

**Village of Suffern, New York**

Financial Statements and  
Supplementary Information

Year Ended May 31, 2015



## **Village of Suffern, New York**

### **Table of Contents**

---

	<u>Page No.</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	11
Statement of Activities	12
Fund Financial Statements	
Balance Sheet - Governmental Funds	13
Reconciliation of Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	15
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Water and Sewer Funds	19
Statement of Net Position - Fiduciary Funds	21
Statement of Changes in Net Position - Fiduciary Funds - Pension Trust Fund	22
Notes to Financial Statements	
Required Supplementary Information	
Other Post Employment Benefits	
Schedule of Funding Progress - Last Three Fiscal Years	49
Fire Service Awards	
Schedule of Funding Progress - Last Six Fiscal Years	50
Schedule of Contributions - Last Six Fiscal Years	51
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Comparative Balance Sheet	52
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual	53
Schedule of Revenues and Other Financing Sources Compared to Budget	55
Schedule of Expenditures and Other Financing Uses Compared to Budget	58
Water Fund	
Comparative Balance Sheet	61
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	62
Schedule of Revenues Compared to Budget	64
Schedule of Expenditures and Other Financing Uses Compared to Budget	65

## Village of Suffern, New York

### Table of Contents (Concluded)

---

	<u>Page No.</u>
Sewer Fund	
Comparative Balance Sheet	66
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	67
Schedule of Expenditures and Other Financing Uses Compared to Budget	69
Capital Projects Fund	
Comparative Balance Sheet	70
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	71
Project Length Schedule	72
Non-Major Governmental Funds	
Combining Balance Sheet	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	75
Special Purpose Fund	
Comparative Balance Sheet	76
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	77
Debt Service Fund	
Comparative Balance Sheet	78
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	79

## **Independent Auditors' Report**

**The Honorable Mayor and Board of Trustees  
of the Village of Suffern, New York**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of Suffern, New York ("Village") as of and for the year ended May 31, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village as of May 31, 2015, and the respective changes in financial position and, the respective budgetary comparison for the General, Water and Sewer funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.



## **Other Matters**

### ***Required Supplementary Information***

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

### ***Supplementary and Other Information***

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

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

*PKF O'Connor Davies, LLP*

**PKF O'Connor Davies, LLP**  
Harrison, New York  
February 18, 2016

## **Village of Suffern, New York**

### **Management's Discussion and Analysis May 31, 2015**

---

#### **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, 2015. 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 2015**

- On the government-wide financial statements, the liabilities of the Village exceeded its assets at the close of fiscal year 2015 by \$3,474,573. Of this amount, the unrestricted net position is a deficit of \$11,296,123. This deficit is primarily the result of deficits in the governmental funds, pension obligations, compensated absences, other post-employment benefits (OPEB), budget notes, revenue deficiency notes and revenue anticipation notes that will be funded in future periods.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund deficits of \$6,477,987, a decrease of \$2,186,895 from fiscal year 2014. Exclusive of the Capital Projects Fund, the combined ending fund deficits were \$3,775,577.
- At the end of the current fiscal year the General Fund reported an ending fund deficit of \$1,918,137 which represents a decrease of \$881,973 from fiscal year 2014.
- 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, 2015 totaled \$5,440,000.

#### **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 Position and Statement of Activities.

The *Statement of Net Position* presents the Village's total assets and liabilities with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator as to whether the financial position of the Village is improving or deteriorating.

The *Statement of Activities* presents information showing the change in the Village's net position 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 balance/net position, 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 balance 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 volunteer firefighters Length of Service Award Program (LOSAP).

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 position may serve over time as a useful indicator of the Village's financial position. In the case of the Village of Suffern, liabilities exceeded assets by \$3,474,573 at the end of fiscal year 2015.

The following table reflects the condensed Statement of Net Position:

### Statement of Net Position

	May 31,	
	2015	2014
Current Assets	\$ 2,788,340	\$ 2,446,716
Capital Assets, net	15,121,535	14,506,401
<b>Total Assets</b>	<b>17,909,875</b>	<b>16,953,117</b>
Current Liabilities	9,394,685	6,864,540
Long-Term Liabilities	11,989,763	11,888,449
<b>Total Liabilities</b>	<b>21,384,448</b>	<b>18,752,989</b>
Net Position:		
Nonspendable	-	400
Net investment in capital assets	7,761,859	7,387,256
Restricted	59,691	54,752
Unrestricted	(11,296,123)	(9,242,280)
<b>Total Net Position</b>	<b>\$ (3,474,573)</b>	<b>\$ (1,799,872)</b>

The largest component of the Village's net position is its \$7,761,859 net investment in capital assets, 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 position of \$59,691 represents resources that are subject to external restrictions on their use. The restrictions are:

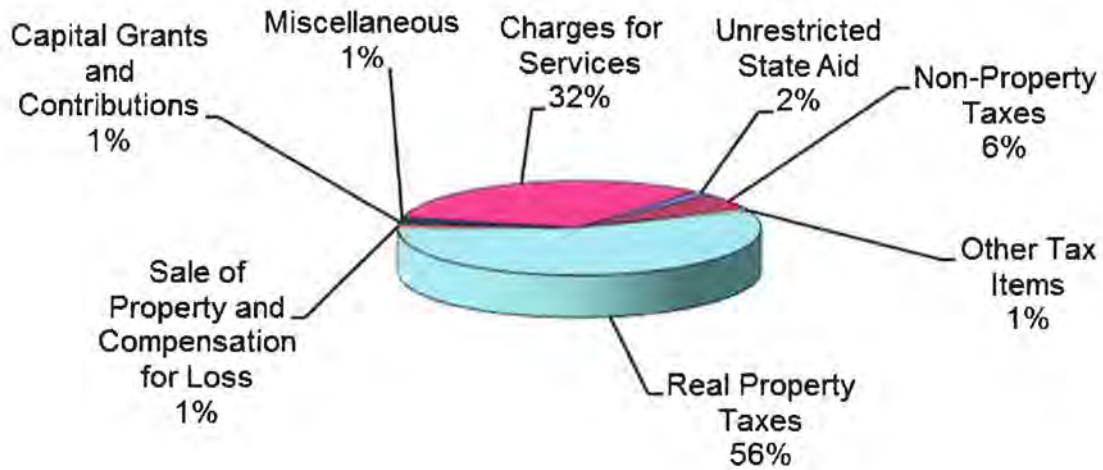
	May 31,	
	2015	2014
Debt Service	\$ 1,063	\$ 1,058
Law Enforcement	15,350	15,350
DARE	43,278	32,258
Special Purpose	-	6,086
<b>Restricted Net Assets</b>	<b>\$ 59,691</b>	<b>\$ 54,752</b>

The remaining balance is an unrestricted net deficit of \$11,296,123.

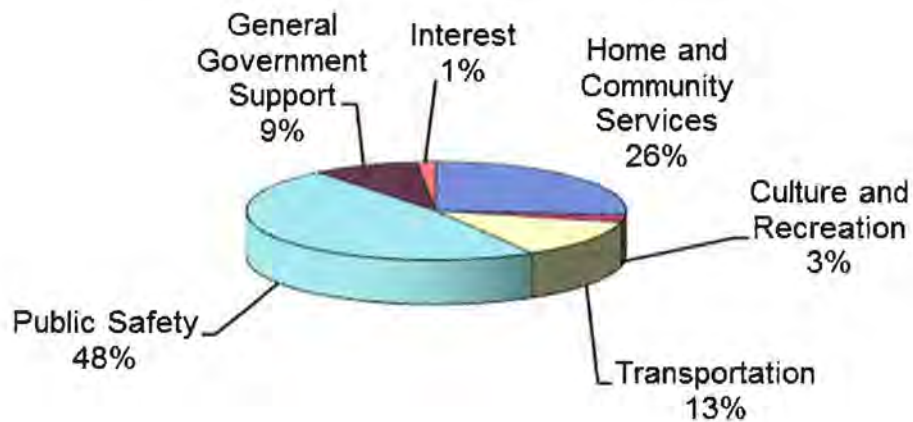
### Changes in Net Position

	Year Ended May 31,	
	2015	2014
Program Revenues:		
Charges for Services	\$ 5,257,215	\$ 5,314,053
Operating Grants and Contributions	65,795	125,419
Capital Grants and Contributions	74,609	1,159,884
General Revenues:		
Real Property Taxes	9,106,838	8,883,534
Other Tax Items	153,037	216,302
Non-Property Taxes	906,386	904,252
Unrestricted Use of Money and Property	373	1,612
Sale of Property and Compensation for Loss	200,574	132,713
Unrestricted State Aid	239,105	238,300
Miscellaneous	232,565	113,691
Total Revenues	16,236,497	17,089,760
Program Expenses:		
General Government Support	1,600,562	2,180,101
Public Safety	8,556,703	8,190,747
Health	16,482	16,397
Transportation	2,274,535	2,337,161
Culture and Recreation	482,912	560,119
Home and Community Services	4,685,499	4,494,217
Interest	294,505	293,559
Total Expenses	17,911,198	18,072,301
Change in Net Position	(1,674,701)	(982,541)
Prior Period Adjustment	-	113,078
Net Position - Beginning	(1,799,872)	(930,409)
Net Position - Ending	\$ (3,474,573)	\$ (1,799,872)

### Sources of Revenue for Fiscal Year 2015 Governmental Activities



### Sources of Expenses for Fiscal Year 2015 Governmental Activities



**Governmental Activities:** Governmental activities decreased the Village's net position by \$1,674,701.

For the fiscal year ended May 31, 2015, revenues from governmental activities totaled \$17,911,198. Tax revenues of \$10,166,261 comprised of real property taxes, other tax items and non-property taxes represented the largest revenue source at 63%.

The largest components of governmental activities' expenses are public safety (48%), and home and community services (26%).

### 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, *unrestricted 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 combined ending fund deficits of \$6,477,987, a decrease of \$2,186,895 in comparison with the prior year.

The General Fund is the primary operating fund of the Village. At the end of the current fiscal year, the total fund deficit of the General Fund was \$1,918,137.

### Capital Asset and Debt Administration

**Capital Assets:** The Village's investment in capital assets for its governmental activities as of May 31, 2015, amounted to \$33,958,213 (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,	
	2015	2014
Land	\$ 637,515	\$ 637,515
Construction-in-Progress	2,995,669	2,159,036
Buildings and Improvements	7,297,183	6,586,830
Machinery and Equipment	3,978,372	4,436,102
Infrastructure	212,796	686,918
Total	<u>\$ 15,121,535</u>	<u>\$ 14,506,401</u>



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 \$5,440,000. 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 Michael A. Genito, Treasurer, Village of Suffern, 61 Washington Avenue, Suffern, New York 10901.

**Village of Suffern, New York**

## Statement of Net Position

May 31, 2015

**ASSETS**

Cash and equivalents	\$ 784,233
Receivables	
Accounts	416,921
Water rents	669,769
Sewer rents	641,934
State and Federal aid	145,548
Due from other governments	129,935
Capital assets	
Not being depreciated	3,633,184
Being depreciated, net	11,488,351
Total Assets	17,909,875

**LIABILITIES**

Accounts payable	1,159,703
Accrued liabilities	108,458
Unearned revenues	99,168
Retainage payable	111,790
Revenue anticipation notes payable	1,895,000
Bond anticipation notes payable - Capital projects	2,508,854
Bond anticipation notes payable - Judgments and claims	100,000
Deficiency notes payable	600,000
Budget notes payable	600,000
Due to retirement systems	2,083,354
Accrued interest payable	128,358
Noncurrent liabilities	
Due within one year	597,758
Due in more than one year	11,392,005
Total Liabilities	21,384,448

**NET POSITION**

Net investment in capital assets	7,761,859
Restricted for	
Debt service	1,063
Law enforcement	15,350
DARE	43,278
Unrestricted	(11,296,123)
Total Net Position	\$ (3,474,573)

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, 2015

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	\$ 1,600,562	\$ 97,623	\$ 19,607	\$ 26,535	\$ (1,456,797)
Public safety	8,556,703	484,502	-	-	(8,072,201)
Health	16,482	50,124	-	-	33,642
Transportation	2,274,535	-	45,577	-	(2,228,958)
Culture and recreation	482,912	38,638	-	-	(444,274)
Home and community services	4,685,499	4,586,328	611	48,069	(50,491)
Interest	294,505	-	-	5	(294,500)
 Total Governmental Activities	 \$ 17,911,198	 \$ 5,257,215	 \$ 65,795	 \$ 74,609	 (12,513,579)
 General Revenues					
Real property taxes					9,106,838
Other tax items					
Payments in lieu of taxes					135,509
Interest and penalties on real property taxes					17,528
Non-property taxes					
Non-property tax distribution from County					496,739
Franchise fees					63,326
Utilities gross receipts taxes					346,321
Unrestricted use of money and property					373
Sale of property and compensation for loss					200,574
Unrestricted State aid					239,105
Miscellaneous					232,565
 Total General Revenues					 10,838,878
 Change in Net Position					 (1,674,701)
 <b>NET POSITION</b>					
Beginning					(1,799,872)
Ending					\$ (3,474,573)

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

**Village of Suffern, New York**

Balance Sheet  
Governmental Funds  
May 31, 2015

	General	Water	Sewer
<b>ASSETS</b>			
Cash and equivalents	\$ -	\$ 428,367	\$ 99,003
Receivables			
Accounts	400,520	5,209	11,192
Water rents	-	669,769	-
Sewer rents	-	-	641,934
State and Federal aid	145,548	-	-
Due from other governments	129,935	-	-
Due from other funds	2,437,194	-	-
	3,113,197	674,978	653,126
Total Assets	\$ 3,113,197	\$ 1,103,345	\$ 752,129
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>			
Liabilities			
Accounts payable	\$ 1,016,036	\$ 37,527	\$ 44,365
Accrued liabilities	92,861	8,861	6,736
Due to other funds	682,120	414,059	993,029
Unearned revenues	99,168	-	-
Retainage payable	72,195	-	-
Revenue anticipation notes payable	-	950,000	945,000
Bond anticipation notes payable	100,000	-	-
Deficiency notes payable	600,000	-	-
Budget notes payable	600,000	-	-
Due to retirement systems	1,768,954	169,113	145,287
Total Liabilities	5,031,334	1,579,560	2,134,417
Fund balances (deficits)			
Nonspendable	226,295	-	-
Restricted	58,628	-	-
Committed	17,820	-	-
Unassigned	(2,220,880)	(476,215)	(1,382,288)
Total Fund Balances (Deficits)	(1,918,137)	(476,215)	(1,382,288)
Total Liabilities and Fund Balances (Deficits)	\$ 3,113,197	\$ 1,103,345	\$ 752,129

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



<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 241,801	\$ 15,062	\$ 784,233
-	-	416,921
-	-	669,769
-	-	641,934
-	-	145,548
-	-	129,935
185,975	-	2,623,169
185,975	-	4,627,276
<u>\$ 427,776</u>	<u>\$ 15,062</u>	<u>\$ 5,411,509</u>

\$ 61,775	\$ -	\$ 1,159,703
-	-	108,458
519,962	13,999	2,623,169
-	-	99,168
39,595	-	111,790
-	-	1,895,000
2,508,854	-	2,608,854
-	-	600,000
-	-	600,000
-	-	2,083,354
3,130,186	13,999	11,889,496

-	-	226,295
-	1,063	59,691
-	-	17,820
(2,702,410)	-	(6,781,793)
(2,702,410)	1,063	(6,477,987)
<u>\$ 427,776</u>	<u>\$ 15,062</u>	<u>\$ 5,411,509</u>

(This page intentionally left blank)

**Village of Suffern, New York**

Reconciliation of Governmental Funds Balance Sheet to  
the Government - Wide Statement of Net Position  
May 31, 2015

---

Fund Balances - Total Governmental Funds \$ (6,477,987)

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

Capital assets used in governmental activities are not financial  
resources and, therefore, are not reported in the funds. 15,121,535

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

Accrued interest payable (128,358)

Bonds payable (5,440,000)

Compensated absences (1,215,427)

Retirement incentives and other pension obligations (724,409)

Other post employment benefit obligations payable (4,609,927)

(12,118,121)

Net Position of Governmental Activities \$ (3,474,573)

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, 2015

	General	Water	Sewer
<b>REVENUES</b>			
Real property taxes	\$ 9,106,838	\$ -	\$ -
Other tax items	153,037	-	-
Non-property taxes	906,386	-	-
Departmental income	1,409,884	1,692,083	1,431,422
Use of money and property	36,076	22	41
Licenses and permits	162,468	-	-
Fines and forfeitures	223,742	-	-
Sale of property and compensation for loss	200,574	548	-
State aid	294,288	-	-
Federal aid	10,001	-	-
Miscellaneous	510,553	5,304	18,621
Total Revenues	<u>13,013,847</u>	<u>1,697,957</u>	<u>1,450,084</u>
<b>EXPENDITURES</b>			
Current			
General government support	1,193,196	-	-
Public safety	4,960,989	-	-
Health	9,400	-	-
Transportation	1,397,748	-	-
Culture and recreation	335,781	-	-
Home and community services	1,247,817	1,171,873	990,738
Employee benefits	3,777,563	472,752	349,666
Debt service			
Principal	-	-	-
Interest	57,371	12,036	14,827
Capital outlay	-	-	-
Total Expenditures	<u>12,979,865</u>	<u>1,656,661</u>	<u>1,355,231</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>33,982</u>	<u>41,296</u>	<u>94,853</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	6,086	-	-
Transfers out	(922,041)	(84,062)	(397,367)
Total Other Financing Sources (Uses)	<u>(915,955)</u>	<u>(84,062)</u>	<u>(397,367)</u>
Net Change in Fund Balances	<u>(881,973)</u>	<u>(42,766)</u>	<u>(302,514)</u>
<b>FUND BALANCES (DEFICITS)</b>			
Beginning of Year	(1,036,164)	(433,449)	(1,079,774)
End of Year	<u>\$ (1,918,137)</u>	<u>\$ (476,215)</u>	<u>\$ (1,382,288)</u>

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

Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 9,106,838
-	-	153,037
-	-	906,386
-	-	4,533,389
-	5	36,144
-	-	162,468
-	-	223,742
-	-	201,122
30,591	-	324,879
26,535	-	36,536
17,478	-	551,956
<u>74,604</u>	<u>5</u>	<u>16,236,497</u>
-	-	1,193,196
-	-	4,960,989
-	-	9,400
-	-	1,397,748
-	-	335,781
-	-	3,410,428
-	-	4,599,981
-	600,000	600,000
-	208,645	292,879
<u>1,622,990</u>	<u>-</u>	<u>1,622,990</u>
<u>1,622,990</u>	<u>808,645</u>	<u>18,423,392</u>
<u>(1,548,386)</u>	<u>(808,640)</u>	<u>(2,186,895)</u>
594,825	808,645	1,409,556
-	(6,086)	(1,409,556)
<u>594,825</u>	<u>802,559</u>	<u>-</u>
(953,561)	(6,081)	(2,186,895)
<u>(1,748,849)</u>	<u>7,144</u>	<u>(4,291,092)</u>
<u>\$ (2,702,410)</u>	<u>\$ 1,063</u>	<u>\$ (6,477,987)</u>



(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, 2015

---

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

Net Change in Fund Balances - Total Governmental Funds	\$ (2,186,895)
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	1,574,431
Depreciation expense	<u>(959,297)</u>
	615,134
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal paid on bonds	<u>600,000</u>
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Accrued interest	(1,626)
Compensated absences	(63,752)
Retirement incentives and other pension obligations	73,169
Other post employment benefit obligations payable	<u>(710,731)</u>
	(702,940)
Change in Net Position of Governmental Activities	<u>\$ (1,674,701)</u>

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 - Budget and Actual  
General, Water and Sewer Funds  
Year Ended May 31, 2015

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Real property taxes	\$ 9,100,675	\$ 9,100,675	\$ 9,106,838	\$ 6,163
Other tax items	172,509	172,509	153,037	(19,472)
Non-property taxes	890,000	858,000	906,386	48,386
Departmental income	1,550,121	1,550,121	1,409,884	(140,237)
Use of money and property	7,000	39,000	36,076	(2,924)
Licenses and permits	239,600	239,600	162,468	(77,132)
Fines and forfeitures	262,000	262,000	223,742	(38,258)
Sale of property and compensation for loss	378,600	95,750	200,574	104,824
State aid	308,317	311,317	294,288	(17,029)
Federal aid	-	-	10,001	10,001
Miscellaneous	247,429	256,553	510,553	254,000
<b>Total Revenues</b>	<b>13,156,251</b>	<b>12,885,525</b>	<b>13,013,847</b>	<b>128,322</b>
<b>EXPENDITURES</b>				
Current				
General government support	1,264,008	1,387,736	1,193,196	194,540
Public safety	4,615,886	5,046,258	4,960,989	85,269
Health	9,600	9,600	9,400	200
Transportation	1,510,879	1,510,879	1,397,748	113,131
Culture and recreation	375,853	387,977	335,781	52,196
Home and community services	1,251,402	1,286,202	1,247,817	38,385
Employee benefits	3,492,122	3,492,122	3,777,563	(285,441)
Debt service				
Interest	33,459	59,559	57,371	2,188
<b>Total Expenditures</b>	<b>12,553,209</b>	<b>13,180,333</b>	<b>12,979,865</b>	<b>200,468</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>603,042</b>	<b>(294,808)</b>	<b>33,982</b>	<b>328,790</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond anticipation notes issued	317,150	-	-	-
Bonds issued	-	-	-	-
Transfers in	-	-	6,086	6,086
Transfers out	(1,031,005)	(1,016,005)	(922,041)	93,964
<b>Total Other Financing Uses</b>	<b>(713,855)</b>	<b>(1,016,005)</b>	<b>(915,955)</b>	<b>100,050</b>
<b>Net Change in Fund Balances</b>	<b>(110,813)</b>	<b>(1,310,813)</b>	<b>(881,973)</b>	<b>428,840</b>
<b>FUND BALANCES (DEFICITS)</b>				
Beginning of Year	110,813	1,310,813	(1,036,164)	(2,346,977)
End of Year	\$ -	\$ -	\$ (1,918,137)	\$ (1,918,137)

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)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
1,834,062	1,834,062	1,692,083	(141,979)	1,664,822	1,664,822	1,431,422	(233,400)
800	800	22	(778)	200	200	41	(159)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
150	150	548	398	-	-	-	-
-	-	-	-	-	-	-	-
5,300	5,300	5,304	4	7,156	7,156	18,621	11,465
1,840,312	1,840,312	1,697,957	(142,355)	1,672,178	1,672,178	1,450,084	(222,094)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,380,870	1,393,508	1,171,873	221,635	1,159,794	1,159,795	990,738	169,057
383,708	383,708	472,752	(89,044)	266,512	266,512	349,666	(83,154)
2,873	2,873	12,036	(9,163)	13,931	13,931	14,827	(896)
1,767,451	1,780,089	1,656,661	123,428	1,440,237	1,440,238	1,355,231	85,007
72,861	60,223	41,296	(18,927)	231,941	231,940	94,853	(137,087)
-	-	-	-	-	-	-	-
-	-	-	-	162,500	162,500	-	(162,500)
(98,156)	(83,156)	(84,062)	(906)	(406,461)	(406,460)	(397,367)	9,093
(98,156)	(83,156)	(84,062)	(906)	(243,961)	(243,960)	(397,367)	(153,407)
(25,295)	(22,933)	(42,766)	(19,833)	(12,020)	(12,020)	(302,514)	(290,494)
25,295	22,933	(433,449)	(456,382)	12,020	12,020	(1,079,774)	(1,091,794)
\$ -	\$ -	\$ (476,215)	\$ (476,215)	\$ -	\$ -	\$ (1,382,288)	\$ (1,382,288)

**Village of Suffern, New York**

Statement of Net Position  
Fiduciary Funds  
May 31, 2015

---

	Agency Fund
<b>ASSETS</b>	
Cash and equivalents	\$ 134,601
Investments, at fair value	
Money market funds	30,761
Mutual funds	1,171,344
	<u>1,202,105</u>
Accounts receivable	<u>277,995</u>
Total Assets	<u>1,614,701</u>
<b>LIABILITIES</b>	
Accounts payable	131,792
Service awards program payable - Fire	1,482,909
Total Liabilities	<u>\$ 1,614,701</u>

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



**Village of Suffern, New York**

Statement of Changes in Net Position - Fiduciary Funds  
Pension Trust Fund - Fire Service Awards Program  
Year Ended May 31, 2015

<b>ADDITIONS</b>	\$ -
<b>DEDUCTIONS</b>	-
Change in Net Position	-
<b>NET POSITION</b>	
Beginning of Year	<u>1,433,205</u>
Prior Period Adjustment	<u>(1,433,205)</u>
Net Assets Held in Trust for Pension Benefits - Beginning of Year, as restated	<u>-</u>
End of Year	<u><u>\$ -</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 ("Village") 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 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, 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 Position and the Statement of Activities) report information on all non-fiduciary activities of the primary government as a whole, except for interfund services provided and used. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

The Statement of Net Position 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, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances/net position, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The 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 pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The 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 restricted, committed or assigned 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. The major revenue of this fund is departmental income.

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. The major revenue of this fund is departmental income.

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

The 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 and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years.

- b. 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. The Agency Fund is used to account for employee payroll tax withholdings, fire service awards programs 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 applied to a fund is determined by its measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as is the Pension Trust Fund. The Agency Fund has no measurement focus but utilizes the accrual basis of accounting. Revenues are



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

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 most 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 retirement incentives and other pension obligations, compensated absences and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

**Deposits, Investments and Risk Disclosure**

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

The 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 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

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

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, 2015.

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

**Taxes Receivable** - Property taxes attach as an enforceable lien on real property as of June 1<sup>st</sup> and are payable in June. The Village is responsible for the billing and collection of its taxes through November 1<sup>st</sup> of the tax year, at which time the responsibility for uncollected taxes is transferred to the County of Rockland, New York ("County"). On or about April 1<sup>st</sup>, 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, 2015, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

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

**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 using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).



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

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

Land and construction-in-progress are not depreciated. Property, plant and equipment of the 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 sheets.

**Unearned Revenues** - Unearned 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.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported unearned revenues of \$99,168 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.

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

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

As of May 31, 2015, no amounts were required to be reported as deferred outflows/inflows of resources.

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

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is

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

reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Capital Projects Fund expenditures.

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

**Net Position** - Net position represent the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position on the Statement of Net Position includes, net investment in capital assets, restricted for debt service, law enforcement and DARE. The balance is classified as unrestricted.

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

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

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

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

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

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the entity's highest level of decision making authority or a person with delegated authority from the governing board to assign amounts for a specific intended purpose. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted nor committed fund balance amounts.

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

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

**F. Encumbrances**

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

**G. Use of Estimates**

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

**H. Subsequent Events Evaluation by Management**

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is February 18, 2016.



**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.
- g) The Village Board has established legal control of the budget at the object level of expenditures. Transfers between appropriation accounts, at the object 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.
- 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 original appropriation which was 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 2014-2015 fiscal year was \$20,521,017, which exceeded the actual levy by \$11,420,342.

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

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

The Tax Levy Limitation Law restricts the amount of real property taxes that may be levied by a Village in a particular year. The original legislation that established the Tax Levy Limitation Law was set to expire on June 16, 2016. Chapter 20 of the Laws of 2015 extends the Tax Levy Limitation Law through June 2020.

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

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

**C. Prior Period Adjustments**

During the current fiscal year, the Village determined that activities presented in the Pension Trust Funds for the Fire Service Awards Programs are more properly reflected in the Agency Fund in accordance with the provisions of GASB Statement No. 73, since these assets are subject to the claims of the Village's general creditors. Accordingly, a prior period adjustment of \$1,433,205 was recorded to eliminate the net position of the Pension Trust Funds.

**D. Fund Deficits**

The General, Water and Sewer funds had unassigned deficits of \$2,220,880, \$476,215 and \$1,382,288, respectively as of May 31, 2015. The Village plans to address these deficits in the ensuing years.

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

**E. Capital Projects Fund Deficit**

The deficit in the Capital Projects Fund of \$2,702,410 arises in-part because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. These deficits will be reduced and eliminated as 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 expenditures exceeding current financing on the projects. These deficits will be eliminated with the subsequent receipt or issuance of authorized financing.

**F. Excess of Actual Expenditures Over Budget**

The following categories of expenditures exceeded their budgetary provision by the amounts indicated:

General Fund	
General Government Support	
Mayor	\$ 6,016
Auditor	10,800
Treasurer	15,057
Clerk	12,912
Financial consultant	25,145
Village Attorney	14,622
Municipal association dues	146
Public Safety	
Fire Department	\$ 64,718
DARE	46,237
Transportation	
Street administration	875
Snow removal	33,152
Culture and Recreation	
Historian	585
Employee Benefits	
State retirement	106,907
Police and fire retirement	240,177
Social security	10,389
Life insurance	9,829

**Village of Suffern, New York**

Notes to Financial Statements (Continued)  
May 31, 2015

---

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

Water Fund		
Employee Benefits		
State retirement	\$	35,255
Hospital and medical insurance		61,321
Debt Service		
Revenue anticipation notes - Interest		9,241
Transfers Out		
Debt Service Fund		899
Capital Projects Fund		7
Sewer Fund		
Employee Benefits		
State retirement	\$	31,788
Workers' compensation benefits		12,657
Hospital and medical insurance		40,926
Debt Service		
Revenue anticipation notes - Interest		6,038
Capital Projects Fund		
2005 Building Improvements	\$	40,978
Water Supply Improvements		46,260
Pavilion Pump Station		74,320
Building Repairs Operational Center - 2009		21,130
Crosswalks		8,877
Water Tower Painting		6,000
Waste Water Plant Upgrades		29,257
Street Lighting		39,132
Fire Department Equipment		1,241
Hook and Ladder Fire Truck		7,544
Façade Improvement Program		107,616
Fire Equipment		5,134
Public Works Truck		14,928
Road Improvements		144,939
Fire Equipment		535
Well No. 1 Pump Modification		2,074
Roof Hose Company - 2014		8,062
Police Vehicles - 2014		1,116
Old Projects		6,484



**Village of Suffern, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

**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, 2015 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 2,437,194	\$ 682,120
Water	-	414,059
Sewer	-	993,029
Capital Projects	185,975	519,962
Non-Major Governmental	-	13,999
	<u>\$ 2,623,169</u>	<u>\$ 2,623,169</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.

**B. Capital Assets**

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

<u>Class</u>	<u>Balance June 1, 2014</u>	<u>Reclassification</u>	<u>Additions</u>	<u>Balance May 31, 2015</u>
Capital Assets, not being depreciated:				
Land	\$ 637,515	\$ -	\$ -	\$ 637,515
Construction-in-process	2,159,036	-	836,633	2,995,669
Total Capital Assets, not being depreciated	<u>\$ 2,796,551</u>	<u>\$ -</u>	<u>\$ 836,633</u>	<u>\$ 3,633,184</u>
Capital Assets, being depreciated:				
Buildings and improvements	\$ 13,555,293	\$ (2,682,986)	\$ 28,365	\$ 13,583,658
Machinery and equipment	15,281,003	(1,395)	171,216	15,452,219
Infrastructure	750,935	2,684,381	538,217	1,289,152
Total Capital Assets, being depreciated	<u>29,587,231</u>	<u>-</u>	<u>737,798</u>	<u>30,325,029</u>

**Village of Suffern, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

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

Class	Balance June 1, 2014	Reclassification	Additions	Balance May 31, 2015
Less Accumulated Depreciation for:				
Buildings and improvements	\$ 6,968,463	\$ (937,627)	\$ 255,639	\$ 6,286,475
Machinery and equipment	10,844,901	(419)	629,365	11,473,847
Infrastructure	64,017	938,046	74,293	1,076,356
Total Accumulated Depreciation	17,877,381	-	959,297	18,836,678
Total Capital Assets, being depreciated, net	\$ 11,709,850	\$ -	\$ (221,499)	\$ 11,488,351
Capital Assets, net	\$ 14,506,401	\$ -	\$ 615,134	\$ 15,121,535

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

General Government Support	\$ 32,877
Public Safety	449,045
Transportation	133,907
Culture and Recreation	17,639
Home and Community Service	325,829
Total Depreciation Expense	\$ 959,297

**C. Accrued Liabilities**

Accrued liabilities at May 31, 2015 were as follows:

	Fund			Total
	General	Water	Sewer	
Payroll and Employee Benefits	\$ 92,861	\$ 8,861	\$ 6,736	\$ 108,458

**D. Employee Pension Plans**

The Village 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.

**Village of Suffern, New York**

Notes to Financial Statements (Continued)  
 May 31, 2015

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

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

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	27.4 %
	2 75I	25.1
	3 A14	20.1
	4 A15	20.1
	5 A15	16.4
	6 A15	10.8
PFRS	2 375I	19.9
	2 384D	27.3
	5 384D	26.1

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

	<u>ERS</u>	<u>PFRS</u>
2015	\$ 794,296	\$ 1,025,177
2014	509,871	773,193
2013	615,992	650,000

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

The current PFRS contribution was charged to the General Fund. The current ERS contribution for the Village was charged to the funds identified below:

<u>Fund</u>	<u>Amount</u>
General	\$ 517,609
Water	148,021
Sewer	128,666
	<u>\$ 794,296</u>

**E. Pension Trust - Fire Service Awards Program**

The Village, pursuant to Article 11-A of the General Municipal Law of the State of New York and legislative resolution, has established a Service Awards Program ("Program") for volunteer firefighters. This Program is a single employer defined benefit plan established as a grantor/rabbi trust and, as such, the assets are subject to the claims of the Village's general creditors. The

## Village of Suffern, New York

Notes to Financial Statements (Continued)  
May 31, 2015

---

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

Program is accounted for in the Village's financial statements within the Agency Fund. Active volunteer firefighters, upon attainment of age 18, and upon earning 50 or more points in a calendar year after 1990 under the provisions of the Program point system, 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 50 program points), 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 of 40 years. The benefits and refunds of the plan are recognized when due and payable in accordance with the terms of the plan. The Program also provides disability and death benefits. The trustees of the Program, which are the members of the Village's Board, are authorized to invest the funds in authorized investment vehicles. Administrative costs are paid by the Village from the General Fund. Separate financial statements are not issued by the Program.

Current membership in the Program is comprised of the following:

<u>Group</u>	<u>December 31, 2015</u>
Retirees and beneficiaries	
currently receiving benefits	17
Terminated members entitled to	
but not yet receiving benefits	19
Active - nonvested	45
Active - vested	50

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 net pension obligation is not amortized on a separate. The assumed investment rate of return is 6.0% and there are no cost of living adjustments.

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

2015	\$	-
2014		139,971
2013		136,934

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

Village of Suffern, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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

**F. Short-Term Non-Capital Borrowings – Revenue, Deficiency, Budget and Bond Anticipation Notes**

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

Purpose	Year of Original Issue	Maturity Date	Rate of Interest	Balance June 1, 2014	New Issues	Redemptions	Balance May 31, 2015
Revenue anticipation note	2014	-	- %	1,350,000	\$ -	\$ 1,350,000	\$ -
Revenue anticipation note	2014	-	-	600,000	-	600,000	-
Revenue anticipation note	2015	07/15/15	2.050	-	1,550,000	-	1,550,000
Revenue anticipation note	2015	02/26/16	3.125	-	345,000	-	345,000
Deficiency notes payable	2015	02/26/16	3.000	-	600,000	-	600,000
Budget notes payable	2015	02/26/16	3.000	-	600,000	-	600,000
Bond anticipation note							-
Legal Settlement	2012	10/24/14	2.070	150,000	-	50,000	100,000
				<u>\$ 2,100,000</u>	<u>\$ 3,095,000</u>	<u>\$ 2,000,000</u>	<u>\$ 3,195,000</u>

Interest expenditures of \$41,365 were recorded in the fund financial statements in the funds identified below. Interest expense of \$42,478 was recorded in the government-wide financial statements for governmental activities.

Fund	Amount
General	\$ 26,086
Water	9,241
Sewer	6,038
	<u>\$ 41,365</u>

**G. Short-Term Capital Borrowings – Bond Anticipation Notes**

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

Purpose	Year of Original Issue	Maturity Date	Rate of Interest	Balance at June 1, 2014	New Issues	Redemptions	Balance at May 31, 2015
Bond anticipation note							
Fire truck	2010	-	- %	\$ 157,500	\$ -	\$ 157,500	\$ -
Water tower painting	2010	09/18/15	1.85	47,350	-	23,875	23,875
Sewer digestive cover	2011	12/04/15	2.40	325,000	-	162,500	162,500
Utility truck	2012	04/08/16	2.20	18,765	-	6,255	12,510
Equipment fire/police	2012	04/08/16	2.20	359,235	-	119,745	239,490
Road improvements	2013	11/20/15	2.00	438,600	-	109,650	328,950
Well 4 and well 1 modifications	2013	11/20/15	2.00	62,000	-	15,500	46,500
Various	2014	11/20/15	2.00	449,229	-	-	449,229
Sewer study	2014	12/19/14	2.10	50,000	-	-	50,000
Various equipment and improvements	2015	11/20/15	2.25	-	1,196,000	-	1,196,000
				<u>\$ 1,907,679</u>	<u>\$ 1,196,000</u>	<u>\$ 594,825</u>	<u>\$ 2,508,854</u>

Purpose	Year of Original Issue	Maturity Date	Rate of Interest	Balance June 1, 2014	New Issues	Redemptions	Balance May 31, 2015
Revenue anticipation note							
Lonergan Avenue Project	2014	-	- %	\$ 1,350,000	\$ -	\$ 1,350,000	\$ -



## Village of Suffern, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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

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 \$42,869 were recorded in the fund financial statements in the funds identified below. Interest expense of \$49,091 was recorded in the government-wide financial statements for governmental activities.

<u>Fund</u>	<u>Amount</u>
General	\$ 31,285
Water	2,795
Sewer	8,789
	<u>\$ 42,869</u>

#### H. Long-Term Liabilities

The following table summarizes changes in the Village's long-term indebtedness for the year ended May 31, 2015:

	<u>Balance at June 1, 2014</u>	<u>New Issues/ Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance at May 31, 2015</u>	<u>Due Within One Year</u>
Bonds payable	\$ 6,040,000	\$ -	\$ 600,000	\$ 5,440,000	\$ 400,000
Retirement Incentives and Other Pension Obligations	797,578	-	73,169	724,409	75,758
Compensated absences	1,151,675	178,752	115,000	1,215,427	122,000
Other post employment benefit obligation payable	3,899,196	1,425,418	714,687	4,609,927	-
	<u>\$ 11,888,449</u>	<u>\$ 1,604,170</u>	<u>\$ 1,502,856</u>	<u>\$ 11,989,763</u>	<u>\$ 597,758</u>

Each governmental fund's liability for compensated absences, net pension obligation and other post employment benefit obligations is liquidated by the respective fund. The Village's indebtedness for bonds is satisfied by the Debt Service Fund, which is funded primarily from the General, Water and Sewer Funds.

## Village of Suffern, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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

#### **Bonds Payable**

Bonds payable at May 31, 2015 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at May 31, 2015
Various General and Water Improvements	2007	3,450,000	August, 2022	4.00-4.20 %	\$ 2,100,000
Various General, Water and Sewer Improvements	2012	3,857,000	January, 2032	2.50-4.00	3,340,000
					<u>\$ 5,440,000</u>

Interest expenditures of \$208,645 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$202,936 was recorded in the government-wide financial statements for governmental activities.

#### **Retirement Incentives and Other Pension Obligations**

The State Legislature enacted Chapter 57 of the Laws of 2010. This chapter authorized local governments, at their option, to amortize a portion of their respective ERS contributions beginning in 2010. The maximum amortization amount each year going forward will be determined by the difference between each employer's effective contribution rates as compared to the System's overall graded rate. The amortized amounts are to be paid in equal annual installments over a ten year period, although amounts may be prepaid at any time. Interest will be charged at rates which approximate a market rate of return on taxable fixed rate securities of a comparable duration and will be adjusted annually. The Village has elected to amortize the maximum allowable ERS contribution for fiscal years 2012, 2013 and 2014. In 2012 the total amount amortized under this option was \$202,690, including interest of \$36,225. In 2013 the total amount amortized under this option was \$211,050, including interest of \$31,020. In 2014 the total amount amortized under this option was \$600,740, including interest of \$105,374. In the current year \$73,169 was paid for this obligation. The balance due at December 31, 2015 was \$724,409.

The current year payments were charged to General Fund retirement expenditures.



## Village of Suffern, New York

### Notes to Financial Statements (Continued)

May 31, 2015

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

##### Payments to Maturity

The annual requirements to amortize all outstanding bonds at May 31, 2015, including interest payments of \$1,644,293 are as follows:

Year Ending May 31,	Bonds Payable		Retirement Incentives and Other Pension Obligations		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 400,000	\$ 191,270	\$ 75,758	\$ 25,690	\$ 475,758	\$ 216,960
2017	405,000	177,695	78,439	23,009	483,439	200,704
2018	420,000	163,845	81,216	20,232	501,216	184,077
2019	420,000	149,406	84,091	17,357	504,091	166,763
2020	440,000	134,583	87,069	14,379	527,069	148,962
2021-2025	1,795,000	445,665	317,836	26,314	2,112,836	471,979
2026-2030	1,070,000	225,248	-	-	1,070,000	225,248
2031-2032	490,000	29,600	-	-	490,000	29,600
	<u>\$ 5,440,000</u>	<u>\$ 1,517,312</u>	<u>\$ 724,409</u>	<u>\$ 126,981</u>	<u>\$ 6,164,409</u>	<u>\$ 1,644,293</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.

##### 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.

##### Other Post Employment Benefit Obligations

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. The cost of providing post-employment health care benefits is shared between the Village and the retired employee. Substantially all of the Village's full-time 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/expense as claims are paid.

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

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

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

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

<u>Year Ended May 31,</u>	<u>Pre-65 Medical</u>	<u>Post-65 Medical</u>
2016	8.00	8.00
2017	7.50	7.50
2018	7.00	7.00
2019	6.50	6.50
2020	6.00	6.00
2021	5.50	5.50
2022+	5.00	5.00

The amortization basis is the level dollar method with an open amortization approach with 24 years remaining in the amortization period. The actuarial assumptions include a 4.0% investment rate of return. The Village currently has no assets set aside for the purpose of paying post-employment benefits. The actuarial cost method utilized was the projected unit credit method.

**Village of Suffern, New York**

Notes to Financial Statements (Continued)  
May 31, 2015

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

The number of participants as of May 31, 2015 was as follows:

Active Employees	70
Retired Employees	<u>59</u>
	<u>129</u>

Amortization Component	
Actuarial Accrued Liability as of June 1, 2014	\$ 24,501,563
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 24,501,563</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (Active plan members)	<u>\$ 7,091,644</u>
UAAL as a Percentage of Covered Payroll	<u>345%</u>
Annual Required Contribution	\$ 1,372,277
Interest on Net OPEB Obligation	53,141
Adjustments to Annual Required Contribution	<u>-</u>
Annual OPEB Cost	1,425,418
Contributions Made	<u>(714,687)</u>
Increase in Net OPEB Obligation	710,731
Net OPEB Obligation - Beginning of Year	<u>3,899,196</u>
Net OPEB Obligation - End of Year	<u>\$ 4,609,927</u>

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

Fiscal Year Ended May 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$ 1,425,418	50.1 %	\$ 4,609,927
2014	1,375,806	50.1	3,899,196
2013	1,328,774	51.6	3,213,330

## Village of Suffern, New York

Notes to Financial Statements (Continued)  
May 31, 2015

### 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	Capital Projects Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ 386,893	\$ 535,148	\$ 922,041
Water Fund	-	45,432	38,630	84,062
Sewer Fund	-	162,500	234,867	397,367
Non-Major Governmental Funds	6,086	-	-	6,086
	<u>\$ 6,086</u>	<u>\$ 594,825</u>	<u>\$ 808,645</u>	<u>\$ 1,409,556</u>

Transfers are used to 1) move funds from the operating funds to the Capital Projects Fund to finance various projects, 2) move funds from the operating funds to the Debt Service Fund as debt service principal and interest payments become due and 3) move amounts earmarked in the Non-Major Governmental Funds to fulfill commitments of the General Fund.

#### **J. Net Position**

The components of net position are detailed below:

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

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

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

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

# Village of Suffern, New York

Notes to Financial Statements (Continued)  
May 31, 2015

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

### K. Fund Balances

46

	2015						2014					
	General Fund	Water Fund	Sewer Fund	Capital Projects Fund	Other Governmental Fund	Total	General Fund	Water Fund	Sewer Fund	Capital Projects Fund	Other Governmental Fund	Total
Nonspendable												
Prepaid expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 400	\$ -	\$ -	\$ -	\$ -	\$ 400
Long term receivable	226,295	-	-	-	-	226,295	175,000	-	-	-	-	175,000
Total Nonspendable	226,295	-	-	-	-	226,295	175,400	-	-	-	-	175,400
Restricted												
Law enforcement	15,350	-	-	-	-	15,350	15,350	-	-	-	-	15,350
DARE	43,278	-	-	-	-	43,278	32,258	-	-	-	-	32,258
Debt service	-	-	-	-	1,063	1,063	-	-	-	-	1,058	1,058
Parklands	-	-	-	-	-	-	-	-	-	-	6,086	6,086
Total Restricted	58,628	-	-	-	1,063	59,691	47,608	-	-	-	7,144	54,752
Committed												
Fire purposes	5,000	-	-	-	-	5,000	-	-	-	-	-	-
Police purposes	5,000	-	-	-	-	5,000	-	-	-	-	-	-
Suffern Day	7,820	-	-	-	-	7,820	-	-	-	-	-	-
Total Restricted	17,820	-	-	-	-	17,820	-	-	-	-	-	-
Unassigned												
Purchases on order												
General government support	853	-	-	-	-	853	853	-	-	-	-	853
Public safety	74,533	-	-	-	-	74,533	74,533	-	-	-	-	74,533
Transportation	19,627	-	-	-	-	19,627	19,627	-	-	-	-	19,627
Culture and recreation	15,800	-	-	-	-	15,800	15,800	-	-	-	-	15,800
Home and community services	-	25,295	12,020	-	-	37,315	-	25,295	12,020	-	-	37,315
	110,813	25,295	12,020	-	-	148,128	110,813	25,295	12,020	-	-	148,128
Other	(2,331,693)	(501,510)	(1,394,308)	(2,702,410)	-	(6,929,921)	(1,369,985)	(458,744)	(1,091,794)	(1,748,849)	-	(4,669,372)
Total Unassigned	(2,220,880)	(476,215)	(1,382,288)	(2,702,410)	-	(6,781,793)	(1,259,172)	(433,449)	(1,079,774)	(1,748,849)	-	(4,521,244)
Total Fund Balances (Deficits)	\$ (1,918,137)	\$ (476,215)	\$ (1,382,288)	\$ (2,702,410)	\$ 1,063	\$ (6,477,987)	\$ (1,036,164)	\$ (433,449)	\$ (1,079,774)	\$ (1,748,849)	\$ 7,144	\$ (4,291,092)



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

Certain elements of fund balance are described above. Those additional elements which are not reflected in the statement of net position but are reported in the governmental funds balance sheet are described below.

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

Long-term receivable represents fund set aside to indicate that certain amounts will not be collected in sufficient time to satisfy liabilities of the current period. The amount is classified as nonspendable to indicate that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

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

Fire Purposes – Represents an amount committed by the Board for the purpose of purchasing fire equipment which were received from donations.

Police Purposes – Represents an amount committed by the Board for the purpose of purchasing police equipment which were received from donations.

Suffern Day – Represents an amount committed by the Board for the purpose of promoting Suffern which were received from donations.

Purchases on order are unassigned and represent 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.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned. Unassigned fund balance in the Water, Sewer and Capital Projects Funds represents the deficit balances in those funds.

**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.

## **Village of Suffern, New York**

Notes to Financial Statements (Concluded)  
May 31, 2015

---

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

#### **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 maintains workers' compensation and general liability policies of \$100,000 per occurrence and \$500,000 in the aggregate for workers' compensation and \$1 million per occurrence and \$3 million in the aggregate for general liability. The Village also has an umbrella policy which provides an additional \$5 million in coverage. The Village purchases conventional medical insurance coverage.

### **Note 5 - Subsequent Event**

The Village, on November 19, 2015, issued a \$1,361,222 bond anticipation note for various purposes. The note matures on November 18, 2016 and bears interest at a rate of 2.50% per annum.

\*\*\*\*\*



**Village of Suffern, New York****Required Supplementary Information - Schedule of Funding Progress  
Other Post Employment Benefits  
Last Three Fiscal Years**

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
June 1, 2014	\$ -	\$ 24,501,563	\$ 24,501,563	- %	\$ 7,091,644	345.50 %
June 1, 2013	-	23,702,741	23,702,741	-	7,011,283	338.07
June 1, 2012	-	22,951,390	22,951,390	-	7,468,167	307.32

**Village of Suffern, New York****Supplementary Information - Schedule of Funding Progress  
Pension Trust Fund - Fire Service Awards Program  
Last Six Fiscal Years**

<u>Actuarial Valuation Date December 31,</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Unfunded Actuarial Accrued Liability</u>	<u>Funded Ratio</u>
2009	\$ 936,278	\$ 1,284,453	\$ 348,175	72.89 %
2010	985,612	1,372,560	386,948	71.81
2011	1,062,251	1,476,940	414,689	71.92
2012	1,237,231	1,534,208	296,977	80.64
2013	1,303,202	1,604,282	301,080	81.23
2014	1,245,231	1,766,155	520,924	70.51

**Village of Suffern, New York**

Supplementary Information - Schedule of Contributions  
Pension Trust Fund - Fire 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>
2010	\$ 132,290	\$ 132,290	100.00 %
2011	140,196	140,196	100.00
2012	139,964	139,964	100.00
2013	136,934	136,934	100.00
2014	139,971	139,971	100.00
2015	138,023	-	-

(This page intentionally left blank)

**Village of Suffern, New York**

General Fund  
Comparative Balance Sheet  
May 31,

	2015	2014
<b>ASSETS</b>		
Cash and equivalents	\$ -	\$ 66,165
Receivables		
Accounts	400,520	371,644
State and Federal aid	145,548	127,854
Due from other governments	129,935	152,688
Due from other funds	2,437,194	-
	3,113,197	652,186
Prepaid expenditures	-	400
Total Assets	\$ 3,113,197	\$ 718,751
<b>LIABILITIES AND FUND DEFICIT</b>		
Liabilities		
Accounts payable	\$ 1,016,036	\$ 282,400
Accrued liabilities	92,861	98,025
Due to other funds	682,120	417,431
Unearned revenues	99,168	96,065
Retainage payable	72,195	84,826
Revenue anticipation notes payable	-	400,000
Bond anticipation notes payable	100,000	150,000
Deficiency notes payable	600,000	-
Budget notes payable	600,000	-
Due to retirement systems	1,768,954	226,168
Total Liabilities	5,031,334	1,754,915
Fund deficit		
Nonspendable	226,295	175,400
Restricted	58,628	47,608
Committed	17,820	-
Unassigned	(2,220,880)	(1,259,172)
Total Fund Balance	(1,918,137)	(1,036,164)
Total Liabilities and Fund Balance	\$ 3,113,197	\$ 718,751

**Village of Suffern, New York**

General Fund

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

	2015			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Real property taxes	\$ 9,100,675	\$ 9,100,675	\$ 9,106,838	\$ 6,163
Other tax items	172,509	172,509	153,037	(19,472)
Non-property taxes	890,000	858,000	906,386	48,386
Departmental income	1,550,121	1,550,121	1,409,884	(140,237)
Use of money and property	7,000	39,000	36,076	(2,924)
Licenses and permits	239,600	239,600	162,468	(77,132)
Fines and forfeitures	262,000	262,000	223,742	(38,258)
Sale of property and compensation for loss	378,600	95,750	200,574	104,824
State aid	308,317	311,317	294,288	(17,029)
Federal aid	-	-	10,001	10,001
Miscellaneous	247,429	256,553	510,553	254,000
Total Revenues	13,156,251	12,885,525	13,013,847	128,322
<b>EXPENDITURES</b>				
Current				
General government support	1,264,008	1,387,736	1,193,196	194,540
Public safety	4,615,886	5,046,258	4,960,989	85,269
Health	9,600	9,600	9,400	200
Transportation	1,510,879	1,510,879	1,397,748	113,131
Culture and recreation	375,853	387,977	335,781	52,196
Home and community services	1,251,402	1,286,202	1,247,817	38,385
Employee benefits	3,492,122	3,492,122	3,777,563	(285,441)
Debt service				
Interest	33,459	59,559	57,371	2,188
Total Expenditures	12,553,209	13,180,333	12,979,865	200,468
Excess (Deficiency) of Revenues Over Expenditures	603,042	(294,808)	33,982	328,790
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond anticipation notes issued	317,150	-	-	-
Transfers in	-	-	6,086	6,086
Transfers out	(1,031,005)	(1,016,005)	(922,041)	93,964
Total Other Financing Uses	(713,855)	(1,016,005)	(915,955)	100,050
Net Change in Fund Balance	(110,813)	(1,310,813)	(881,973)	428,840
<b>FUND BALANCE (DEFICIT)</b>				
Beginning of Year	110,813	1,310,813	(1,036,164)	(2,346,977)
End of Year	\$ -	\$ -	\$ (1,918,137)	\$ (1,918,137)



2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 8,887,592	\$ 8,887,592	\$ 8,883,534	\$ (4,058)
172,509	172,509	216,302	43,793
880,000	849,000	904,252	55,252
1,516,130	1,744,334	1,639,528	(104,806)
9,600	40,600	36,900	(3,700)
421,000	421,000	70,097	(350,903)
362,000	362,000	151,465	(210,535)
93,200	93,200	132,713	39,513
423,317	423,317	362,719	(60,598)
-	-	-	-
271,500	271,500	236,425	(35,075)
13,036,848	13,265,052	12,633,935	(631,117)
1,196,755	1,196,754	1,257,818	(61,064)
4,655,276	4,873,481	4,877,522	(4,041)
9,600	9,600	9,600	-
1,471,188	1,471,188	1,547,096	(75,908)
342,523	342,523	359,760	(17,237)
1,188,371	1,188,371	1,181,039	7,332
3,321,953	3,296,346	3,350,829	(54,483)
29,054	29,054	26,858	2,196
12,214,720	12,407,317	12,610,522	(203,205)
822,128	857,735	23,413	(834,322)
50,000	50,000	-	(50,000)
35,597	35,597	-	(35,597)
(984,990)	(1,020,597)	(942,339)	78,258
(899,393)	(935,000)	(942,339)	(7,339)
(77,265)	(77,265)	(918,926)	(841,661)
77,265	77,265	(117,238)	(194,503)
\$ -	\$ -	\$ (1,036,164)	\$ (1,036,164)

**Village of Suffern, New York**

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

55

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>REAL PROPERTY TAXES</b>	<u>\$ 9,100,675</u>	<u>\$ 9,100,675</u>	<u>\$ 9,106,838</u>	<u>\$ 6,163</u>	<u>\$ 8,883,534</u>
<b>OTHER TAX ITEMS</b>					
Payments in lieu of taxes	155,509	155,509	135,509	(20,000)	180,164
Interest and penalties on real property taxes	<u>17,000</u>	<u>17,000</u>	<u>17,528</u>	<u>528</u>	<u>36,138</u>
	<u>172,509</u>	<u>172,509</u>	<u>153,037</u>	<u>(19,472)</u>	<u>216,302</u>
<b>NON-PROPERTY TAXES</b>					
Non-property tax distribution from County	460,000	460,000	496,739	36,739	492,107
Franchise fees and Utilities gross receipts taxes	<u>430,000</u>	<u>398,000</u>	<u>409,647</u>	<u>11,647</u>	<u>412,145</u>
	<u>890,000</u>	<u>858,000</u>	<u>906,386</u>	<u>48,386</u>	<u>904,252</u>
<b>DEPARTMENTAL INCOME</b>					
Inspection fees	77,000	77,000	55,060	(21,940)	52,045
Certificate of occupancy fees	20,000	20,000	15,600	(4,400)	18,750
Police services	10,000	10,000	3,207	(6,793)	269,596
Other public safety	65,000	65,000	25,000	(40,000)	20,954
Vital statistics fees	55,000	55,000	50,124	(4,876)	52,679
Public works	-	-	-	-	15,205
Zoning fees	5,000	5,000	2,240	(2,760)	2,570
Planning board fees	23,000	23,000	17,074	(5,926)	12,158
Pool fees	52,000	52,000	28,440	(23,560)	46,727
Other culture and recreation fees	7,000	7,000	9,623	2,623	10,949
Snow removal	17,000	17,000	-	(17,000)	-
Refuse and garbage charges	<u>1,219,121</u>	<u>1,219,121</u>	<u>1,203,516</u>	<u>(15,605)</u>	<u>1,137,895</u>
	<u>1,550,121</u>	<u>1,550,121</u>	<u>1,409,884</u>	<u>(140,237)</u>	<u>1,639,528</u>

**USE OF MONEY AND PROPERTY**

Earnings on investments	7,000	7,000	373	(6,627)	1,612
Rental of real property	-	32,000	35,703	3,703	35,288

	7,000	39,000	36,076	(2,924)	36,900
--	-------	--------	--------	---------	--------

**LICENSES AND PERMITS**

Business and occupational licenses	600	600	575	(25)	1,170
Building permits	239,000	239,000	161,893	(77,107)	68,927

	239,600	239,600	162,468	(77,132)	70,097
--	---------	---------	---------	----------	--------

**FINES AND FORFEITURES**

Fines and forfeited bail	262,000	262,000	223,742	(38,258)	151,465
--------------------------	---------	---------	---------	----------	---------

**SALE OF PROPERTY AND  
COMPENSATION FOR LOSS**

Sale of equipment	295,000	12,150	-	(12,150)	30,951
Sale of recyclables	1,600	1,600	6,205	4,605	7,584
Insurance recoveries	52,000	52,000	194,369	142,369	58,178
Other compensation for loss	30,000	30,000	-	(30,000)	36,000

	378,600	95,750	200,574	104,824	132,713
--	---------	--------	---------	---------	---------

**STATE AID**

Per capita	86,717	86,717	99,815	13,098	96,963
Mortgage tax	120,000	120,000	139,290	19,290	141,337
Other transportation	12,000	12,000	35,576	23,576	-
Youth programs	2,600	2,600	-	(2,600)	587
Consolidated Highway Improvement Program	45,000	45,000	-	(45,000)	112,677
Emergency management assistance	20,000	20,000	-	(20,000)	-
Other	22,000	25,000	19,607	(5,393)	11,155

	308,317	311,317	294,288	(17,029)	362,719
--	---------	---------	---------	----------	---------

**FEDERAL AID**

Emergency management assistance	-	-	10,001	10,001	-
---------------------------------	---	---	--------	--------	---

(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, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>MISCELLANEOUS</b>					
Refund of prior year's expenditures	\$ 5,000	\$ 5,000	\$ 46,910	\$ 41,910	\$ 3,836
Gifts and donations	62,000	71,124	216,068	144,944	70,976
Parking Authority reimbursements	83,500	83,500	61,920	(21,580)	51,758
Other	96,929	96,929	185,655	88,726	109,855
	<u>247,429</u>	<u>256,553</u>	<u>510,553</u>	<u>254,000</u>	<u>236,425</u>
<b>TOTAL REVENUES</b>	<u>13,156,251</u>	<u>12,885,525</u>	<u>13,013,847</u>	<u>128,322</u>	<u>12,633,935</u>
<b>OTHER FINANCING SOURCES</b>					
Bond anticipation notes issued	317,150	-	-	-	-
Transfers in					
Special Purpose Fund	<u>-</u>	<u>-</u>	<u>6,086</u>	<u>6,086</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>317,150</u>	<u>-</u>	<u>6,086</u>	<u>6,086</u>	<u>-</u>
<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<u>\$ 13,473,401</u>	<u>\$ 12,885,525</u>	<u>\$ 13,019,933</u>	<u>\$ 134,408</u>	<u>\$ 12,633,935</u>

**Village of Suffern, New York**

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

58

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>GENERAL GOVERNMENT SUPPORT</b>					
Board of Trustees	\$ 43,500	\$ 138,728	\$ 66,089	\$ 72,639	\$ 66,799
Village Justice	239,658	239,658	230,307	9,351	222,065
Mayor	30,000	30,000	36,016	(6,016)	32,788
Auditor	22,000	22,000	32,800	(10,800)	21,908
Treasurer	132,526	132,526	147,583	(15,057)	127,714
Clerk	160,162	160,162	173,074	(12,912)	155,861
Financial consultant	7,500	21,000	46,145	(25,145)	17,258
Assessment	13,103	13,103	13,103	-	12,752
Village Attorney	83,283	83,283	97,905	(14,622)	86,385
Shared services	174,576	174,576	152,071	22,505	161,310
Unallocated insurance	225,000	225,000	193,257	31,743	238,916
Municipal association dues	4,700	4,700	4,846	(146)	4,846
Judgments and claims	70,000	70,000	-	70,000	109,216
Metropolitan commuter transportation mobility tax	28,000	28,000	-	28,000	-
Contingency	30,000	45,000	-	45,000	-
	<u>1,264,008</u>	<u>1,387,736</u>	<u>1,193,196</u>	<u>194,540</u>	<u>1,257,818</u>
<b>PUBLIC SAFETY</b>					
Police Department	3,965,449	4,395,822	4,225,766	170,056	4,293,475
Fire Department	381,918	381,918	446,636	(64,718)	335,414
DARE	36,000	36,000	82,237	(46,237)	42,057
Safety inspection	232,519	232,518	206,350	26,168	206,576
	<u>4,615,886</u>	<u>5,046,258</u>	<u>4,960,989</u>	<u>85,269</u>	<u>4,877,522</u>
<b>HEALTH</b>					
Registrar of Vital Statistics	9,600	9,600	9,400	200	9,600



**TRANSPORTATION**

Street administration	34,335	34,335	35,210	(875)	34,990
Street maintenance	1,082,544	1,082,544	978,196	104,348	1,148,687
Snow removal	115,500	115,500	148,652	(33,152)	103,304
Street lighting	205,000	205,000	203,820	1,180	213,421
Parking	73,500	73,500	31,870	41,630	46,694

	1,510,879	1,510,879	1,397,748	113,131	1,547,096
--	-----------	-----------	-----------	---------	-----------

**CULTURE AND RECREATION**

Parks and playgrounds	287,306	299,430	256,556	42,874	277,980
Youth recreation	84,266	84,266	74,359	9,907	76,185
Historian	4,281	4,281	4,866	(585)	5,595

	375,853	387,977	335,781	52,196	359,760
--	---------	---------	---------	--------	---------

**HOME AND COMMUNITY SERVICES**

Zoning Board	7,469	7,469	5,634	1,835	5,715
Planning Board	24,812	24,812	6,988	17,824	55,505
Refuse and garbage	1,219,121	1,253,921	1,235,195	18,726	1,119,819

	1,251,402	1,286,202	1,247,817	38,385	1,181,039
--	-----------	-----------	-----------	--------	-----------

**EMPLOYEE BENEFITS**

State retirement	325,800	325,800	432,707	(106,907)	284,334
Police and fire retirement	785,000	785,000	1,025,177	(240,177)	773,193
Social security	410,912	410,912	421,301	(10,389)	378,729
Workers' compensation benefits	320,000	320,000	316,888	3,112	402,947
Life insurance	37,500	37,500	47,329	(9,829)	46,085
Unemployment benefits	5,070	5,070	3,134	1,936	3,601
Hospital and medical insurance	1,607,840	1,607,840	1,531,027	76,813	1,461,940

	3,492,122	3,492,122	3,777,563	(285,441)	3,350,829
--	-----------	-----------	-----------	-----------	-----------

**DEBT SERVICE**

Interest					
Bond anticipation notes	33,459	33,459	31,285	2,174	26,858
Revenue anticipation notes	-	26,100	26,086	14	-

	33,459	59,559	57,371	2,188	26,858
--	--------	--------	--------	-------	--------

**TOTAL EXPENDITURES**

	12,553,209	13,180,333	12,979,865	200,468	12,610,522
--	------------	------------	------------	---------	------------

(Continued)

**Village of Suffern, New York**

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>2014 Actual</u>
<b>OTHER FINANCING USES</b>					
Transfers out					
Debt Service Fund	\$ 579,105	\$ 579,105	\$ 535,148	\$ 43,957	\$ 528,164
Capital Projects Fund	<u>451,900</u>	<u>436,900</u>	<u>386,893</u>	<u>50,007</u>	<u>414,175</u>
<b>TOTAL OTHER FINANCING USES</b>	<u>1,031,005</u>	<u>1,016,005</u>	<u>922,041</u>	<u>93,964</u>	<u>942,339</u>
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>	<u>\$ 13,584,214</u>	<u>\$ 14,196,338</u>	<u>\$ 13,901,906</u>	<u>\$ 294,432</u>	<u>\$ 13,552,861</u>

**Village of Suffern, New York**

Water Fund  
Comparative Balance Sheet  
May 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	<u>\$ 428,367</u>	<u>\$ 54,118</u>
Receivables		
Accounts	5,209	-
Water rents	<u>669,769</u>	<u>739,384</u>
	<u>674,978</u>	<u>739,384</u>
 Total Assets	 <u><u>\$ 1,103,345</u></u>	 <u><u>\$ 793,502</u></u>
 <b>LIABILITIES AND FUND DEFICIT</b>		
Liabilities		
Accounts payable	\$ 37,527	\$ 38,915
Accrued liabilities	8,861	7,483
Revenue anticipation notes payable	950,000	950,000
Due to other funds	414,059	211,206
Due to retirement systems	<u>169,113</u>	<u>19,347</u>
 Total Liabilities	 1,579,560	 1,226,951
 Fund deficit		
Unassigned	<u>(476,215)</u>	<u>(433,449)</u>
 Total Liabilities and Fund Deficit	 <u><u>\$ 1,103,345</u></u>	 <u><u>\$ 793,502</u></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,**

**2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Departmental income	\$ 1,834,062	\$ 1,834,062	\$ 1,692,083	\$ (141,979)
Use of money and property	800	800	22	(778)
Sale of property and compen- sation for loss	150	150	548	398
Miscellaneous	5,300	5,300	5,304	4
<b>Total Revenues</b>	<b>1,840,312</b>	<b>1,840,312</b>	<b>1,697,957</b>	<b>(142,355)</b>
<b>EXPENDITURES</b>				
Current				
Home and community services	1,380,870	1,393,508	1,171,873	221,635
Employee benefits	383,708	383,708	472,752	(89,044)
Debt service				
Interest	2,873	2,873	12,036	(9,163)
<b>Total Expenditures</b>	<b>1,767,451</b>	<b>1,780,089</b>	<b>1,656,661</b>	<b>123,428</b>
Excess of Revenues Over Expenditures	72,861	60,223	41,296	(18,927)
<b>OTHER FINANCING USES</b>				
Transfers out	(98,156)	(83,156)	(84,062)	(906)
<b>Net Change in Fund Balance</b>	<b>(25,295)</b>	<b>(22,933)</b>	<b>(42,766)</b>	<b>(19,833)</b>
<b>FUND BALANCE (DEFICIT)</b>				
Beginning of Year	25,295	22,933	(433,449)	(456,382)
End of Year	\$ -	\$ -	\$ (476,215)	\$ (476,215)

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,782,746 700	\$ 1,782,746 700	\$ 1,751,660 282	\$ (31,086) (418)
150	150	548	398
5,230	5,230	5,723	493
1,788,826	1,788,826	1,758,213	(30,613)
1,272,874	1,272,874	1,161,492	111,382
352,228	352,228	396,882	(44,654)
5,539	5,539	9,999	(4,460)
1,630,641	1,630,641	1,568,373	62,268
158,185	158,185	189,840	31,655
(168,507)	(168,507)	(159,507)	9,000
(10,322)	(10,322)	30,333	40,655
10,322	10,322	(463,782)	(474,104)
\$ -	\$ -	\$ (433,449)	\$ (433,449)

**Village of Suffern, New York**

Water Fund

Schedule of Revenues Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>DEPARTMENTAL INCOME</b>					
Metered water sales	\$ 1,808,062	\$ 1,808,062	\$ 1,678,266	\$ (129,796)	\$ 1,729,221
Water service charges	15,000	15,000	3,400	(11,600)	3,150
Interest and penalties on water rents	11,000	11,000	10,417	(583)	19,289
	<u>1,834,062</u>	<u>1,834,062</u>	<u>1,692,083</u>	<u>(141,979)</u>	<u>1,751,660</u>
<b>USE OF MONEY AND PROPERTY</b>					
Earnings on investments	<u>800</u>	<u>800</u>	<u>22</u>	<u>(778)</u>	<u>282</u>
<b>SALE OF PROPERTY AND COMPENSATION FOR LOSS</b>					
Minor sales	<u>150</u>	<u>150</u>	<u>548</u>	<u>398</u>	<u>548</u>
<b>MISCELLANEOUS</b>					
Other	<u>5,300</u>	<u>5,300</u>	<u>5,304</u>	<u>4</u>	<u>5,723</u>
<b>TOTAL REVENUES</b>	<u>\$ 1,840,312</u>	<u>\$ 1,840,312</u>	<u>\$ 1,697,957</u>	<u>\$ (142,355)</u>	<u>1,758,213</u>



**Village of Suffern, New York**

Water Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>HOME AND COMMUNITY SERVICES</b>					
Water administration	\$ 457,400	\$ 472,400	\$ 315,412	\$ 156,988	\$ 291,613
Source of supply, power and pumping	779,846	793,408	779,608	13,800	780,923
Transmission and distribution	143,624	127,700	76,853	50,847	88,956
	<u>1,380,870</u>	<u>1,393,508</u>	<u>1,171,873</u>	<u>221,635</u>	<u>1,161,492</u>
<b>EMPLOYEE BENEFITS</b>					
State retirement	112,766	112,766	148,021	(35,255)	94,766
Social security	43,825	43,825	41,390	2,435	42,342
Workers' compensation benefits	39,000	39,000	34,255	4,745	40,917
Hospital and medical insurance	186,017	186,017	247,338	(61,321)	217,140
Life insurance	2,100	2,100	1,748	352	1,717
	<u>383,708</u>	<u>383,708</u>	<u>472,752</u>	<u>(89,044)</u>	<u>396,882</u>
<b>DEBT SERVICE</b>					
Interest					
Bond anticipation notes	2,873	2,873	2,795	78	4,526
Revenue anticipation notes	-	-	9,241	(9,241)	5,473
	<u>2,873</u>	<u>2,873</u>	<u>12,036</u>	<u>(9,163)</u>	<u>9,999</u>
<b>TOTAL EXPENDITURES</b>	<u>1,767,451</u>	<u>1,780,089</u>	<u>1,656,661</u>	<u>123,428</u>	<u>1,568,373</u>
<b>OTHER FINANCING USES</b>					
Transfers out					
Debt Service Fund	37,731	37,731	38,630	(899)	36,282
Capital Projects Fund	60,425	45,425	45,432	(7)	123,225
<b>TOTAL OTHER FINANCING USES</b>	<u>98,156</u>	<u>83,156</u>	<u>84,062</u>	<u>(906)</u>	<u>159,507</u>
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>	<u>\$ 1,865,607</u>	<u>\$ 1,863,245</u>	<u>\$ 1,740,723</u>	<u>\$ 122,522</u>	<u>\$ 1,727,880</u>

(This page intentionally left blank)

**Village of Suffern, New York**

Sewer Fund  
Comparative Balance Sheet  
May 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	<u>\$ 99,003</u>	<u>\$ 8,137</u>
Receivables		
Accounts	11,192	3,500
Sewer rents	<u>641,934</u>	<u>659,867</u>
	<u>653,126</u>	<u>663,367</u>
Total Assets	<u><u>\$ 752,129</u></u>	<u><u>\$ 671,504</u></u>
<b>LIABILITIES AND FUND DEFICIT</b>		
Liabilities		
Accounts payable	\$ 44,365	\$ 56,969
Accrued liabilities	6,736	6,784
Revenue anticipation notes payable	945,000	600,000
Due to other funds	993,029	1,070,904
Due to retirement systems	<u>145,287</u>	<u>16,621</u>
Total Liabilities	2,134,417	1,751,278
Fund deficit		
Unassigned	<u>(1,382,288)</u>	<u>(1,079,774)</u>
Total Liabilities and Fund Deficit	<u><u>\$ 752,129</u></u>	<u><u>\$ 671,504</u></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,

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Departmental income				
Sewer fees	\$ 1,656,822	\$ 1,656,822	\$ 1,431,422	\$ (225,400)
Penalties	8,000	8,000	-	(8,000)
	1,664,822	1,664,822	1,431,422	(233,400)
Use of money and property	200	200	41	(159)
Miscellaneous	7,156	7,156	18,621	11,465
Total Revenues	1,672,178	1,672,178	1,450,084	(222,094)
<b>EXPENDITURES</b>				
Current				
Home and community services	1,159,794	1,159,795	990,738	169,057
Employee benefits	266,512	266,512	349,666	(83,154)
Debt service				
Interest	13,931	13,931	14,827	(896)
Total Expenditures	1,440,237	1,440,238	1,355,231	85,007
Excess of Revenues Over Expenditures	231,941	231,940	94,853	(137,087)
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond issued	162,500	162,500	-	(162,500)
Transfers out	(406,461)	(406,460)	(397,367)	9,093
Total Other Financing Uses	(243,961)	(243,960)	(397,367)	(153,407)
Net Change in Fund Balance	(12,020)	(12,020)	(302,514)	(290,494)
<b>FUND BALANCE (DEFICIT)</b>				
Beginning of Year	12,020	12,020	(1,079,774)	(1,091,794)
End of Year	\$ -	\$ -	\$ (1,382,288)	\$ (1,382,288)

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 1,652,077	\$ 1,652,077	\$ 1,530,585	\$ (121,492)
1,000	1,000	159	(841)
1,653,077	1,653,077	1,530,744	(122,333)
400	400	58	(342)
7,054	7,054	6,814	(240)
1,660,531	1,660,531	1,537,616	(122,915)
1,032,412	1,032,412	1,042,519	(10,107)
258,051	258,051	264,992	(6,941)
7,654	7,654	12,117	(4,463)
1,298,117	1,298,117	1,319,628	(21,511)
362,414	362,414	217,988	(144,426)
(366,290)	(366,290)	(394,548)	(28,258)
(366,290)	(366,290)	(394,548)	(28,258)
(3,876)	(3,876)	(176,560)	(172,684)
3,876	3,876	(903,214)	(907,090)
\$ -	\$ -	\$ (1,079,774)	\$ (1,079,774)

**Village of Suffern, New York**

**Sewer Fund**

**Schedule of Expenditures and Other Financing Uses Compared to Budget**

**Year Ended May 31, 2015**

**(With Comparative Actuals for 2014)**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
<b>HOME AND COMMUNITY SERVICES</b>					
Sewage treatment and disposal	\$ 1,159,794	\$ 1,159,795	\$ 990,738	\$ 169,057	\$ 1,042,519
<b>EMPLOYEE BENEFITS</b>					
State retirement	96,878	96,878	128,666	(31,788)	79,738
Social security	24,746	24,746	23,310	1,436	23,186
Workers' compensation benefits	21,500	21,500	34,157	(12,657)	22,167
Hospital and medical insurance	121,388	121,388	162,314	(40,926)	138,525
Life insurance	2,000	2,000	1,219	781	1,376
	<u>266,512</u>	<u>266,512</u>	<u>349,666</u>	<u>(83,154)</u>	<u>264,992</u>
<b>DEBT SERVICE</b>					
Interest					
Bond anticipation notes	13,931	13,931	8,789	5,142	7,739
Revenue anticipation notes	-	-	6,038	(6,038)	4,378
	<u>13,931</u>	<u>13,931</u>	<u>14,827</u>	<u>(896)</u>	<u>12,117</u>
<b>TOTAL EXPENDITURES</b>	<u>1,440,237</u>	<u>1,440,238</u>	<u>1,355,231</u>	<u>85,007</u>	<u>1,319,628</u>
<b>OTHER FINANCING USES</b>					
Transfers out					
Debt Service Fund	243,961	243,960	234,867	9,093	232,048
Capital Projects Fund	162,500	162,500	162,500	-	162,500
<b>TOTAL OTHER FINANCING USES</b>	<u>406,461</u>	<u>406,460</u>	<u>397,367</u>	<u>9,093</u>	<u>394,548</u>
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>	<u>\$ 1,846,698</u>	<u>\$ 1,846,698</u>	<u>\$ 1,752,598</u>	<u>\$ 94,100</u>	<u>\$ 1,714,176</u>



**Village of Suffern, New York**

Capital Projects Fund  
Comparative Balance Sheet  
May 31,

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ 241,801	\$ 125,361
Receivables		
State and Federal aid	-	129,058
Due from other funds	185,975	1,700,937
	<u>185,975</u>	<u>1,829,995</u>
Total Assets	<u>\$ 427,776</u>	<u>\$ 1,955,356</u>
<b>LIABILITIES AND FUND DEFICIT</b>		
Liabilities		
Accounts payable	\$ 61,775	\$ 446,526
Due to other funds	519,962	-
Retainage payable	39,595	-
Revenue anticipation notes payable	-	1,350,000
Bond anticipation notes payable	2,508,854	1,907,679
Total Liabilities	3,130,186	3,704,205
Fund deficit		
Unassigned	<u>(2,702,410)</u>	<u>(1,748,849)</u>
Total Liabilities and Fund Deficit	<u>\$ 427,776</u>	<u>\$ 1,955,356</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,**

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
State aid	\$ 30,591	\$ 129,058
Federal aid	26,535	1,029,124
Miscellaneous	<u>17,478</u>	<u>1,027</u>
Total Revenues	74,604	1,159,209
<b>EXPENDITURES</b>		
Capital outlay	<u>1,622,990</u>	<u>3,184,986</u>
Deficiency of Revenues Over Expenditures	(1,548,386)	(2,025,777)
<b>OTHER FINANCING SOURCES</b>		
Transfers in	<u>594,825</u>	<u>699,900</u>
Net Change in Fund Balance	(953,561)	(1,325,877)
<b>FUND DEFICIT</b>		
Beginning of Year	<u>(1,748,849)</u>	<u>(422,972)</u>
End of Year	<u>\$ (2,702,410)</u>	<u>\$ (1,748,849)</u>

**Village of Suffern, New York**

Capital Projects Fund

Project-Length Schedule

Inception Of Project Through May 31, 2015

Project	Authorization	Expenditures and Transfers	Unexpended Balance
Downtown Revitalization	\$ 1,139,939	\$ 1,139,939	\$ -
2005 Building Improvements	119,450	160,428	(40,978)
Water Supply Improvements	135,000	181,260	(46,260)
2006 Infra Red Heating System	35,000	19,713	15,287
Pavilion Pump Station	157,617	231,937	(74,320)
Flat Roof for Hook and Ladder	40,000	38,584	1,416
Centrifuge Scroll Assembly	60,000	53,963	6,037
Sewer Line Flusher	220,000	219,799	201
Land Purchase	375,000	361,719	13,281
Road Improvements	220,000	195,558	24,442
Fire Department Cabinets	20,000	14,496	5,504
Road Improvements Contractual	3,145,119	3,003,914	141,205
Meter Reading System Upgrade	280,000	274,290	5,710
Leaf Vacuum	45,000	30,238	14,762
Ramapo Avenue Curb Repaving	145,000	68,158	76,842
Building Repairs Operational Center - 2009	367,400	388,530	(21,130)
Fire Equipment	35,300	34,852	448
Generator Street Department	10,080	-	10,080
Police Car	30,000	29,337	663
Water Fund Equipment	23,700	21,254	2,446
Crosswalks	129,687	138,564	(8,877)
Equipment Street Sweeper	148,000	148,000	-
Water Tower Painting	104,700	110,700	(6,000)
Fire Department Equipment	40,350	39,152	1,198
Waste Water Plant Upgrades	-	29,257	(29,257)
Fire Truck Pumper	630,000	615,448	14,552
Street Lighting	50,360	89,492	(39,132)
Fire Department Equipment	133,300	134,541	(1,241)
Sewer Plant Improvements	2,500,000	2,427,578	72,422
Hook and Ladder Fire Truck	950,000	957,544	(7,544)
Digester Cover	487,500	487,401	99
Façade Improvement Program	252,489	360,105	(107,616)
Fire Equipment	83,816	88,950	(5,134)
Police Car	33,909	31,683	2,226
Snow Removal Equipment	11,008	11,000	8
Public Works Truck	100,071	114,999	(14,928)
Road Improvements	250,179	395,118	(144,939)
Equipment Utility Truck	25,017	24,421	596
Fire Equipment	67,480	68,015	(535)
Automobile	30,000	28,830	1,170
Street Garage Roof	110,000	102,528	7,472
Roll-off Truck	95,000	95,000	-
Roadway Improvements	95,000	89,413	5,587
VFD Well No. 4	12,000	10,929	1,071
Well No. 1 Pump Modification	50,000	52,074	(2,074)
Police Car Digital Cameras	41,120	40,661	259
Lonergan Avenue Project	1,350,000	1,059,685	290,315
Fire Equipment - 2014	73,229	70,809	2,420
Roof Hose Company - 2014	60,000	68,062	(8,062)
Sewer Study - 2014	50,000	49,963	37
Police Vehicles - 2014	37,000	38,116	(1,116)
Road Improvements - 2014	279,000	276,979	2,021
Lafayette Theatre Drainage - 2014	10,000	2,900	7,100
Dona Hallett Park - 2014	25,607	24,370	1,237
Fire Equipment - 2015	81,000	63,245	17,755
Water Well No. 3 Refurbish - 2015	15,000	-	15,000
Sewer System Improvements - 2015	1,100,000	951,887	148,113
Old Projects	-	6,484	(6,484)
Totals	\$ 16,115,427	\$ 15,772,072	\$ 343,355

Total Revenues	Fund Balance (Deficit) at May 31, 2015	Bond Anticipation Notes Outstanding at May 31, 2015
1,124,938	\$ (15,001)	\$ -
119,450	(40,978)	-
135,000	(46,260)	-
30,763	11,050	-
157,617	(74,320)	-
40,000	1,416	-
50,410	(3,553)	-
218,585	(1,214)	-
375,000	13,281	-
220,000	24,442	-
20,000	5,504	-
3,145,119	141,205	-
280,000	5,710	-
265	(29,973)	-
145,000	76,842	-
367,400	(21,130)	-
35,200	348	-
10,080	10,080	-
29,992	655	-
5,800	(15,454)	-
68,953	(69,611)	-
100,000	(48,000)	-
81,025	(29,675)	23,675
-	(39,152)	-
-	(29,257)	-
629,500	14,052	-
50,360	(39,132)	-
133,300	(1,241)	-
2,500,000	72,422	-
950,000	(7,544)	-
325,000	(162,401)	162,500
252,489	(107,616)	-
41,901	(47,049)	41,915
16,989	(14,694)	16,920
5,503	(5,497)	5,505
50,028	(64,971)	50,043
125,072	(270,046)	125,107
12,507	(11,914)	12,510
16,870	(51,145)	50,610
7,500	(21,330)	22,500
27,500	(75,028)	82,500
23,750	(71,250)	71,250
23,750	(65,663)	71,250
3,000	(7,929)	9,000
12,500	(39,574)	37,500
10,280	(30,581)	30,840
1,055,659	(4,026)	-
-	(70,809)	73,229
-	(68,062)	60,000
-	(49,963)	50,000
-	(38,116)	37,000
-	(276,979)	279,000
10,000	7,100	-
25,607	1,237	-
-	(63,245)	81,000
-	-	15,000
-	(951,887)	1,100,000
-	(6,484)	-
<u>13,069,662</u>	<u>\$ (2,702,410)</u>	<u>\$ 2,508,854</u>

**Village of Suffern, New York**

## Balance Sheet

Non-Major Governmental Funds

May 31, 2015

(With Comparative Totals for 2014)

	Debt Service Fund	Total 2014
<b>ASSETS</b>		
Cash and equivalents	\$ 15,062	\$ 8,540
Due from other funds	-	5,944
Total Assets	<u>\$ 15,062</u>	<u>\$ 14,484</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities		
Due to other funds	\$ 13,999	\$ 7,340
<b>FUND BALANCES</b>		
Restricted	<u>1,063</u>	<u>7,144</u>
Total Liabilities and Fund Balances	<u>\$ 15,062</u>	<u>\$ 14,484</u>



**Village of Suffern, New York**

Combining Statement of Revenues, Expenditures and Changes  
in Fund Balances  
Non-Major Governmental Funds  
Year Ended May 31, 2015  
(With Comparative Totals for 2014)

	Special Purpose Fund	Debt Service Fund	Totals	
			2015	2014
<b>REVENUES</b>				
Use of money and property	\$ -	\$ 5	\$ 5	787
<b>EXPENDITURES</b>				
Current				
Culture and recreation	-	-	-	43,187
Debt service				
Principal	-	600,000	600,000	575,000
Interest	-	208,645	208,645	229,495
Total Expenditures	-	808,645	808,645	847,682
Deficiency of Revenues Over Expenditures	-	(808,640)	(808,640)	(846,895)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	808,645	808,645	796,494
Transfers out	(6,086)	-	(6,086)	-
Total Other Financing Sources (Uses)	(6,086)	808,645	802,559	796,494
Net Change in Fund Balances	(6,086)	5	(6,081)	(50,401)
<b>FUND BALANCES</b>				
Beginning of Year	6,086	1,058	7,144	57,545
End of Year	\$ -	\$ 1,063	\$ 1,063	\$ 7,144

**Village of Suffern, New York**

Special Purpose Fund  
Comparative Balance Sheet  
May 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	\$ -	\$ 142
Due from other funds	-	5,944
	<u>-</u>	<u>5,944</u>
Total Assets	<u>\$ -</u>	<u>\$ 6,086</u>
<b>FUND BALANCE</b>		
Restricted	<u>\$ -</u>	<u>\$ 6,086</u>

**Village of Suffern, New York**

Special Purpose Fund

Comparative Statement of Revenues, Expenditures and Changes

in Fund Balance

Years Ended May 31,

	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>		
Use of money and property	\$ -	\$ 112
<b>EXPENDITURES</b>		
Current		
Culture and recreation	<u>-</u>	<u>43,187</u>
Deficiency of Expenditures Over Revenues	-	(43,075)
<b>OTHER FINANCING USES</b>		
Transfers out	<u>(6,086)</u>	<u>-</u>
Net Change in Fund Balance	(6,086)	(43,075)
<b>FUND BALANCE</b>		
Beginning of Year	<u>6,086</u>	<u>49,161</u>
End of Year	<u>\$ -</u>	<u>\$ 6,086</u>

(This page intentionally left blank)

**Village of Suffern, New York**

Debt Service Fund  
Comparative Balance Sheet  
May 31,

---

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and equivalents	<u>\$ 15,062</u>	<u>\$ 8,398</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Due to other funds	\$ 13,999	\$ 7,340
<b>FUND BALANCE</b>		
Restricted	<u>1,063</u>	<u>1,058</u>
Total Liabilities and Fund Balance	<u>\$ 15,062</u>	<u>\$ 8,398</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,

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Use of money and property	\$ -	\$ -	\$ 5	\$ 5
<b>EXPENDITURES</b>				
Serial bonds				
Principal	600,000	600,000	600,000	-
Interest	260,796	260,796	208,645	52,151
Total Expenditures	860,796	860,796	808,645	52,151
Deficiency of Revenues Over Expenditures	(860,796)	(860,796)	(808,640)	52,156
<b>OTHER FINANCING SOURCES</b>				
Transfers in	860,796	860,796	808,645	(52,151)
Net Change in Fund Balance	-	-	5	5
<b>FUND BALANCE</b>				
Beginning of Year	-	-	1,058	1,058
End of Year	\$ -	\$ -	\$ 1,063	\$ 1,063



2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 675	\$ 675
575,000	575,000	575,000	-
229,495	229,495	229,495	-
804,495	804,495	804,495	-
(804,495)	(804,495)	(803,820)	675
804,495	804,495	796,494	(8,001)
-	-	(7,326)	(7,326)
-	-	8,384	8,384
\$ -	\$ -	\$ 1,058	\$ 1,058