>\$ 929,606</u>

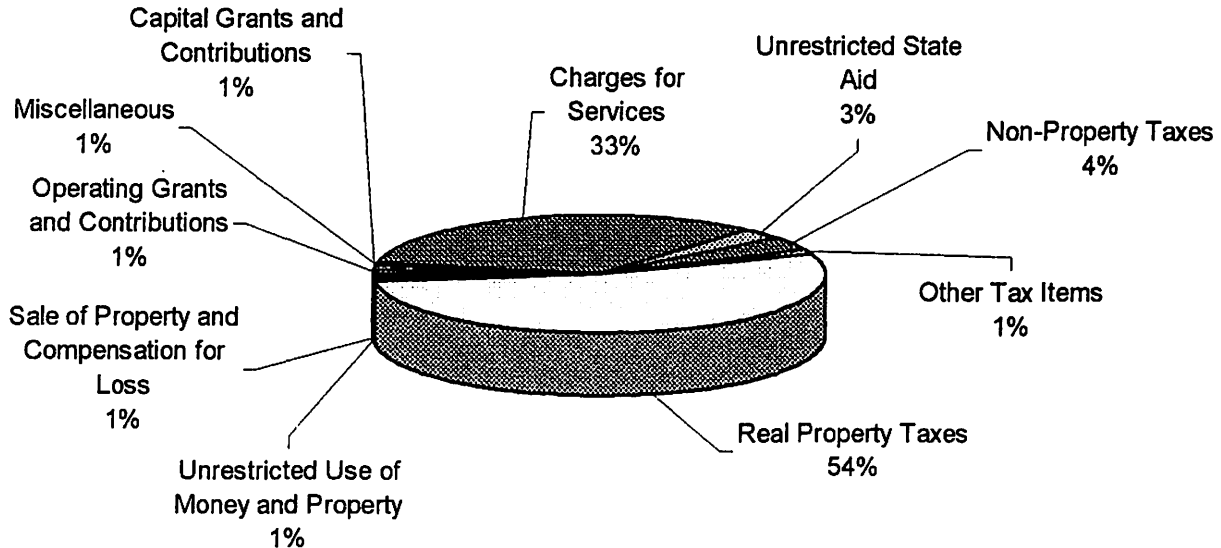
The remaining balance is an unrestricted net deficit of \$1,403,207.

Changes in Net Assets

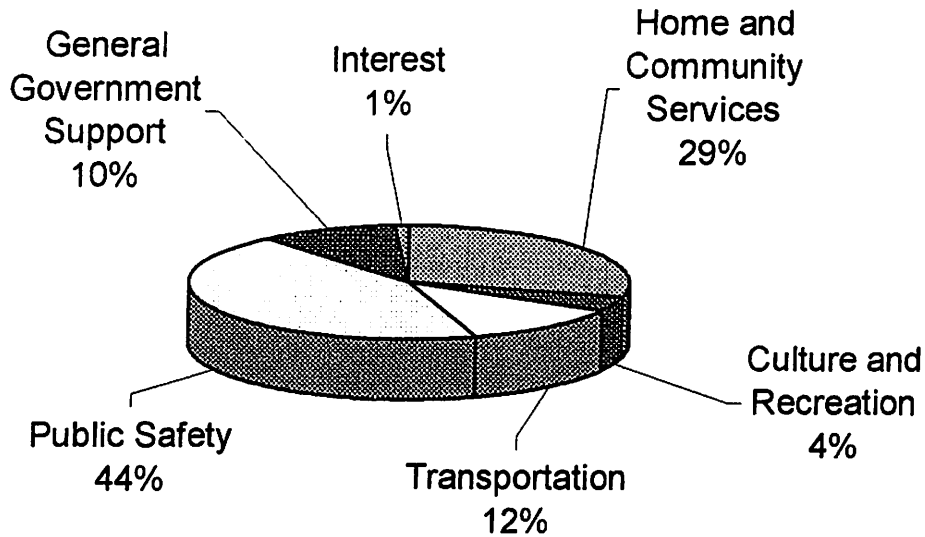
	Year Ended May 31,	
	2007	2006
Program Revenues:		
Charges for Services	\$ 4,625,995	\$ 4,568,563
Operating Grants and Contributions	88,225	257,258
Capital Grants and Contributions	114,448	42,673
General Revenues:		
Real Property Taxes	7,401,311	7,109,241
Other Tax Items	171,934	179,197
Non-Property Taxes	575,550	546,705
Unrestricted Use of Money and Property	165,059	136,516
Sale of Property and Compensation for Loss	92,676	285,249
Unrestricted State Aid	437,527	523,797
Miscellaneous	101,641	61,660
Total Revenues	<u>13,774,366</u>	<u>13,710,859</u>

	Year Ended May 31,	
	2007	2006
Program Expenses:		
General Government Support	\$ 1,357,262	\$ 1,273,890
Public Safety	5,947,426	5,604,687
Health	22,055	23,724
Transportation	1,658,288	1,734,964
Culture and Recreation	433,306	479,860
Home and Community Services	3,898,159	3,734,371
Interest	180,728	187,330
Total Expenses	13,497,224	13,038,826
Change in Net Assets	277,142	672,033
Net Assets - Beginning	3,226,361	2,554,328
Net Assets - Ending	\$ 3,503,503	\$ 3,226,361

Sources of Revenue for Fiscal Year 2007 Governmental Activities



Sources of Expenses for Fiscal Year 2007 Governmental Activities



Governmental Activities: Governmental activities increased the Village's net assets by \$277,142.

For the fiscal year ended May 31, 2007, revenues from governmental activities totaled \$13,774,366. Tax revenues of \$8,148,795 comprised of real property taxes, other tax items and non-property taxes represented the largest revenue source at 59%.

The largest components of governmental activities' expenses are public safety (44%), transportation (12%) and home and community services (29%).

Financial Analysis of the Government's Funds

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

Governmental Funds - The focus of the Village's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the Village's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village's governmental funds reported a combined ending fund deficit of \$518,658, a decrease of \$665,311 in comparison with the prior year. Of the total combined fund balance (excluding the Capital Projects Fund

balance), \$68,900 constitutes unreserved fund balance, which is available for spending at the Village's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed to encumbrances (\$123,472), prepaid expenditures (\$125,444), advances (\$219,015), dare (\$45,280), debt service (\$75,242), parklands (\$40,513), law enforcement (\$4,799) and trusts (\$5,701).

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the total fund balance of the General Fund was \$1,116,635. Of this amount, \$602,294 was unreserved, comprised of \$275,000 of designations and \$327,294 of undesignated.

Capital Asset and Debt Administration

Capital Assets: The Village's investment in capital assets for its governmental activities as of May 31, 2007, amounted to \$8,746,424 (net of accumulated depreciation). This investment in capital assets includes land, construction-in-progress, buildings and improvements, machinery and equipment and infrastructure.

Capital Assets (Net of Depreciation)

	May 31,	
	2007	2006
Land	\$ 440,815	\$ 113,294
Construction-in-Progress	32,680	-
Buildings and Improvements	5,716,216	5,585,963
Machinery and Equipment	2,316,372	2,423,106
Infrastructure	240,341	187,199
Total	\$ 8,746,424	\$ 8,309,562

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

Long-term Debt: At the end of the current fiscal year, the Village had total bonded indebtedness of \$3,140,000. The Village's general obligation bonded debt decreased by \$600,000 due to the Village's payment of principal. As required by New York State law all bonds issued by the Village are General Obligation bonds backed by the full faith and credit of the Village.

Additional information on the Village'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 Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Thomas Zordan, Treasurer, Village of Suffern, 61 Washington Avenue, Suffern, New York 10901.

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

STATEMENT OF NET ASSETS
MAY 31, 2007

ASSETS

Cash and equivalents	\$ 817,060
Receivables:	
Accounts	254,446
Water rents	332,058
Sewer rents	243,891
State and Federal aid	340,720
Prepaid expenses	125,444
Capital assets (net of accumulated depreciation):	
Land	440,815
Construction-in-process	32,680
Buildings and improvements	5,716,216
Machinery and equipment	2,316,372
Infrastructure	240,341
Total Assets	10,860,043

LIABILITIES

Accounts payable	308,105
Accrued liabilities	433,004
Unearned revenues	86,349
Bond anticipation notes payable - Capital projects	1,625,640
Bond anticipation notes payable - Judgments and claims	72,710
Due to retirement systems	106,469
Accrued interest payable	66,741
Non-current liabilities:	
Due within one year:	
Bonds payable	505,000
Bond anticipation notes payable - Judgments and claims	40,000
Claims payable	10,848
Compensated absences	136,904
Due in more than one year:	
Bonds payable	2,635,000
Claims payable	97,631
Compensated absences	1,232,139
Total Liabilities	7,356,540

NET ASSETS

Invested in capital assets, net of related debt	4,107,996
Restricted for:	
Capital projects	528,828
Debt service	75,242
Law enforcement	4,799
DARE	45,280
Special Revenue Funds:	
Sewer	98,351
Special purpose	46,214
Unrestricted	(1,403,207)
Total Net Assets	\$ 3,503,503

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

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2007

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	\$ 1,357,262	\$ 85,931	\$ 31,683	\$ -	\$ (1,239,648)
Public safety	5,947,426	551,982	24,342	-	(5,371,102)
Health	22,055	65,533	-	-	43,478
Transportation	1,658,288	-	8,378	56,456	(1,593,454)
Culture and recreation	433,306	55,571	9,138	-	(368,597)
Home and community services	3,898,159	3,866,978	14,684	50,000	33,503
Interest	180,728	-	-	7,992	(172,736)
 Total Governmental Activities	 <u>\$ 13,497,224</u>	 <u>\$ 4,625,995</u>	 <u>\$ 88,225</u>	 <u>\$ 114,448</u>	 <u>(8,668,556)</u>
 General Revenues:					
Real property taxes					7,401,311
Other tax items:					
Payments in lieu of taxes					145,509
Interest and penalties on real property taxes					26,425
Non-property taxes:					
Franchise fees					162,133
Non-property tax distribution from County					210,011
Utilities gross receipts taxes					203,406
Unrestricted use of money and property					165,059
Sale of property and compensation for loss					92,676
Unrestricted State aid					437,527
Miscellaneous					101,641
 Total General Revenues					 <u>8,945,698</u>
 Change in Net Assets					 277,142
 Net Assets - Beginning					 <u>3,226,361</u>
 Net Assets - Ending					 <u>\$ 3,503,503</u>

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

BALANCE SHEET
GOVERNMENTAL FUNDS
MAY 31, 2007

	General	Water	Sewer	Capital Projects	Other Governmental Funds
<u>ASSETS</u>					
Cash and Equivalents	\$ 435,846	\$ 305,407	\$ 30,200	\$ 3,536	\$ 42,071
Receivables:					
Accounts	244,319	10,127	-	-	-
Water rents	-	332,058	-	-	-
Sewer rents	-	-	243,891	-	-
State and Federal aid	340,720	-	-	-	-
Due from other funds	801,402	6,474	871,643	655,147	62,416
Advances to other funds	219,015	-	-	-	-
	<u>1,605,456</u>	<u>348,659</u>	<u>1,115,534</u>	<u>655,147</u>	<u>62,416</u>
Prepaid Expenditures	<u>125,444</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 2,166,746</u>	<u>\$ 654,066</u>	<u>\$ 1,145,734</u>	<u>\$ 658,683</u>	<u>\$ 104,487</u>
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>					
Liabilities:					
Accounts payable	\$ 60,355	\$ 973	\$ -	\$ 246,777	\$ -
Accrued liabilities	386,293	26,291	20,420	-	-
Due to other funds	356,703	1,029,459	995,261	13,290	2,369
Deferred revenues	86,349	-	-	-	-
Bond anticipation notes payable	72,710	-	-	1,625,640	-
Due to retirement systems	87,701	10,098	8,670	-	-
Advances from other funds	-	219,015	-	-	-
Total Liabilities	<u>1,050,111</u>	<u>1,285,836</u>	<u>1,024,351</u>	<u>1,885,707</u>	<u>2,369</u>
Fund Balances (Deficits):					
Reserved for prepaid expenditures	125,444	-	-	-	-
Reserved for advances	219,015	-	-	-	-
Reserved for encumbrances	100,465	12,577	10,430	65,298	-
Reserved for trusts	-	-	-	-	5,701
Reserved for parklands	-	-	-	-	40,513
Reserved for debt service	19,338	-	-	-	55,904
Reserved for law enforcement	4,799	-	-	-	-
Reserved for DARE	45,280	-	-	-	-
Unreserved, reported in:					
General Fund	602,294	-	-	-	-
Special Revenue Funds	-	(644,347)	110,953	-	-
Capital Projects Fund	-	-	-	(1,292,322)	-
Total Fund Balances (Deficits)	<u>1,116,635</u>	<u>(631,770)</u>	<u>121,383</u>	<u>(1,227,024)</u>	<u>102,118</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 2,166,746</u>	<u>\$ 654,066</u>	<u>\$ 1,145,734</u>	<u>\$ 658,683</u>	<u>\$ 104,487</u>

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

Total
Governmental
Funds

\$ 817,060

254,446
332,058
243,891
340,720
2,397,082
219,015

3,787,212

125,444

\$ 4,729,716

\$ 308,105
433,004
2,397,082
86,349
1,698,350
106,469
219,015

5,248,374

125,444
219,015
188,770
5,701
40,513
75,242
4,799
45,280

602,294
(533,394)
(1,292,322)

(518,658)

\$ 4,729,716

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT - WIDE STATEMENT OF NET ASSETS
MAY 31, 2007

Fund Balances - Total Governmental Funds \$ (518,658)

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 8,746,424

Long-term liabilities that are not due and payable in the current
period and, therefore, are not reported in the funds.

Claims payable	(108,479)
Accrued interest payable	(66,741)
Bond anticipation notes payable	(40,000)
Bonds payable	(3,140,000)
Compensated absences	<u>(1,369,043)</u>

(4,724,263)

Net Assets of Governmental Activities

\$ 3,503,503

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

VILLAGE OF SUFFERN, NEW YORK

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 YEAR ENDED MAY 31, 2007

	General	Water	Sewer	Capital Projects
Revenues:				
Real property taxes	\$ 7,401,311	\$ -	\$ -	\$ -
Other tax items	171,934	-	-	-
Non-property taxes	575,550	-	-	-
Departmental income	1,379,759	1,436,631	1,133,757	-
Use of money and property	165,944	12,344	2,340	-
Licenses and permits	181,807	-	-	-
Fines and forfeitures	228,489	-	-	-
Sale of property and compensation for loss	92,676	1,027	-	-
State aid	482,182	-	-	106,456
Federal aid	21,904	-	-	-
Miscellaneous	235,521	129,172	-	-
Total Revenues	10,937,077	1,579,174	1,136,097	106,456
Expenditures:				
Current:				
General government support	1,058,305	-	-	-
Public safety	3,784,312	-	-	-
Health	15,000	-	-	-
Transportation	1,202,947	-	-	-
Culture and recreation	317,117	-	-	-
Home and community services	1,014,026	976,307	935,530	-
Employee benefits	2,691,678	446,560	185,500	-
Debt Service:				
Principal	-	-	-	-
Interest	31,378	15,030	3,180	-
Capital Outlay	-	-	-	1,008,441
Total Expenditures	10,114,763	1,437,897	1,124,210	1,008,441
Excess (Deficiency) of Revenues Over Expenditures	822,314	141,277	11,887	(901,985)
Other Financing Sources (Uses):				
Transfers in	23,917	6,474	12,307	936,079
Transfers out	(947,317)	(383,398)	(357,457)	(42,698)
Total Other Financing Sources (Uses)	(923,400)	(376,924)	(345,150)	893,381
Net Change in Fund Balances	(101,086)	(235,647)	(333,263)	(8,604)
Fund Balances (Deficits) - Beginning of Year	1,217,721	(396,123)	454,646	(1,218,420)
Fund Balances (Deficits) - End of Year	\$ 1,116,635	\$ (631,770)	\$ 121,383	\$ (1,227,024)

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

Other Governmental Funds	Total Governmental Funds
\$ -	\$ 7,401,311
-	171,934
-	575,550
2,500	3,952,647
13,062	193,690
-	181,807
-	228,489
-	93,703
-	588,638
-	21,904
-	364,693
15,562	13,774,366
-	1,058,305
2,273	3,786,585
-	15,000
-	1,202,947
-	317,117
-	2,925,863
-	3,323,738
620,000	620,000
132,093	181,681
-	1,008,441
754,366	14,439,677
(738,804)	(665,311)
752,093	1,730,870
-	(1,730,870)
752,093	-
13,289	(665,311)
88,829	146,653
\$ 102,118	\$ (518,658)

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2007

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

Net Change in Fund Balances - Total Governmental Funds \$ (665,311)

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 is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital outlay expenditures	1,060,104
Depreciation expense	<u>(623,242)</u>
	<u>436,862</u>

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Principal paid on bonds	<u>620,000</u>
-------------------------	----------------

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

Claims	78,717
Compensated absences	(194,079)
Accrued interest	<u>953</u>
	<u>(114,409)</u>

Change in Net Assets of Governmental Activities	<u><u>\$ 277,142</u></u>
---	--------------------------

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

VILLAGE OF SUFFERN, NEW YORK

GENERAL, WATER AND SEWER FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2007

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 7,382,750	\$ 7,382,750	\$ 7,401,311	\$ 18,561
Other tax items	158,509	158,509	171,934	13,425
Non-property taxes	452,200	452,200	575,550	123,350
Departmental income	1,360,111	1,360,111	1,379,759	19,648
Use of money and property	112,000	112,000	165,944	53,944
Licenses and permits	124,250	124,250	181,807	57,557
Fines and forfeitures	223,700	223,700	228,489	4,789
Sale of property and compensation for loss	43,750	43,750	92,676	48,926
State aid	676,401	676,401	482,182	(194,219)
Federal aid	10,000	10,000	21,904	11,904
Miscellaneous	160,650	259,274	235,521	(23,753)
Total Revenues	10,704,321	10,802,945	10,937,077	134,132
Expenditures:				
Current:				
General government support	1,098,814	1,063,047	1,058,305	4,742
Public safety	3,804,716	3,837,709	3,784,312	53,397
Health	15,000	15,000	15,000	-
Transportation	1,351,590	1,240,433	1,202,947	37,486
Culture and recreation	344,814	326,302	317,117	9,185
Home and community services	1,080,410	1,016,686	1,014,026	2,660
Employee benefits	2,317,003	2,533,117	2,691,678	(158,561)
Debt Service - Interest	31,454	31,378	31,378	-
Total Expenditures	10,043,801	10,063,672	10,114,763	(51,091)
Excess of Revenues Over Expenditures	660,520	739,273	822,314	83,041
Other Financing Sources (Uses):				
Obligations authorized	225,000	225,000	-	(225,000)
Transfers in	-	-	23,917	23,917
Transfers out	(1,069,554)	(1,146,307)	(947,317)	200,990
Total Other Financing Uses	(844,554)	(923,307)	(923,400)	(93)
Net Change in Fund Balances	(184,034)	(184,034)	(101,086)	82,948
Fund Balances (Deficits) - Beginning of Year	184,034	184,034	1,217,721	1,033,687
Fund Balances (Deficits) - End of Year	\$ -	\$ -	\$ 1,116,635	\$ 1,116,635

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

Water Fund				Sewer Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,654,172	1,654,172	1,436,631	(217,541)	1,255,995	1,255,995	1,133,757	(122,238)
5,200	5,200	12,344	7,144	1,500	1,500	2,340	840
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	1,027	1,027	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
100	100	129,172	129,072	-	-	-	-
<u>1,659,472</u>	<u>1,659,472</u>	<u>1,579,174</u>	<u>(80,298)</u>	<u>1,257,495</u>	<u>1,257,495</u>	<u>1,136,097</u>	<u>(121,398)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,021,805	959,375	976,307	(16,932)	944,445	977,972	935,530	42,442
245,988	306,120	446,560	(140,440)	178,636	185,500	185,500	-
12,459	15,030	15,030	-	3,180	3,180	3,180	-
<u>1,280,252</u>	<u>1,280,525</u>	<u>1,437,897</u>	<u>(157,372)</u>	<u>1,126,261</u>	<u>1,166,652</u>	<u>1,124,210</u>	<u>42,442</u>
<u>379,220</u>	<u>378,947</u>	<u>141,277</u>	<u>(237,670)</u>	<u>131,234</u>	<u>90,843</u>	<u>11,887</u>	<u>(78,956)</u>
-	-	-	-	-	-	-	-
-	-	6,474	6,474	-	-	12,307	12,307
(383,671)	(383,398)	(383,398)	-	(368,462)	(368,462)	(357,457)	11,005
(383,671)	(383,398)	(376,924)	6,474	(368,462)	(368,462)	(345,150)	23,312
(4,451)	(4,451)	(235,647)	(231,196)	(237,228)	(277,619)	(333,263)	(55,644)
<u>4,451</u>	<u>4,451</u>	<u>(396,123)</u>	<u>(400,574)</u>	<u>237,228</u>	<u>277,619</u>	<u>454,646</u>	<u>177,027</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (631,770)</u>	<u>\$ (631,770)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,383</u>	<u>\$ 121,383</u>

VILLAGE OF SUFFERN, NEW YORK

STATEMENT OF NET ASSETS
FIDUCIARY FUNDS
MAY 31, 2007

	Fire Service Awards Pension Trust Fund	Agency Fund	Total
ASSETS			
Cash - Demand deposits	\$ -	\$ 79,948	\$ 79,948
Investments, at fair value:			
Money market funds	143,306	-	143,306
Mutual funds	371,679	-	371,679
	514,985	-	514,985
Total Assets	514,985	79,948	594,933
LIABILITIES			
Accounts Payable	12,717	57,270	69,987
Employee Payroll Deductions	-	1,638	1,638
Deposits	-	21,040	21,040
Total Liabilities	12,717	79,948	92,665
NET ASSETS			
Held in Trust for Pension Benefits (Schedule of funding progress for the plan is presented in the Required Supplementary Information)	\$ 502,268	\$ -	\$ 502,268

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

VILLAGE OF SUFFERN, NEW YORK

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION TRUST FUND - SERVICE AWARDS PROGRAM
YEAR ENDED MAY 31, 2007

Additions:	
Pension contributions	\$ 89,828
Earnings on investments	22,624
Net change in fair value of investments	<u>16,146</u>
Total Additions	128,598
Deductions - Pension benefits	<u>31,776</u>
Net Increase in Plan Net Assets	96,822
Net Assets Held in Trust for Pension Benefits - Beginning of Year	<u>405,446</u>
Net Assets Held in Trust for Pension Benefits - End of Year	<u><u>\$ 502,268</u></u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

Note 1 - Summary of Significant Accounting Policies

The Village of Suffern, New York was established in 1896 and operates in accordance with Village Law and the various other applicable laws of the State of New York. The Village Board of Trustees is the legislative body responsible for overall operation. The Mayor serves as the chief executive officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, culture and recreation, home and community services and general and administrative support.

The accounting policies of the Village of Suffern, New York 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 Village's more significant accounting policies:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government which is the Village of Suffern, b) organizations for which the Village is financially accountable and c) other organizations for which the nature and significance of their relationship with the Village 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 Village, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the Village's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

The following organization is related to the Village:

The Village of Suffern Parking Authority (Authority) is a public benefit corporation created to service and operate the Village's parking facilities. Members of the Authority are appointed by the Mayor for a specified term. While the Village does provide some accounting services, Authority members have complete responsibility for management of the Authority and accountability for fiscal matters. The Village is not liable for Authority bonds or notes.

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 Village 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Statement of Net Assets presents the financial position of the Village 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 Village does not allocate indirect expenses to functions in the Statement of Activities.

Separate financial statements are provided for governmental 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.

C. Fund Financial Statements

The accounts of the Village 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 Village 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. 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 statements or the page following, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village's resources are reflected in the fund financial statements in two 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 Village's major governmental funds:

General Fund - The General Fund constitutes the primary operating fund of the Village in that it includes all revenues and expenditures not required by law to be accounted for in other funds.

Note 1 - Summary of Significant Accounting Policies (Continued)

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain defined purposes. The major special revenue funds of the Village are as follows:

Water Fund - The Water Fund is used to record the water utility operations of the Village which render services on a user charge basis to the general public.

Sewer Fund - The Sewer Fund is used to record the sewer utility operations of the Village which render services on a user charge basis to the general public.

Capital Projects Fund - The Capital Projects Fund is utilized to account for financial resources to be used for the acquisition or construction of major capital facilities.

The Village 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 Village in accordance with the terms of a trust agreement.

Debt Service Fund - The Debt Service Fund is provided to account for the accumulation of resources to be used for the redemption of principal and interest on long-term debt.

- b. Fiduciary Funds (Not Included in Government-wide Financial Statements) - Fiduciary Funds are used to account for assets held by the Village in an agency capacity on behalf of others. These include Pension Trust and Agency Funds. The Pension Trust Fund accounts for the Village's Fire Service Awards Program. The Agency Fund is used to account for employee payroll tax withholdings and various other 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 and the Pension Trust Fund are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The Agency Fund has no measurement focus and utilizes the accrual basis of accounting. Revenues

Note 1 - Summary of Significant Accounting Policies (Continued)

are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

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 Village's investment policies are governed by State statutes. The Village 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 Village 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 Village 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

Note 1 - Summary of Significant Accounting Policies (Continued)

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 Village'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, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the Village's name. The Village's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at May 31, 2007.

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

Investments - Investments of the Pension Trust Fund - Fire Service Awards Program are held on deposit with an insurance company. The funds are invested along with the company's other assets in a variety of instruments. These investments are not subject to risk categorization.

Taxes Receivable - Property taxes attached as an enforceable lien on real property as of June 1st and are payable in June. The Village is responsible for the billing and collection of its taxes through November 1st of the tax year, at which time the responsibility for uncollected taxes is transferred to the County of Rockland. On or about April 1st, the County remits to the Village the balance of all uncollected taxes. The County has the responsibility for conducting in-rem foreclosure proceedings.

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

Due From/To Other Funds - During the course of its operations, the Village 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 May 31, 2007, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Advances From/To Other Funds - Advances from/to other funds represent loans to other funds, which are not expected to be repaid within the subsequent annual operating cycle. The advances are offset by a fund balance reserve in the fund financial statements, which indicates that the funds are not "available" for appropriation and are not expendable available financial resources.

Inventories - There are no inventory values presented in the balance sheets of the respective funds of the Village. Purchases of inventoriable items at various locations are

Note 1 - Summary of Significant Accounting Policies (Continued)

recorded as expenditures at the time of purchase and year-end balances at these locations are not material.

Prepaid Expenses/Expenditures - Prepaid expenses/expenditures consist of 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 a reservation of fund balance, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Village 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.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Village chose to include certain items regardless of their acquisition date or amount. The Village was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and used an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).

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 Village 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	5-20
Infrastructure	20-60

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 fund 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 revenue consists of amounts received in advance.

Note 1 - Summary of Significant Accounting Policies (Continued)

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 Village has reported deferred revenues of \$86,349 for solid waste collection charges received in advance in the General Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

Compensated Absences - The Board of Trustees and terms contained in certain collective bargaining agreements have authorized the payment of accumulated vacation and sick time upon separation from service. The liability for such accumulated time 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.

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.

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 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.

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 Village 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, debt service, law enforcement, DARE and special revenue funds. The balance is classified as unrestricted.

Fund Balances - Reserves and Designations - Portions of fund balance are segregated for future use and are, therefore, not available for future appropriation or expenditure. Amounts reserved for prepaid expenditures, advances, encumbrances, trusts, parklands, debt service, law enforcement and DARE represent portions of fund balance which are required to be segregated in accordance with State law or generally accepted accounting principles. Designation of unreserved fund balances in governmental funds indicates the utilization of these resources in the ensuing year's budget or tentative plans for future use.

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

Note 1 - Summary of Significant Accounting Policies (Continued)

applicable appropriations, is generally employed as an extension of formal budgetary integration in the General, Water, Sewer and Capital Projects funds. Encumbrances outstanding at year-end are reported as reservations of 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.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) On or before March 20th, the budget officer submits to the Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes the proposed expenditures and the means of financing.
- b) The Board of Trustees, on or before March 31st, meets to discuss and review the tentative budget.
- c) The Board of Trustees conducts a public hearing on the tentative budget to obtain taxpayer comments on or before April 15th.
- d) After the public hearing and on or before May 1st, the Trustees meet to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for General, Water, Sewer and Debt Service funds.
- f) Budgets for General, Water, Sewer 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. An annual budget is not adopted by the Board for the Special Purpose Fund.
- g) The Village 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 Board of Trustees. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007

Note 2 - Stewardship, Compliance and Accountability (Continued)

- h) Appropriations in General, Water, Sewer and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted, or as amended by the Board of Trustees. Individual amendments for the current year were not material in relation to the original appropriations which were amended.

B. Property Tax Limitation

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for the 2006-2007 fiscal year was \$17,274,773, which exceeded the actual levy by \$9,892,023.

C. Fund Deficits

The Water Fund has an undesignated deficit of \$644,347 as of May 31, 2007. The Village plans to address this deficit in the ensuing years.

D. Capital Projects Fund Deficit

The undesignated deficit in the Capital Projects Fund of \$1,292,322 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. This deficit will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing. Other deficits, where no bond anticipation notes were issued or outstanding to the extent of the deficit, arise because of encumbrances and expenditures exceeding current financing on the projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

E. Excess of Actual Expenditures Over Budget

The following functional expenditure categories exceeded its budgetary authorization by the amounts indicated:

General Fund:	
General Government Support -	
Village Attorney	\$ 4,584
Employee Benefits -	
Hospital and Medical Insurance	175,004

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2007

Note 2 - Stewardship, Compliance and Accountability (Continued)

Water Fund:

Home and Community Services:

Source of Supply, Power and Pumping	\$	6,281
Transmission and Distribution		13,056
Employee Benefits -		
Workers' Compensation		140,440

Expenditures of the following capital projects exceeded their authorized budgets by the amounts indicated:

<u>Project</u>		<u>Amount</u>
Recreation Improvements	\$	9,625
Water Supply Improvements		43,760
Pavilion Pump Station		189,038

Note 3 - Detailed Notes on All Funds**A. Due From/To Other Funds**

The balances reflected as due from/to other funds at May 31, 2007 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 801,402	\$ 356,703
Water	6,474	1,029,459
Sewer	871,643	995,261
Capital Projects	655,147	13,290
Non-Major Governmental Funds	62,416	2,369
	<u>\$ 2,397,082</u>	<u>\$ 2,397,082</u>

The outstanding balances between funds result 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.

VILLAGE OF SUFFERN, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2007

Note 3 - Detailed Notes on All Funds (Continued)

B. Capital Assets

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

Class	Balance June 1, 2006	Additions	Balance May 31, 2007
Capital Assets, not being depreciated -			
Land	\$ 113,294	\$ 327,521	\$ 440,815
Construction-in-process	-	32,680	32,680
Total Capital Assets, not being depreciated	<u>\$ 113,294</u>	<u>\$ 360,201</u>	<u>\$ 473,495</u>
Capital Assets, being depreciated:			
Buildings and improvements	\$ 10,032,161	\$ 344,982	\$ 10,377,143
Machinery and equipment	8,564,022	298,466	8,862,488
Infrastructure	191,791	56,455	248,246
Total Capital Assets, being depreciated	<u>18,787,974</u>	<u>699,903</u>	<u>19,487,877</u>
Less Accumulated Depreciation for:			
Buildings and improvements	4,446,198	214,729	4,660,927
Machinery and equipment	6,140,916	405,200	6,546,116
Infrastructure	4,592	3,313	7,905
Total Accumulated Depreciation	<u>10,591,706</u>	<u>623,242</u>	<u>11,214,948</u>
Total Capital Assets, being depreciated, net	<u>\$ 8,196,268</u>	<u>\$ 76,661</u>	<u>\$ 8,272,929</u>
Capital Assets, net	<u>\$ 8,309,562</u>	<u>\$ 436,862</u>	<u>\$ 8,746,424</u>

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

Governmental Activities:	
General Government Support	\$ 8,548
Public Safety	254,160
Transportation	124,983
Culture and Recreation	17,705
Home and Community Services	<u>217,846</u>
Total Depreciation Expense	<u>\$ 623,242</u>

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007

Note 3 - Detailed Notes on All Funds (Continued)**C. Accrued Liabilities**

Accrued liabilities at May 31, 2007 were as follows:

	Fund			
	General	Water	Sewer	Total
Payroll and Employee Benefits	\$ 148,855	\$ 14,820	\$ 10,197	\$ 173,872
Other	237,438	11,471	10,223	259,132
	<u>\$ 386,293</u>	<u>\$ 26,291</u>	<u>\$ 20,420</u>	<u>\$ 433,004</u>

D. Pension Plans

The Village of Suffern, New York 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 who joined ERS after July 27, 1976 and have less than ten years of service, who contribute 3% of their salary. 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 (GTLI) and regular pension contributions. Contribution rates for the plans' year ended March 31, 2007 are as follows:

	Tier/Plan	Rate
ERS	1 75I	13.2 %
	2 75I	12.1
	3 A14	9.7
	4 A15	9.7
PFRS	1 375I	18.3
	1 384D	20.2
	2 375I	11.3
	2 384D	15.0

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007

Note 3 - Detailed Notes on All Funds (Continued)

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

	<u>ERS</u>	<u>PFRS</u>
2007	\$ 348,017	\$ 447,483
2006	261,531	350,854
2005	416,577	510,127

These contributions were equal to 100% of the actuarially required contributions for each respective fiscal year.

The current ERS contribution for the Village was charged to various functional categories and employee benefits within the funds identified below:

<u>Fund</u>	<u>Amount</u>
General	\$ 214,703
Water	69,888
Sewer	<u>63,426</u>
	<u>\$ 348,017</u>

The current PFRS contribution was charged to the General Fund.

E. Pension Trust - Service Awards Program

The Village, pursuant to Article 11-A of General Municipal Law and legislative resolution, has established a Service Awards Program (Program) for volunteer firefighters. This Program is a single employer defined benefit plan. Active volunteer firefighters, upon attainment of age 18, and upon earning a year of service credit, under the Suffern Fire Department Service Awards Program Point System, during a calendar year, are eligible to become participants in the Program. Participants are fully vested upon attainment of entitlement age, upon death or upon general disablement and after earning five years of service credit. A participant, upon attainment of entitlement age (the later of age 65 or the participant's age after earning a year of service credit), shall be able to receive their service award, payable in the form of a ten-year certain and continuous monthly payment life annuity. The monthly benefits are \$20 for each year of service credit, up to a maximum monthly service award of \$500 for 25 or more years of earned service credits. The Program also provides disability and death benefits. The trustees of the Program, who are the members of the Village's Board, are authorized to invest the funds in authorized investment vehicles. Separate financial statements are not issued by the Program.

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007**Note 3 - Detailed Notes on All Funds (Continued)**

Current membership in the Program is comprised of the following:

<u>Group</u>	<u>December 31, 2006</u>
Retirees and beneficiaries currently receiving benefits	7
Terminated members entitled to but not yet receiving benefits	18
Active - nonvested	30
Active - vested	45

The Village is required to contribute the amounts necessary to finance the plan as actuarially determined using the attained age normal frozen initial liability cost method. The asset valuation method is fair value. The assumed investment rate of return is 6.5% and there are no cost of living adjustments.

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

2007	\$ 89,828
2006	87,446
2005	86,872

These contributions were equal to 100% of the actuarial required amounts. The contribution for 2005 was equal to 100% of the actuarial required contribution. These contributions were charged to the General Fund - Fire Department budget line.

F. Short-Term Non-Capital Borrowings

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

<u>Purpose</u>	<u>Year of Original Issue</u>	<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Balance June 1, 2006</u>	<u>Redemptions</u>	<u>Balance May 31, 2007</u>
Tax Certiorari	2004	03/07/08	3.79 %	\$ 55,000	\$ 20,000	\$ 35,000
Tax Certiorari	2005	10/05/07	3.47	50,400	12,690	37,710
				<u>\$ 105,400</u>	<u>\$ 32,690</u>	<u>\$ 72,710</u>

The bond anticipation note of \$35,000 was issued in 2004 to pay for certain claims. The note matures on March 7, 2008, with interest at 3.79%. The bond anticipation note of \$37,710 was issued in 2005 to pay for certain claims. The note matures on October 5, 2007, with interest at 3.47%. Interest expenditures of \$3,211 were recorded in the fund financial statements in the General Fund. Interest expense of \$3,043 was recorded in the government-wide financial statements for governmental activities.

VILLAGE OF SUFFERN, NEW YORK

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007

Note 3 - Detailed Notes on All Funds (Continued)

G. Short-Term Capital Borrowings

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

Purpose	Year of Original Issue	Maturity Date	Rate of Interest	Balance June 1, 2006	New Issues	Redemptions	Balance May 31, 2007
Sewer Department Improvements	2003	03/07/08	3.79 %	\$ 46,468	\$ -	\$ 25,284	\$ 21,184
Sewer Department Improvements	2003	03/07/08	3.79	4,532	-	2,466	2,066
Water Well Repairs	2003	04/11/08	3.72	100,000	-	50,000	50,000
Cash Register and Software	2004	11/02/07	3.58	11,136	-	4,990	6,146
Police Cars and Computers	2004	11/02/07	3.58	28,382	-	12,717	15,665
Fire Equipment	2004	11/02/07	3.58	46,200	-	20,700	25,500
Sanitation Truck	2004	11/02/07	3.58	35,915	-	16,091	19,824
Water Department Improvements	2004	11/02/07	3.58	67,009	-	30,024	36,985
Water Department Improvements	2004	03/07/08	3.79	215,600	-	72,000	143,600
Street Improvements	2004	11/02/07	3.58	11,558	-	5,178	6,380
2005 Building Improvements	2005	10/05/07	3.47	115,300	-	29,032	86,268
Police Car and Equipment	2005	10/05/07	3.47	31,800	-	8,007	23,793
Fire Equipment	2005	10/05/07	3.47	102,600	-	25,834	76,766
Steel Maintenance Equipment	2005	10/05/07	3.47	72,725	-	18,311	54,414
Recreation Improvements	2005	10/05/07	3.47	29,900	-	7,529	22,371
Water Supply Improvements	2005	10/05/07	3.47	121,000	-	35,556	85,444
Water Transportation Improvements	2005	10/05/07	3.47	21,225	-	-	21,225
Salt Spreader	2005	10/05/07	3.47	5,550	-	1,397	4,153
Vehicle Repairs	2005	10/05/07	3.47	10,500	-	2,644	7,856
2006 Fire Truck	2006	07/20/07	3.59	541,000	-	-	541,000
Land Purchase	2007	03/21/08	3.72	-	375,000	-	375,000
				<u>\$ 1,618,400</u>	<u>\$ 375,000</u>	<u>\$ 367,760</u>	<u>\$ 1,625,640</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 accounted for in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within five years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expenditures of \$28,167, \$15,030, and \$3,180 were recorded in the fund financial statements in the General, Water and Sewer Funds, respectively. Interest expense of \$51,434 was recorded in the government-wide financial statements for governmental activities.

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2007

Note 3 - Detailed Notes on All Funds (Continued)**H. Long-Term Liabilities**

The following table summarizes changes in the Village's long-term indebtedness for the year ended May 31, 2007:

	Balance June 1, 2006	New Issues/ Additions	Maturities and/or Payments	Balance May 31, 2007	Due Within One Year
Bonds payable	\$ 3,740,000	\$ -	\$ 600,000	\$ 3,140,000	\$ 505,000
Bond anticipation notes payable	60,000	-	20,000	40,000	40,000
Claims payable	187,196	944,707	1,023,424	108,479	10,848
Compensated absences	1,174,964	311,575	117,496	1,369,043	136,904
	<u>\$ 5,162,160</u>	<u>\$ 1,256,282</u>	<u>\$ 1,760,920</u>	<u>\$ 4,657,522</u>	<u>\$ 692,752</u>

Each governmental fund's liability for compensated absences, retirement incentives and other pension obligations and claims is liquidated by the respective fund. The Village's indebtedness for bonds and certain bond anticipation notes is satisfied by the Debt Service Fund, which is funded primarily from the General, Water and Sewer Funds.

Bonds Payable

Bonds payable at May 31, 2007 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2007
Various General and Water Improvements	1997	\$ 1,935,000	July 2012	5.00-5.20 %	\$ 760,000
Various General, Water and Sewer Improvements	2003	1,988,000	October 2014	3.25-4.00	1,435,000
Various General and Water Improvements	2004	1,625,000	February 2012	2.50-3.50	945,000
					<u>\$ 3,140,000</u>

Interest expenditures of \$130,599 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$124,790 was recorded in the government-wide financial statements for governmental activities.

Bond Anticipation Note Payable

The Village, in fiscal year 2002-03, issued a bond anticipation note to finance tax certiorari refunds. The note is due one year from date of issuance but may be renewed up to five years pursuant to Local Finance Law, provided that stipulated annual reductions of principal are made.

NOTES TO FINANCIAL STATEMENTS (Continued)

MAY 31, 2007

Note 3 - Detailed Notes on All Funds (Continued)

The Village, pursuant to Financial Accounting Standards Board Statement No. 6, in a prior year, had recorded this bond anticipation note as an other financing source in the fund financial statements since it had 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 of \$40,000 is due June 15, 2007, with interest at 3.65%. Interest expenditures of \$1,494 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$1,461 was recorded in the government-wide financial statements.

Payments to Maturity

The annual requirements to amortize all outstanding bonds and certain notes at May 31, 2007, including interest payments of \$421,012 are as follows:

Year Ending May 31,	Bonds		Bond Anticipation Notes		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 505,000	\$ 111,469	\$ 40,000	\$ 1,460	\$ 545,000	\$ 112,929
2009	505,000	94,211	-	-	505,000	94,211
2010	485,000	76,893	-	-	485,000	76,893
2011	485,000	58,938	-	-	485,000	58,938
2012	485,000	40,116	-	-	485,000	40,116
2013-2015	675,000	37,925	-	-	675,000	37,925
	<u>\$ 3,140,000</u>	<u>\$ 419,552</u>	<u>\$ 40,000</u>	<u>\$ 1,460</u>	<u>\$ 3,180,000</u>	<u>\$ 421,012</u>

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

Prior Year Defeasance of Debt

In prior years, the Village defeased certain various purpose bonds by placing the proceeds of new bonds or certain defined revenues in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's financial statements. At May 31, 2007, \$940,000 of bonds outstanding are considered defeased.

Claims Payable

The government-wide financial statements reflect the liability for self-insured workers' compensation claim liabilities and health benefit 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

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007**Note 3 - Detailed Notes on All Funds (Continued)**

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 claim 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:

	May 31, 2007		May 31, 2006	
	Health	Workers' Compensation and General Liability	Health	Workers' Compensation and General Liability
Balance - Beginning of Year	\$ 97,370	\$ 89,826	\$ 85,071	\$ 69,556
Provision for Claims and Claims Adjustment Expense	132,995	811,712	970,707	693,072
Claims and Claims Adjustment Expenses Paid	(230,365)	(793,059)	(958,408)	(672,802)
	<u>\$ -</u>	<u>\$ 108,479</u>	<u>\$ 97,370</u>	<u>\$ 89,826</u>
Due Within One Year	<u>\$ -</u>	<u>\$ 10,848</u>	<u>\$ 97,370</u>	<u>\$ 8,983</u>

Compensated Absences

Pursuant to collective bargaining agreements and the Board of Trustees, employees of the Village are permitted to accumulate varying amounts of sick leave. Police officers may accumulate up to 180 days, and upon retirement, may be paid for one half of the amount accumulated at current salary levels. Employees covered under the United Federation of Police Officers, representing police department radio dispatchers, record clerks and typists, may accumulate up to 130 days, and upon separation of service, may be paid one half of the amount accumulated at current salary levels. Other Village employees may accumulate a maximum of 200 days. Upon retirement, those employees with 35 or more years of service will be compensated for one half of the accumulated days, to a maximum of 90 days. Employees with less than 35 years of service will be compensated for one quarter of the accumulated days, to a maximum of 50 days. With the exception of police, all employees, upon separation of service, are compensated for unused vacation leave. The value of the compensated absences has been reflected in the government -wide financial statements.

NOTES TO FINANCIAL STATEMENTS (Continued)
MAY 31, 2007

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	Water Fund	Sewer Fund	Capital Projects Fund	Non-Major Governmental Fund	
General Fund	\$ -	\$ -	\$ -	\$ 435,090	\$ 512,227	\$ 947,317
Water Fund	-	-	-	165,056	218,342	383,398
Sewer Fund	-	-	-	335,933	21,524	357,457
Capital Projects	23,917	6,474	12,307	-	-	42,698
	<u>\$ 23,917</u>	<u>\$ 6,474</u>	<u>\$ 12,307</u>	<u>\$ 936,079</u>	<u>\$ 752,093</u>	<u>\$ 1,730,870</u>

Transfers are used to 1) move funds from the operating funds to the Capital Projects Fund to finance various projects and 2) move funds from the operating funds to the Debt Service Fund as debt service principal and interest payments become due.

Post-Employment Health Care Benefits

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. Substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as an expenditure as claims are paid. During the year, \$310,112 was paid on behalf of 42 retirees and this amount has been recorded as an expenditure and expense.

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.

Note 3 - Detailed Notes on All Funds (Continued)

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 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.

Restricted for Law Enforcement - the component of net assets that has been established pursuant to State authorization for unexpended forfeitures of seized crime properties restricted to use for law enforcement purposes.

Restricted for DARE - the component of net assets that has been established pursuant to State authorization for unexpended gifts and donations restricted to use for the Village's drug awareness program.

Restricted for Special Revenue 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.

Unrestricted - all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

K. Fund Balances

Certain elements of reserved 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. The unreserved components of fund balance are also detailed below.

The Reserve for Prepaid Expenditures has been established to account for certain costs paid in advance. This reserve indicates that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

The Reserve for Advances has been established to indicate the long-term nature of funds advanced to the Water Fund. The funds do not represent "available" spendable resources even though they are a component of current assets.

Encumbrances outstanding have been reserved as it is the Village'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 Reserve for Trusts has been established to set aside funds in accordance with the terms of the grants.

The Reserve for Parklands has been established pursuant to New York State Law. These funds may be used only for recreational purposes.

Note 3 - Detailed Notes on All Funds (Continued)

Unreserved – Designations

Designated for Subsequent Year's - Expenditures - Designations of fund balance are not legally required segregations, but represent intended use for a specific purpose. At May 31, 2007 the Village Board has designated that \$275,000 of the fund balance of the General Fund be appropriated for the ensuing year's budget.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

The Village, 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 currently pending, none are expected to have a material effect on the financial position of the Village if adversely settled.

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

B. Contingencies

The Village participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Single Audit Act. Accordingly, the Village'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 Village anticipates such amounts, if any, to be immaterial.

C. Risk Management

The Village purchases various insurance coverages to reduce its exposure to loss. The Village is self-insured for general liability and workers' compensation to the extent of \$30,000 and \$50,000 per occurrence, respectively, with a maximum potential annual liability of \$200,000. Claims in excess of this amount are insured up to \$4 million. An excess liability policy provides coverage of an additional \$1 million. Funding is provided annually from appropriations. Effective September 1, 2006, the Village is no longer self-insured for medical insurance and purchased conventional medical insurance coverage.

Note 5 - Subsequent Event

The Village, in July 2007, issued a bond anticipation note in the amount of \$520,000. The note was due on August 17, 2007 with interest at 3.79%. The note was paid in full with issuance of a serial bond on August 15, 2007. The note is a renewal of the 2006 bond anticipation note issued to finance the purchase of a fire truck.

The Village, in July 2007, issued a bond anticipation note in the amount of \$220,000. The note is due on July 8, 2008 with interest at 3.79%. The note was issued to finance various projects.

The Village, in August 2007 issued a serial bond in the amount of \$3,450,000 with principal payments due August 15, 2008 through 2022 and interest payments due February 15 and August 15 at rates that vary from 3.75% to 4.2%. The bond was issued to pay off the note as indicated above and to finance the cost of a water meter system and road improvements.

The Village, in October 2007, issued a bond anticipation note in the amount of \$314,250. The note is due on October 3, 2008 with interest at 3.58%. The note is a renewal of the 2005 bond anticipation note issued to finance various improvements.

VILLAGE OF SUFFERN, NEW YORK

SUPPLEMENTARY INFORMATION - SCHEDULE OF FUNDING PROGRESS
PENSION TRUST FUND - SERVICE AWARDS PROGRAM
LAST SIX FISCAL YEARS

Actuarial Valuation Date December 31,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio
2001	\$ 144,387	\$ 496,488	\$ 352,101	29.08 %
2002	198,972	547,786	348,814	36.32
2003	278,341	612,834	334,492	45.42
2004	345,286	659,943	314,657	52.32
2005	416,638	703,592	286,954	59.22
2006	505,365	763,716	258,351	66.17

VILLAGE OF SUFFERN, NEW YORK

SUPPLEMENTARY INFORMATION - SCHEDULE OF CONTRIBUTIONS
PENSION TRUST FUND - SERVICE AWARDS PROGRAM
LAST SIX FISCAL YEARS

<u>Year Ended May 31,</u>	<u>Annual Required Contributions</u>	<u>Actual Contributions</u>	<u>Percentage Contributed</u>
2002	\$ 76,985	\$ 76,985	100.00 %
2003	81,050	85,662	105.69
2004	85,517	87,767	102.63
2005	86,872	86,872	100.00
2006	87,446	87,446	100.00
2007	89,828	89,828	100.00

VILLAGE OF SUFFERN, NEW YORK

GENERAL FUND
BALANCE SHEET
MAY 31, 2007 AND 2006

	2007	2006
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 435,746	\$ 590,613
Petty cash	100	100
	<u>435,846</u>	<u>590,713</u>
Receivables:		
Accounts	244,319	409,983
State and Federal aid	340,720	317,916
Due from other funds	801,402	701,897
Advances to other funds	219,015	-
	<u>1,605,456</u>	<u>1,429,796</u>
Prepaid Expenditures	<u>125,444</u>	<u>4,519</u>
Total Assets	<u>\$ 2,166,746</u>	<u>\$ 2,025,028</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 60,355	\$ 265,853
Accrued liabilities	386,293	158,725
Due to other funds	356,703	96,169
Deferred revenues	86,349	86,790
Bond anticipation notes payable	72,710	105,400
Due to retirement systems	87,701	94,370
Total Liabilities	<u>1,050,111</u>	<u>807,307</u>
Fund Balance:		
Reserved for prepaid expenditures	125,444	4,519
Reserved for advances	219,015	-
Reserved for encumbrances	100,465	44,034
Reserved for debt service	19,338	18,594
Reserved for law enforcement	4,799	3,526
Reserved for DARE	45,280	52,428
Unreserved:		
Designated for subsequent year's expenditures	275,000	140,000
Unreserved and undesignated	327,294	954,620
Total Fund Balance	<u>1,116,635</u>	<u>1,217,721</u>
Total Liabilities and Fund Balance	<u>\$ 2,166,746</u>	<u>\$ 2,025,028</u>

VILLAGE OF SUFFERN, NEW YORK

GENERAL FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2007 AND 2006

	2007			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Real property taxes	\$ 7,382,750	\$ 7,382,750	\$ 7,401,311	\$ 18,561
Other tax items	158,509	158,509	171,934	13,425
Non-property taxes	452,200	452,200	575,550	123,350
Departmental income	1,360,111	1,360,111	1,379,759	19,648
Use of money and property	112,000	112,000	165,944	53,944
Licenses and permits	124,250	124,250	181,807	57,557
Fines and forfeitures	223,700	223,700	228,489	4,789
Sale of property and compensation for loss	43,750	43,750	92,676	48,926
State aid	676,401	676,401	482,182	(194,219)
Federal aid	10,000	10,000	21,904	11,904
Miscellaneous	160,650	259,274	235,521	(23,753)
Total Revenues	10,704,321	10,802,945	10,937,077	134,132
Expenditures:				
Current:				
General government support	1,098,814	1,063,047	1,058,305	4,742
Public safety	3,804,716	3,837,709	3,784,312	53,397
Health	15,000	15,000	15,000	-
Transportation	1,351,590	1,240,433	1,202,947	37,486
Culture and recreation	344,814	326,302	317,117	9,185
Home and community services	1,080,410	1,016,686	1,014,026	2,660
Employee benefits	2,317,003	2,533,117	2,691,678	(158,561)
Debt Service - Interest	31,454	31,378	31,378	-
Total Expenditures	10,043,801	10,063,672	10,114,763	(51,091)
Excess of Revenues Over Expenditures	660,520	739,273	822,314	83,041
Other Financing Sources (Uses):				
Obligations authorized	225,000	225,000	-	(225,000)
Transfers in	-	-	23,917	23,917
Transfers out	(1,069,554)	(1,148,307)	(947,317)	200,990
Total Other Financing Uses	(844,554)	(923,307)	(923,400)	(93)
Net Change in Fund Balance	(184,034)	(184,034)	(101,086)	82,948
Fund Balance - Beginning of Year	184,034	184,034	1,217,721	1,033,687
Fund Balance - End of Year	\$ -	\$ -	\$ 1,116,635	\$ 1,116,635

2006			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 7,087,545	\$ 7,087,545	\$ 7,109,241	\$ 21,696
159,500	159,500	179,197	19,697
430,200	430,200	546,705	116,505
1,319,205	1,319,205	1,383,282	64,077
26,000	26,000	136,895	110,895
115,500	115,500	234,363	118,863
230,500	230,500	218,085	(12,415)
39,000	39,000	285,249	246,249
504,722	504,722	674,749	170,027
10,000	10,000	90,248	80,248
149,800	149,800	224,587	74,787
10,071,972	10,071,972	11,082,601	1,010,629
996,302	1,001,919	1,000,219	1,700
3,664,773	3,738,597	3,882,914	(144,317)
15,000	15,000	15,000	-
1,084,688	1,172,537	1,225,074	(52,537)
321,964	356,532	351,070	5,462
1,088,418	977,439	972,720	4,719
2,227,468	2,098,919	2,415,458	(316,539)
2,475	5,850	5,850	-
9,401,088	9,366,793	9,868,305	(501,512)
670,884	705,179	1,214,296	509,117
-	-	-	-
-	-	-	-
(713,131)	(747,426)	(747,247)	179
(713,131)	(747,426)	(747,247)	179
(42,247)	(42,247)	467,049	509,296
42,247	42,247	750,672	708,425
\$ -	\$ -	\$ 1,217,721	\$ 1,217,721

VILLAGE OF SUFFERN, NEW YORK

GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
REAL PROPERTY TAXES	\$ 7,382,750	\$ 7,382,750	\$ 7,401,311	\$ 18,561	\$ 7,109,241
OTHER TAX ITEMS					
Payments in lieu of taxes	145,509	145,509	145,509	-	145,509
Interest and penalties on real property taxes	13,000	13,000	26,425	13,425	33,688
	158,509	158,509	171,934	13,425	179,197
12 NON-PROPERTY TAXES					
Franchise fees	110,000	110,000	162,133	52,133	142,000
Non-property tax distribution from County	180,000	180,000	210,011	30,011	205,095
Utilities gross receipts taxes	162,200	162,200	203,406	41,206	199,610
	452,200	452,200	575,550	123,350	546,705
DEPARTMENTAL INCOME					
Inspection fees	93,000	93,000	68,153	(24,847)	80,692
Certificate of occupancy fees	30,000	30,000	20,975	(9,025)	20,950
Police services	40,833	40,833	42,221	1,388	32,848
Other public safety	4,000	4,000	12,566	8,566	16,294
Vital statistics fees	50,000	50,000	65,533	15,533	60,718
Zoning fees	5,200	5,200	7,290	2,090	5,373
Planning board fees	23,500	23,500	39,381	15,881	26,774
Pool fees	37,500	37,500	39,023	1,523	37,755
Other culture and recreation fees	8,100	8,100	11,844	3,744	24,143
Snow removal	14,000	14,000	7,195	(6,805)	22,683
Refuse and garbage charges	1,053,978	1,053,978	1,065,578	11,600	1,055,052
	1,360,111	1,360,111	1,379,759	19,648	1,383,282

USE OF MONEY AND PROPERTY

Earnings on investments	<u>112,000</u>	<u>112,000</u>	<u>165,944</u>	<u>53,944</u>	<u>136,895</u>
-------------------------	----------------	----------------	----------------	---------------	----------------

LICENSES AND PERMITS

Business and occupational licenses	750	750	25	(725)	830
Bingo fees	2,500	2,500	2,204	(296)	2,550
Building permits	<u>121,000</u>	<u>121,000</u>	<u>179,578</u>	<u>58,578</u>	<u>230,983</u>
	<u>124,250</u>	<u>124,250</u>	<u>181,807</u>	<u>57,557</u>	<u>234,363</u>

FINES AND FORFEITURES

Fines and forfeited bail	<u>223,700</u>	<u>223,700</u>	<u>228,489</u>	<u>4,789</u>	<u>218,085</u>
--------------------------	----------------	----------------	----------------	--------------	----------------

SALE OF PROPERTY AND COMPENSATION FOR LOSS

Sale of equipment	1,000	1,000	180	(820)	1,315
Sale of recyclables	750	750	8,782	8,032	1,151
Insurance recoveries	<u>42,000</u>	<u>42,000</u>	<u>83,714</u>	<u>41,714</u>	<u>282,783</u>
	<u>43,750</u>	<u>43,750</u>	<u>92,676</u>	<u>48,926</u>	<u>285,249</u>

STATE AID

Per capita	77,901	77,901	90,512	12,611	75,449
Mortgage tax	375,000	375,000	347,015	(27,985)	448,348
Records management	5,000	5,000	2,551	(2,449)	7,849
Community development	50,000	50,000	-	(50,000)	-
Public safety	4,000	4,000	2,297	(1,703)	76,500
Other transportation	8,000	8,000	8,378	378	17,563
Youth programs	2,500	2,500	2,297	(203)	4,848
Consolidated Highway Improvement Program	139,000	139,000	-	(139,000)	43,060
Other	<u>15,000</u>	<u>15,000</u>	<u>29,132</u>	<u>14,132</u>	<u>1,132</u>
	<u>676,401</u>	<u>676,401</u>	<u>482,182</u>	<u>(194,219)</u>	<u>674,749</u>

(Continued)

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

GENERAL FUND

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

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

23

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
FEDERAL AID					
Emergency management assistance	\$ 10,000	\$ 10,000	\$ 21,904	\$ 11,904	\$ 90,248
MISCELLANEOUS					
Refund of prior year's expenditures	6,000	6,000	4,107	(1,893)	19,989
Gifts and donations	38,650	38,650	47,974	9,324	51,218
Parking Authority reimbursements	80,000	80,000	85,906	5,906	111,709
Other	36,000	134,624	97,534	(37,090)	41,671
	<u>160,650</u>	<u>259,274</u>	<u>235,521</u>	<u>(23,753)</u>	<u>224,587</u>
TOTAL REVENUES	<u>10,704,321</u>	<u>10,802,945</u>	<u>10,937,077</u>	<u>134,132</u>	<u>11,082,601</u>
OTHER FINANCING SOURCES					
Obligations authorized	225,000	225,000	-	(225,000)	-
Transfers in - Capital Projects Fund	<u>-</u>	<u>-</u>	<u>23,917</u>	<u>23,917</u>	<u>-</u>
OTHER FINANCING SOURCES	<u>225,000</u>	<u>225,000</u>	<u>23,917</u>	<u>(201,083)</u>	<u>-</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 10,929,321</u>	<u>\$ 11,027,945</u>	<u>\$ 10,960,994</u>	<u>\$ (66,951)</u>	<u>\$ 11,082,601</u>

VILLAGE OF SUFFERN, NEW YORK

GENERAL FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

54

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 44,600	\$ 45,559	\$ 45,558	\$ 1	\$ 43,000
Village Justice	169,625	170,306	170,306	-	162,930
Mayor	27,200	26,907	26,907	-	28,329
Auditor	20,000	22,500	22,500	-	22,250
Treasurer	93,737	98,031	98,031	-	81,961
Clerk	154,868	164,151	164,151	-	168,680
Financial consultant	6,000	5,734	5,734	-	5,223
Assessment	10,706	9,882	9,882	-	10,684
Village Attorney	74,986	97,502	102,086	(4,584)	68,623
Shared services	108,433	162,447	162,447	-	157,034
Unallocated insurance	230,000	214,768	214,768	-	219,902
Municipal association dues	4,500	4,435	4,435	-	4,548
Judgments and claims	91,700	31,500	31,500	-	27,055
Contingency	62,459	9,325	-	9,325	-
	<u>1,098,814</u>	<u>1,063,047</u>	<u>1,058,305</u>	<u>4,742</u>	<u>1,000,219</u>
PUBLIC SAFETY					
Police Department	3,284,853	3,224,091	3,223,395	696	3,222,936
Fire Department	289,986	342,489	289,912	52,577	390,401
DARE	25,000	36,432	36,432	-	30,209
Bingo inspectors	-	563	563	-	-
Safety inspection	204,877	234,134	234,010	124	239,368
	<u>3,804,716</u>	<u>3,837,709</u>	<u>3,784,312</u>	<u>53,397</u>	<u>3,882,914</u>
HEALTH					
Registrar of Vital Statistics	<u>15,000</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>

TRANSPORTATION

Street administration	30,972	23,170	23,170	-	5,932
Street maintenance	1,009,761	883,330	871,962	11,368	877,162
Snow removal	110,980	73,607	47,489	26,118	94,842
Street lighting	119,877	158,522	158,522	-	154,779
Parking	80,000	101,804	101,804	-	92,359
	<u>1,351,590</u>	<u>1,240,433</u>	<u>1,202,947</u>	<u>37,486</u>	<u>1,225,074</u>

CULTURE AND RECREATION

Parks and playgrounds	252,566	230,864	221,679	9,185	255,226
Library	5,000	5,000	5,000	-	5,000
Youth recreation	83,997	84,045	84,045	-	84,748
Historian	3,251	6,393	6,393	-	6,096
	<u>344,814</u>	<u>326,302</u>	<u>317,117</u>	<u>9,185</u>	<u>351,070</u>

HOME AND COMMUNITY SERVICES

Zoning Board	6,693	5,299	5,299	-	6,811
Planning Board	15,393	24,762	24,762	-	33,639
Refuse and garbage	1,058,324	986,625	983,965	2,660	932,270
	<u>1,080,410</u>	<u>1,016,686</u>	<u>1,014,026</u>	<u>2,660</u>	<u>972,720</u>

EMPLOYEE BENEFITS

State retirement	148,771	169,624	169,624	-	144,938
Police and fire retirement	444,395	463,926	447,483	16,443	380,058
Social security	373,806	376,184	376,184	-	374,395
Workers' compensation	255,000	351,361	351,361	-	472,806
Life insurance	20,106	27,199	27,199	-	22,345
Unemployment benefits	3,000	9,853	9,853	-	-
Hospital and medical insurance	1,071,925	1,134,970	1,309,974	(175,004)	1,020,916
	<u>2,317,003</u>	<u>2,533,117</u>	<u>2,691,678</u>	<u>(158,561)</u>	<u>2,415,458</u>

(Continued)

VILLAGE OF SUFFERN, NEW YORK

GENERAL FUND

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

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
DEBT SERVICE					
Interest - Bond anticipation notes	\$ 31,454	\$ 31,378	\$ 31,378	\$ -	\$ 5,850
TOTAL EXPENDITURES	10,043,801	10,063,672	10,114,763	(51,091)	9,868,305
OTHER FINANCING USES					
§ Transfers out:					
Debt Service Fund	512,098	512,227	512,227	-	524,790
Capital Projects Fund	557,456	636,080	435,090	200,990	222,457
TOTAL OTHER FINANCING USES	1,069,554	1,148,307	947,317	200,990	747,247
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 11,113,355	\$ 11,211,979	\$ 11,062,080	\$ 149,899	\$ 10,615,552

VILLAGE OF SUFFERN, NEW YORK

WATER FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2007 AND 2006

	2007	2006
<u>ASSETS</u>		
Cash:		
Demand deposits	\$ 305,357	\$ 218,231
Petty cash	50	50
	<u>305,407</u>	<u>218,281</u>
Receivables:		
Accounts	10,127	12,723
Water rents	332,058	434,209
Due from other funds	6,474	-
	<u>348,659</u>	<u>446,932</u>
Total Assets	<u>\$ 654,066</u>	<u>\$ 665,213</u>
<u>LIABILITIES AND FUND DEFICIT</u>		
Liabilities:		
Accounts payable	\$ 973	\$ 45,777
Accrued liabilities	26,291	10,826
Due to other funds	1,029,459	996,526
Due to retirement systems	10,098	8,207
Advances from other funds	219,015	-
Total Liabilities	<u>1,285,836</u>	<u>1,061,336</u>
Fund Balance (Deficit):		
Reserved for encumbrances	12,577	4,451
Unreserved and undesignated	(644,347)	(400,574)
Total Fund Deficit	<u>(631,770)</u>	<u>(396,123)</u>
Total Liabilities and Fund Deficit	<u>\$ 654,066</u>	<u>\$ 665,213</u>

VILLAGE OF SUFFERN, NEW YORK

WATER FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2007 AND 2006

	2007			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income	\$ 1,654,172	\$ 1,654,172	\$ 1,436,631	\$ (217,541)
Use of money and property	5,200	5,200	12,344	7,144
Sale of property and compensation for loss	-	-	1,027	1,027
Miscellaneous	100	100	129,172	129,072
Total Revenues	1,659,472	1,659,472	1,579,174	(80,298)
Expenditures:				
Current:				
Home and community services	1,021,805	959,375	976,307	(16,932)
Employee benefits	245,988	306,120	446,560	(140,440)
Debt Service - Interest	12,459	15,030	15,030	-
Total Expenditures	1,280,252	1,280,525	1,437,897	(157,372)
Excess of Revenues Over Expenditures	379,220	378,947	141,277	(237,670)
Other Financing Source (Uses):				
Transfers in	-	-	6,474	6,474
Transfers out	(383,671)	(383,398)	(383,398)	-
Total Other Financing Uses	(383,671)	(383,398)	(376,924)	6,474
Net Change in Fund Balance	(4,451)	(4,451)	(235,647)	(231,196)
Fund Balance (Deficit) - Beginning of Year	4,451	4,451	(396,123)	(400,574)
Fund Deficit - End of Year	\$ -	\$ -	\$ (631,770)	\$ (631,770)

2006			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,584,773	\$ 1,584,773	\$ 1,430,670	\$ (154,103)
1,201	1,201	10,152	8,951
-	-	-	-
-	-	120	120
<u>1,585,974</u>	<u>1,585,974</u>	<u>1,440,942</u>	<u>(145,032)</u>
903,688	912,314	976,192	(63,878)
254,508	242,823	249,721	(6,898)
8,829	8,829	10,185	(1,356)
<u>1,167,025</u>	<u>1,163,966</u>	<u>1,236,098</u>	<u>(72,132)</u>
<u>418,949</u>	<u>422,008</u>	<u>204,844</u>	<u>(217,164)</u>
-	-	-	-
<u>(422,858)</u>	<u>(425,917)</u>	<u>(425,917)</u>	<u>-</u>
<u>(422,858)</u>	<u>(425,917)</u>	<u>(425,917)</u>	<u>-</u>
(3,909)	(3,909)	(221,073)	(217,164)
<u>3,909</u>	<u>3,909</u>	<u>(175,050)</u>	<u>(178,959)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (396,123)</u>	<u>\$ (396,123)</u>

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

WATER FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
DEPARTMENTAL INCOME					
Metered water sales	\$ 1,620,172	\$ 1,620,172	\$ 1,389,010	\$ (231,162)	\$ 1,402,422
Water service charges	24,000	24,000	21,575	(2,425)	4,475
Interest and penalties on water rents	10,000	10,000	26,046	16,046	23,773
	<u>1,654,172</u>	<u>1,654,172</u>	<u>1,436,631</u>	<u>(217,541)</u>	<u>1,430,670</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	<u>5,200</u>	<u>5,200</u>	<u>12,344</u>	<u>7,144</u>	<u>10,152</u>
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Minor sales	-	-	181	181	-
Other	<u>-</u>	<u>-</u>	<u>846</u>	<u>846</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>1,027</u>	<u>1,027</u>	<u>-</u>
MISCELLANEOUS					
Refund of prior year's expenditures	-	-	123,987	123,987	-
Other	<u>100</u>	<u>100</u>	<u>5,185</u>	<u>5,085</u>	<u>120</u>
	<u>100</u>	<u>100</u>	<u>129,172</u>	<u>129,072</u>	<u>120</u>
TOTAL REVENUES	1,659,472	1,659,472	1,579,174	(80,298)	1,440,942
OTHER FINANCING SOURCES					
Transfers In - Capital Projects Fund	<u>-</u>	<u>-</u>	<u>6,474</u>	<u>6,474</u>	<u>-</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 1,659,472</u>	<u>\$ 1,659,472</u>	<u>\$ 1,585,648</u>	<u>\$ (73,824)</u>	<u>\$ 1,440,942</u>

VILLAGE OF SUFFERN, NEW YORK

WATER FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
HOME AND COMMUNITY SERVICES					
Water administration	\$ 261,125	\$ 257,559	\$ 255,154	\$ 2,405	\$ 239,534
Source of supply, power and pumping	675,112	607,846	614,127	(6,281)	664,879
Transmission and distribution	83,100	93,970	107,026	(13,056)	71,779
Contingency	2,468	-	-	-	-
	<u>1,021,805</u>	<u>959,375</u>	<u>976,307</u>	<u>(16,932)</u>	<u>976,192</u>
9 EMPLOYEE BENEFITS					
State retirement	58,529	69,888	69,888	-	49,846
Social security	35,112	34,836	34,836	-	32,219
Workers' compensation	30,000	29,413	169,853	(140,440)	43,423
Hospital and medical insurance	120,900	170,981	170,981	-	122,864
Life insurance	1,447	1,002	1,002	-	1,369
	<u>245,988</u>	<u>306,120</u>	<u>446,560</u>	<u>(140,440)</u>	<u>249,721</u>
DEBT SERVICE					
Interest - Bond anticipation notes	<u>12,459</u>	<u>15,030</u>	<u>15,030</u>	<u>-</u>	<u>10,185</u>
TOTAL EXPENDITURES	<u>1,280,252</u>	<u>1,280,525</u>	<u>1,437,897</u>	<u>(157,372)</u>	<u>1,236,098</u>

OTHER FINANCING USES

Transfers out:

Debt Service Fund	218,615	218,342	218,342	-	227,998
Capital Projects Fund	<u>165,056</u>	<u>165,056</u>	<u>165,056</u>	<u>-</u>	<u>197,919</u>
TOTAL OTHER FINANCING USES	<u>383,671</u>	<u>383,398</u>	<u>383,398</u>	<u>-</u>	<u>425,917</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 1,663,923</u>	<u>\$ 1,663,923</u>	<u>\$ 1,821,295</u>	<u>\$ (157,372)</u>	<u>\$ 1,662,015</u>

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

SEWER FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 30,200	\$ 35,797
Receivables:		
Sewer rents	243,891	370,396
Due from other funds	871,643	666,729
	<u>1,115,534</u>	<u>1,037,125</u>
Total Assets	<u>\$ 1,145,734</u>	<u>\$ 1,072,922</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ -	\$ 52,634
Accrued liabilities	20,420	8,209
Due to other funds	995,261	549,226
Due to retirement systems	8,670	8,207
Total Liabilities	<u>1,024,351</u>	<u>618,276</u>
Fund Balance:		
Reserved for encumbrances	10,430	37,228
Unreserved:		
Designated for subsequent year's expenditures	-	200,000
Undesignated	110,953	217,418
Total Fund Balance	<u>121,383</u>	<u>454,646</u>
Total Liabilities and Fund Balance	<u>\$ 1,145,734</u>	<u>\$ 1,072,922</u>

VILLAGE OF SUFFERN, NEW YORK

SEWER FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2007 AND 2006

	2007			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Departmental income:				
Sewer fees	\$ 1,252,995	\$ 1,252,995	\$ 1,121,984	\$ (131,011)
Penalties	3,000	3,000	11,773	8,773
	1,255,995	1,255,995	1,133,757	(122,238)
Use of money and property	1,500	1,500	2,340	840
Total Revenues	1,257,495	1,257,495	1,136,097	(121,398)
Expenditures:				
Current:				
Home and community services	944,445	977,972	935,530	42,442
Employee benefits	178,636	185,500	185,500	-
Debt Service - Interest	3,180	3,180	3,180	-
Total Expenditures	1,126,261	1,166,652	1,124,210	42,442
Excess of Revenues Over Expenditures	131,234	90,843	11,887	(78,956)
Other Financing Sources (Uses):				
Transfers in	-	-	12,307	12,307
Transfers out	(368,462)	(368,462)	(357,457)	11,005
Total Other Financing Uses	(368,462)	(368,462)	(345,150)	23,312
Net Change in Fund Balance	(237,228)	(277,619)	(333,263)	(55,644)
Fund Balance - Beginning of Year	237,228	277,619	454,646	177,027
Fund Balance - End of Year	\$ -	\$ -	\$ 121,383	\$ 121,383

2006			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,251,827	\$ 1,251,827	\$ 1,119,358	\$ (132,469)
-	-	17,258	17,258
1,251,827	1,251,827	1,136,616	(115,211)
500	500	2,048	1,548
1,252,327	1,252,327	1,138,664	(113,663)
1,019,701	872,019	809,215	62,804
192,486	221,544	207,380	14,164
1,391	2,852	2,852	-
1,213,578	1,096,415	1,019,447	76,968
38,749	155,912	119,217	(36,695)
-	-	-	-
(39,313)	(156,476)	(65,903)	90,573
(39,313)	(156,476)	(65,903)	90,573
(564)	(564)	53,314	53,878
564	564	401,332	400,768
\$ -	\$ -	\$ 454,646	\$ 454,646

VILLAGE OF SUFFERN, NEW YORK

SEWER FUND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES COMPARED TO BUDGET

YEAR ENDED MAY 31, 2007

(With Comparative Actuals for 2006)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2006 Actual
HOME AND COMMUNITY SERVICES					
Sewage treatment and disposal	\$ 944,445	\$ 977,972	\$ 935,530	\$ 42,442	\$ 809,215
EMPLOYEE BENEFITS					
State retirement	53,157	63,426	63,426	-	49,651
Social security	22,478	24,244	24,244	-	21,086
Workers' compensation	16,000	13,921	13,921	-	14,004
Hospital and medical insurance	85,900	82,956	82,956	-	121,753
Life insurance	1,101	953	953	-	886
	178,636	185,500	185,500	-	207,380
DEBT SERVICE					
Interest - Bond anticipation notes	3,180	3,180	3,180	-	2,852
TOTAL EXPENDITURES	1,126,261	1,166,652	1,124,210	42,442	1,019,447
OTHER FINANCING USES					
Transfers out:					
Debt Service Fund	21,524	21,524	21,524	-	21,706
Capital Projects Fund	346,938	346,938	335,933	11,005	44,197
TOTAL OTHER FINANCING USES	368,462	368,462	357,457	11,005	65,903
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 1,494,723	\$ 1,535,114	\$ 1,481,667	\$ 53,447	\$ 1,085,350

VILLAGE OF SUFFERN, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 3,536	\$ 243,765
Due from Other Funds	<u>655,147</u>	<u>228,642</u>
Total Assets	<u>\$ 658,683</u>	<u>\$ 472,407</u>
<u>LIABILITIES AND FUND DEFICIT</u>		
Liabilities:		
Accounts payable	\$ 246,777	\$ 66,896
Due to other funds	13,290	5,531
Bond anticipation notes payable	<u>1,625,640</u>	<u>1,618,400</u>
Total Liabilities	<u>1,885,707</u>	<u>1,690,827</u>
Fund Balance (Deficit):		
Reserved for encumbrances	65,298	95,502
Unreserved and undesignated	<u>(1,292,322)</u>	<u>(1,313,922)</u>
Total Fund Deficit	<u>(1,227,024)</u>	<u>(1,218,420)</u>
Total Liabilities and Fund Deficit	<u>\$ 658,683</u>	<u>\$ 472,407</u>

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

CAPITAL PROJECTS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
YEARS ENDED MAY 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Revenues - State aid	\$ 106,456	\$ 35,000
Expenditures - Capital outlay	<u>1,008,441</u>	<u>1,000,271</u>
Deficiency of Revenues Over Expenditures	<u>(901,985)</u>	<u>(965,271)</u>
Other Financing Sources (Uses):		
Transfers in	936,079	464,573
Transfers out	<u>(42,698)</u>	<u>-</u>
Total Other Financing Sources	<u>893,381</u>	<u>464,573</u>
Net Change in Fund Balance	(8,604)	(500,698)
Fund Deficit - Beginning of Year	<u>(1,218,420)</u>	<u>(717,722)</u>
Fund Deficit - End of Year	<u><u>\$ (1,227,024)</u></u>	<u><u>\$ (1,218,420)</u></u>

VILLAGE OF SUFFERN, NEW YORK

CAPITAL PROJECTS FUND
 PROJECT-LENGTH SCHEDULE
 INCEPTION OF PROJECT THROUGH MAY 31, 2007

Project	Authorization	Expenditures and Transfers	Unexpended Balance
Streetscape Improvements	\$ 89,000	\$ 85,525	\$ 3,475
Vehicles and Equipment	195,000	146,705	48,295
Downtown Revitalization	1,139,939	1,139,939	-
Fire Equipment	66,100	44,347	21,753
Sewer Department Improvements	88,957	80,442	8,515
Water Department Improvements	23,520	17,063	6,457
Water Well Repairs	205,000	197,158	7,842
Cash Register and Software	11,136	9,626	1,510
Police Cars and Computers	64,080	64,080	-
Fire Equipment	61,700	56,254	5,446
Sanitation Truck	48,935	45,000	3,935
Water Department Improvements	89,541	33,249	56,292
Water Department Improvements	287,600	220,673	66,927
Street Improvements	14,524	13,950	574
2005 Building Improvements	115,300	83,044	32,256
Police Car and Equipment	31,800	29,950	1,850
Fire Equipment	102,600	79,799	22,801
Street Maintenance Equipment	72,725	65,622	7,103
Recreation Improvements	29,900	39,525	(9,625)
Water Supply Improvements	121,000	164,760	(43,760)
Water Transportation Improvements	21,225	1,500	19,725
Sewer Plant Improvements	95,100	13,675	81,425
Salt Spreader	5,550	4,326	1,224
Vehicle Repairs	13,204	13,204	-
Bathroom Refurbishing	35,000	23,754	11,246
Accounting System Upgrade	35,000	34,779	221
2006 Fire Truck	561,000	536,247	24,753
2006 Infra Red Heating System	35,000	5,270	29,730
Pavilion Pump Station	50,000	239,038	(189,038)
Flat Roof for Hook and Ladder	40,000	38,584	1,416
CHIPS Street Repaving	139,000	56,456	82,544
Street Drainage	20,000	7,633	12,367
Curb on Various Streets	125,000	98,030	26,970
UV Lift Pump Purchase	30,000	-	30,000
Centrifuge Scroll Assembly	60,000	-	60,000
Roof Repairs	25,000	24,500	500
Suffern Place Curbs	50,000	-	50,000
Land Purchase	375,000	327,521	47,479
Totals	<u>\$ 4,573,436</u>	<u>\$ 4,041,228</u>	<u>\$ 532,208</u>

Methods of Financing					Fund Balance (Deficit) at May 31, 2007	Bond Anticipation Notes Outstanding at May 31, 2007
Proceeds of Obligations	State and Federal Aid	Transfers	Other	Totals		
\$ 85,000	\$ 4,000	\$ -	\$ -	\$ 89,000	\$ 3,475	\$ -
195,000	-	-	-	195,000	48,295	-
-	866,304	98,634	160,000	1,124,938	(15,001)	-
28,919	-	37,181	-	66,100	21,753	-
18,750	-	40,500	-	59,250	(21,192)	23,250
8,520	-	15,000	-	23,520	6,457	-
52,000	-	103,000	-	155,000	(42,158)	50,000
-	-	4,990	-	4,990	(4,636)	6,146
-	-	48,415	-	48,415	(15,665)	15,665
-	-	36,200	-	36,200	(20,054)	25,500
-	-	29,111	-	29,111	(15,889)	19,824
-	-	52,556	-	52,556	19,307	36,985
-	-	144,000	-	144,000	(76,673)	143,600
-	-	8,144	-	8,144	(5,806)	6,380
-	-	29,032	-	29,032	(54,012)	86,268
-	-	8,007	-	8,007	(21,943)	23,793
-	-	25,834	-	25,834	(53,965)	76,766
-	-	18,311	-	18,311	(47,311)	54,414
-	-	7,529	-	7,529	(31,996)	22,371
-	-	35,556	-	35,556	(129,204)	85,444
-	-	-	-	-	(1,500)	21,225
-	-	95,100	-	95,100	81,425	-
-	-	1,397	-	1,397	(2,929)	4,153
-	-	5,348	-	5,348	(7,856)	7,856
-	35,000	-	-	35,000	11,246	-
-	-	35,000	-	35,000	221	-
-	-	-	-	-	(536,247)	541,000
-	-	35,000	-	35,000	29,730	-
-	-	50,000	-	50,000	(189,038)	-
-	-	40,000	-	40,000	1,416	-
-	56,456	-	-	56,456	-	-
-	-	20,000	-	20,000	12,367	-
-	-	125,000	-	125,000	26,970	-
-	-	30,000	-	30,000	30,000	-
-	-	50,410	-	50,410	50,410	-
-	-	25,000	-	25,000	500	-
-	50,000	-	-	50,000	50,000	-
-	-	-	-	-	(327,521)	375,000
<u>\$ 388,189</u>	<u>\$ 1,011,760</u>	<u>\$ 1,254,255</u>	<u>\$ 160,000</u>	<u>\$ 2,814,204</u>	<u>\$ (1,227,024)</u>	<u>\$ 1,625,640</u>

VILLAGE OF SUFFERN, NEW YORK

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
MAY 31, 2007
(With Comparative Totals for 2006)

<u>ASSETS</u>	Special Purpose Fund	Debt Service Fund	Totals	
			2007	2006
Cash - Demand deposits	\$ 37,983	\$ 4,088	\$ 42,071	\$ 38,645
Due from Other Funds	10,600	51,816	62,416	163,632
Total Assets	<u>\$ 48,583</u>	<u>\$ 55,904</u>	<u>\$ 104,487</u>	<u>\$ 202,277</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities -				
Due to other funds	<u>\$ 2,369</u>	<u>\$ -</u>	<u>\$ 2,369</u>	<u>\$ 113,448</u>
Fund Balances:				
Reserved for trusts	5,701	-	5,701	7,974
Reserved for parklands	40,513	-	40,513	32,199
Reserved for debt service	<u>-</u>	<u>55,904</u>	<u>55,904</u>	<u>48,656</u>
Total Fund Balances	<u>46,214</u>	<u>55,904</u>	<u>102,118</u>	<u>88,829</u>
Total Liabilities and Fund Balances	<u>\$ 48,583</u>	<u>\$ 55,904</u>	<u>\$ 104,487</u>	<u>\$ 202,277</u>

VILLAGE OF SUFFERN, NEW YORK

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED MAY 31, 2007
(With Comparative Totals for 2006)

	Special Purpose Fund	Debt Service Fund	Totals	
			2007	2006
Revenues:				
Departmental income	\$ 2,500	\$ -	\$ 2,500	\$ 2,500
Use of money and property	5,814	7,248	13,062	11,152
Total Revenues	8,314	7,248	15,562	13,652
Expenditures:				
Current - Public safety	2,273	-	2,273	-
Debt Service:				
Principal	-	620,000	620,000	620,000
Interest	-	132,093	132,093	154,202
Total Expenditures	2,273	752,093	754,366	774,202
Excess (Deficiency) of Revenues Over Expenditures	6,041	(744,845)	(738,804)	(760,550)
Other Financing Sources - Transfers in	-	752,093	752,093	774,494
Net Change in Fund Balances	6,041	7,248	13,289	13,944
Fund Balances - Beginning of Year	40,173	48,656	88,829	74,885
Fund Balances - End of Year	\$ 46,214	\$ 55,904	\$ 102,118	\$ 88,829

VILLAGE OF SUFFERN, NEW YORK

SPECIAL PURPOSE FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 37,983	\$ 36,521
Due from Other Funds	<u>10,600</u>	<u>8,100</u>
Total Assets	<u>\$ 48,583</u>	<u>\$ 44,621</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities - Due to other funds	<u>\$ 2,369</u>	<u>\$ 4,448</u>
Fund Balance:		
Reserved for trusts	5,701	7,974
Reserved for parklands	<u>40,513</u>	<u>32,199</u>
Total Fund Balance	<u>46,214</u>	<u>40,173</u>
Total Liabilities and Fund Balance	<u>\$ 48,583</u>	<u>\$ 44,621</u>

VILLAGE OF SUFFERN, NEW YORK

SPECIAL PURPOSE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE

YEARS ENDED MAY 31, 2007 AND 2006

	2007	2006
Revenues:		
Departmental income	\$ 2,500	\$ 2,500
Use of money and property	5,814	3,844
Total Revenues	8,314	6,344
Expenditures - Current - Public Safety	2,273	-
Excess of Revenues Over Expenditures	6,041	6,344
Fund Balance - Beginning of Year	40,173	33,829
Fund Balance - End of Year	\$ 46,214	\$ 40,173

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF SUFFERN, NEW YORK

DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
MAY 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
<u>ASSETS</u>		
Cash - Demand deposits	\$ 4,088	\$ 2,124
Due from Other Funds	<u>51,816</u>	<u>155,532</u>
Total Assets	<u>\$ 55,904</u>	<u>\$ 157,656</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities - Due to other funds	\$ -	\$ 109,000
Fund Balance - Reserved for debt service	<u>55,904</u>	<u>48,656</u>
Total Liabilities and Fund Balance	<u>\$ 55,904</u>	<u>\$ 157,656</u>

VILLAGE OF SUFFERN, NEW YORK

DEBT SERVICE FUND

COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

YEARS ENDED MAY 31, 2007 AND 2006

	2007			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues - Use of money and property	\$ -	\$ -	\$ 7,248	\$ 7,248
Expenditures - Debt Service:				
Principal:				
Serial bonds	600,000	600,000	600,000	-
Bond anticipation notes	20,000	20,000	20,000	-
	620,000	620,000	620,000	-
Interest:				
Serial bonds	130,742	130,599	130,599	-
Bond anticipation notes	1,494	1,494	1,494	-
	132,236	132,093	132,093	-
Total Expenditures	752,236	752,093	752,093	-
Deficiency of Revenues Over Expenditures	(752,236)	(752,093)	(744,845)	7,248
Other Financing Sources - Transfers in	752,236	752,093	752,093	-
Net Change in Fund Balance	-	-	7,248	7,248
Fund Balance - Beginning of Year	-	-	48,656	48,656
Fund Balance - End of Year	\$ -	\$ -	\$ 55,904	\$ 55,904

2006			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 7,308	\$ 7,308
600,000	600,000	600,000	-
20,000	20,000	20,000	-
620,000	620,000	620,000	-
153,286	153,286	152,994	292
1,208	1,208	1,208	-
154,494	154,494	154,202	292
774,494	774,494	774,202	292
(774,494)	(774,494)	(766,894)	7,600
774,494	774,494	774,494	-
-	-	7,600	7,600
-	-	41,056	41,056
\$ -	\$ -	\$ 48,656	\$ 48,656

