



VILLAGE OF SUFFERN, NEW YORK
AUDITED ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED MAY 31, 2021

**Village of Suffern, New York
Audited Financial Report
Fiscal Year Ended May 31, 2021**

**Prepared by
Office of the Village Treasurer
January 7, 2021**

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INTRODUCTORY SECTION



January 7, 2022

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

In accordance with Securities and Exchange Commission (SEC) Rule 15c2-12 ("continuing disclosure rule"), submitted herewith is the audited financial report for the Village of Suffern, New York (Village) for the fiscal year ended May 31, 2021.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Berard & Associates, CPA's P.C., a firm of licensed certified public accountants, has issued an unmodified opinion on the Village's financial statements for the fiscal year ended May 31, 2021. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements and should be read in conjunction with this letter of transmittal.

The Village is compliant with the provisions of all Governmental Accounting Standards Board (GASB) statements through GASB Statement No. 95. *Postponement of the Effective Dates of Certain Authoritative Guidance*.

PROFILE OF THE GOVERNMENT

The Village was incorporated in 1896 and is situated within the borders of the Town of Ramapo (Town), in the southwest portion of Rockland County (County) in the State of New York (State), about 30 miles north of New York City. It is comprised of about 2.09 square miles and is bounded by the New York State Villages of Hillburn, Airmont and Montebello, and the Township of Mahwah in the State of New Jersey.

The Village is essentially suburban residential in character and is comprised mostly of single and multi-family homes, and several apartment and condominium complexes. The Village also has some moderate commercial development. Avon Products Corporation (a cosmetics research and development facility) and Good Samaritan Hospital are the major employers located in the Village.

The Village was established as a municipal government by the State and is vested with such powers and responsibilities inherent in the operation of municipal government, including the adoption of

rules and regulations to govern its affairs. In addition, the Village may tax real property situated in its boundaries and issue debt subject to the provisions of the State's Local Finance Law.

The Suffern Central School District (School District) is the one independent school district operating in the Village that possesses powers with respect to taxation and debt issuance. Village residents also pay real property taxes to the Town and County to support programs administered by those governmental entities.

Government operations of the Village are subject to the provisions of the State Constitution and various State laws, including the Village Law, the General Municipal Law, and the Local Finance Law. Real property assessment, collection and enforcement procedures are governed by the State Real Property Tax Law.

The Village Board of Trustees (Board) is the legislative, appropriating, governing and policy determining body of the Village and consists of a Mayor and four trustees, all of whom are elected at large to serve two-year terms. The number of terms that may be served is not limited. It is the responsibility of the Board to enact, by resolution, all legislation including ordinances and local laws. Annual operating budgets and all indebtedness for the Village must be authorized by the Board. Certain authority regarding the issuance of debt is generally delegated by the Board to the Village Treasurer as chief fiscal officer. The executive responsibility for the Village is vested in the Mayor, who is a full member of and presiding officer of the Board. Subject to Board approval, the Mayor appoints the Village Clerk, Village Treasurer and Village Attorney.

The Village provides its residents with police and fire protection; public works services that include street and sidewalk maintenance, public parking, refuse and recycling, municipal water and wastewater systems; cultural and recreational activities; building code enforcement; planning and zoning administration, and general government services such as birth and death certificates and business licenses and permits. Ambulance/EMS and additional recreational services are provided by the Town; the County provides a variety of social services, and public educational services K-12 are provided by the School District.

The Village employs approximately 62 full-time employees and 41 part-time employees. Most employees, other than officers and administrative employees, are represented by the Civil Service Employees' Association (CSEA). Police officers are represented by the Suffern Policemen's Benevolent Association (PBA) and police dispatchers and records clerks are represented by Teamsters Local 445 (Teamsters).

ASSESSING ECONOMIC CONDITION

Local Economy

The Village serves as a major commuter hub due to its proximity and accessibility to New York City. Access to New York City and the tri-state area is readily available by car, train, or bus. Major interstate highways such as I-287, I-95 and I-87, and several state and local parkways and highways go through, or are a short drive from, the Village center. The Village is close to three major international airports – LaGuardia (34 miles), Newark-Liberty (39 miles) and John F. Kennedy (45 miles), and four local airports – Teterboro (20 miles), Westchester County (30 miles), Morristown Municipal (36 miles) and Stewart International (39 miles).

According to the U.S. Census Bureau, the Village has a diverse population of 11,441 (April 1, 2020; V2021) comprised of individuals who identify themselves as White (64.7%); Hispanic or Latino (19.9%); Asian (6.4%), Black/African American (6.4%) and other (2.6%). As presented in the table below, the Village compares quite favorably with the Town, County, State, and nation in several demographic and economic indicators.

Economic Indicator	Village of Suffern	Town of Ramapo	County of Rockland	State of New York	United States
Per Capita Income	\$42,709	\$27,420	\$39,286	\$39,326	\$34,103
Median Household Income	\$81,845	\$69,655	\$93,024	\$68,486	\$62,843
Owner-Occupied Housing	71.5%	55.4%	68.3%	53.9%	64.0%
Median Value Owner-Occupied Housing	\$310,900	\$448,800	\$443,400	\$313,700	\$217,500
High School Degree or Higher	90.9%	83.2%	88.2%	86.8%	88.0%
Bachelor's Degree or Higher	43.0%	32.1%	41.1%	36.6%	32.1%

The U.S. Census Bureau 2018 Survey of Business Owners reports that 332 firms located in the Village provide employment for over 6,000 employees with annual payrolls totaling over \$261 million.

Per the U.S. Department of Labor Statistics, the Consumer Price Index – All Urban Consumers, All Items for New York–Newark-Jersey City, NY-NJ-PA (not seasonally adjusted) rose 3.2% (282.092 to 290.991) from May 2020 to May 2021, which is lower than the 5% increase (256.394 to 269.195) for the U.S. City average.

The smallest unit of government for which unemployment rates are available from the U.S. Bureau of Labor Statistics is cities or towns above 25,000 population. The Town compares favorably to the County, State, and national levels:

Area	Unemployment Rate*		
	May 2021	May 2020	Change
Town of Ramapo	4.0%	11.3%	(7.3%)
County of Rockland	4.4%	12.3%	(7.9%)
State of New York	7.0%	15.7%	(8.7%)
United States	5.5%	13.0%	(7.5%)

* Not seasonally adjusted

Commerce within the Village itself consists of small shops, stores, restaurants, a bank, and professional offices. Good Samaritan Hospital is located within the Village borders and there are several health care facilities and medical providers in Rockland County and neighboring Bergen County, New Jersey. Four colleges are located within Rockland County, including the State University of New York Rockland Community College, Dominican College, and St. Thomas Aquinas College. Several other colleges and universities are a short drive to Westchester County, New York City, and Bergen County.

A listing of major capital improvements that support the community can be found in the Capital Projects Fund Project-Length Schedule presented in the Financial Section of this report. The Village's economic base is further strengthened by high quality transportation systems and an easy commute to New York City, Westchester County, Orange County and Bergen County.

LONG-TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

In addition to its economic development, the Village has invested in its public infrastructure to make the Village a vibrant, attractive, and active community both day and night. The Village identifies and quantifies the operational costs associated with its capital projects and budgets the necessary resources. Funding for these projects includes currently available funds, tax-supported debt; self-liquidating (user fee based) debt and grants.

FINANCIAL POLICIES

The Village operates under a host of comprehensive financial policies that are reviewed, amended as necessary and adopted by the Board of Trustees at least annually. Included in these policies is an investment policy that complies with Sections 10 and 11 of New York State General Municipal Law, and a procurement policy that complies with Section 104-b of New York State General Municipal Law.

The Village purchases insurance for general liability, automobile, cybersecurity, Workers Compensation, and other risks. The Village continuously assesses its risks and annually reviews and determines in conjunction with its insurance brokers the appropriate levels of insurance.

The Village continuously monitors its budget and prepares quarterly trial balance and budgetary reports that are submitted to the Board of Trustees and the Office of the State Comptroller. As a result, the Village can plan for all of its projects and purchases in accordance with available financial resources.

ACKNOWLEDGMENTS

The preparation of this report would not have been possible without the dedicated services of Maria Duffy, Deputy Treasurer and the assistance of all Village departments concerning information specific to their operations. Our gratitude is extended to our Mayor and Board of Trustees, who continuously strive to enhance the quality of life for our citizens. The input from our independent auditor was invaluable and we commend them on their professional completion of our audit. Most importantly, our heartfelt thanks go to our citizens and residents, for giving us the opportunity to serve our fine Village.

Respectfully submitted,
VILLAGE OF SUFFERN
/s/ Michael A. Genito
Michael A. Genito
Village Treasurer

MAG/pc

**VILLAGE OF SUFFERN, NEW YORK
VILLAGE OFFICIALS
MAY 31, 2021**

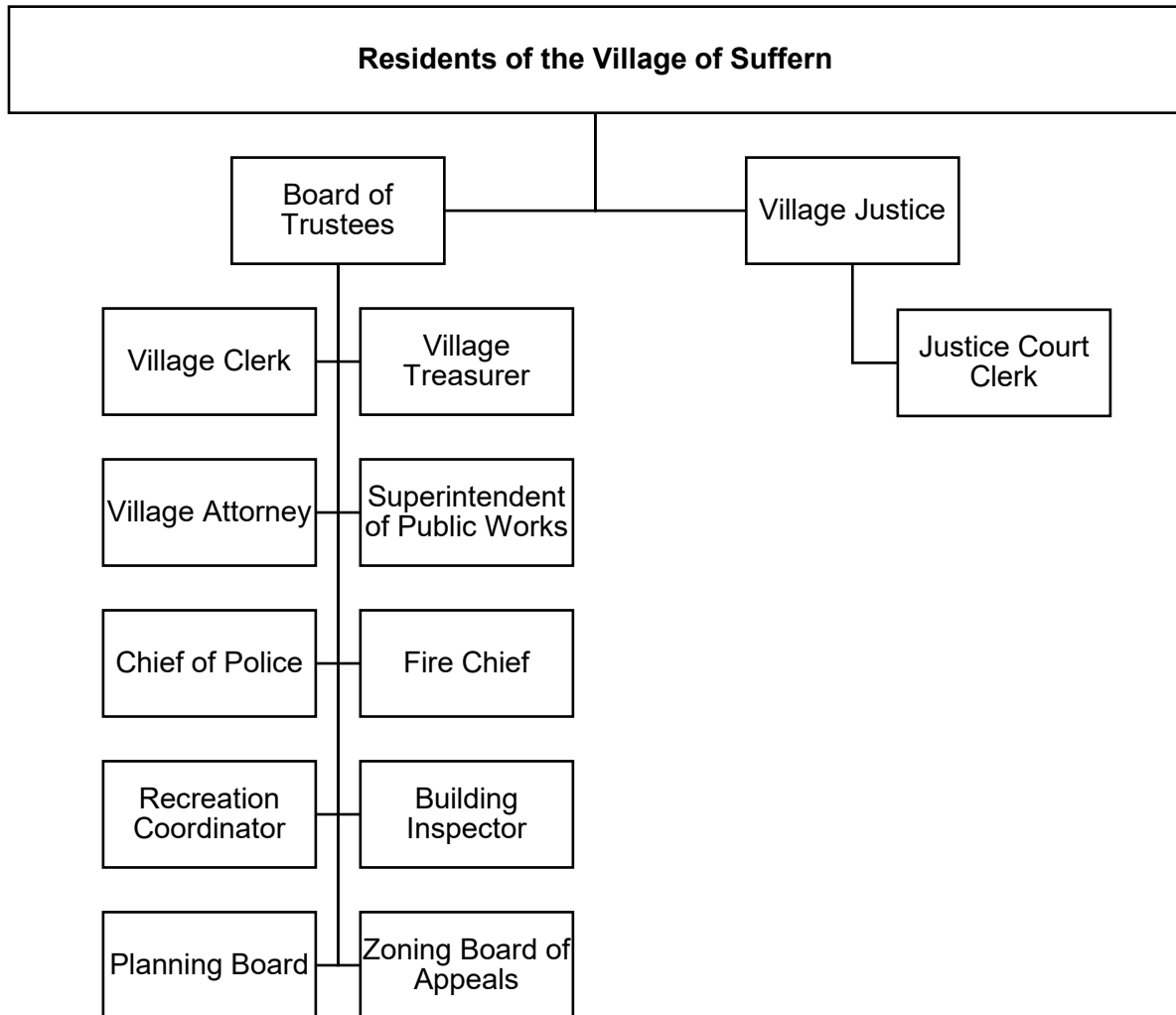
Elected Officials

Edward Markunas, Mayor
Charles Barone, Deputy Mayor
Steve Alpert, Trustee
Jo Meegan-Corrigan, Trustee
Fred Sauberman, Trustee

Appointed Officials

Amy Paffenroth, Village Clerk
Michael A. Genito, Village Treasurer
Robert Magrino, Village Attorney
Charles Sawicki, Superintendent of Public Works
Andrew Loughlin, Chief of Police
Cathy Mills, Recreation Coordinator
Steve Conlee, Building Inspector
Stephanie Furgang-Adwar, Associate Village Justice
Stephen Mulvaney, Justice Court Clerk

**VILLAGE OF SUFFERN, NEW YORK
ORGANIZATIONAL CHART**



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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Village Board
Village of Suffern
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, as of and for the year ended May 31, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the accompanying table of contents.

Management's Responsibility for the Financial Statement

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.

Auditor's 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 auditor's 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 entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of

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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 government activities, each major fund, and the aggregate remaining fund information of the Village of Suffern as of May 31, 2021, and the respective changes in financial position, and the respective budgetary information 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 require that management's discussion, the budgetary comparison information, 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Suffern's basic financial statements.

The introductory section, combining, and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor 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 combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Introductory Section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 7, 2022, on our consideration of the Village of Suffern's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Village of Suffern's internal control over financial reporting and compliance.

A handwritten signature in dark ink that reads "Berard & Associates CPAs P.C." followed by a stylized flourish.

Berard & Associates CPAs, P.C.
Suffern, New York
January 7, 2022



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the Village of Suffern as of and for the year ended May 31, 2021, and the related notes to the financial statements, which collectively comprise the Village of Suffern's basic financial statements, and have issued our report thereon dated January 7, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village of Suffern's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances to expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Suffern's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Suffern's internal control.

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Suffern's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of the report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in dark ink that reads "Berard & Associates CPAs PC". The signature is written in a cursive, flowing style.

Berard & Associates, CPAs, P.C.
Suffern, New York
January 7, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

VILLAGE OF SUFFERN, NEW YORK
Management's Discussion and Analysis (MD&A)
May 31, 2021

Introduction

This management's discussion and analysis ("MD&A") of the Village of Suffern, New York ("Village") financial statements provides an overview of the financial activities of the Village for the fiscal year ended May 31, 2021 ("fiscal year 2021" and "current fiscal year"). Please read it in conjunction with the basic financial statements and the accompanying notes to those statements that follow this MD&A.

Executive Overview

On the government-wide financial statements, the liabilities and deferred inflows of resources of the Village exceeded its assets and deferred outflows of resources at the close of fiscal year 2021 by \$39.6 million. Of this amount, the unrestricted net position is a deficit of \$61 million. This deficit is primarily the result of other post-employment benefits ("OPEB") obligations of \$53.4 million.

As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$10 million, an increase of \$3.3 million over fiscal year 2020. Exclusive of the Capital Projects Fund, the combined ending fund balances were \$10.7 million.

At the end of the current fiscal year, the General Fund reported an ending fund balance of \$9.2 million, which represents an increase of \$1.8 million over fiscal year 2020.

During the current fiscal year, the Village retired \$865,000 and issued \$630,501 of general obligation debt. The Village's outstanding general obligation bonds payable at May 31, 2021 totaled \$6.7 million.

Overview of the Financial Statements

The Village's financial statements are composed of this MD&A and the basic financial statements. The MD&A serves as an introduction to the basic financial statements and 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 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 and economic resources measurement focus. 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 assets and deferred outflows, and liabilities and deferred inflows, 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,

VILLAGE OF SUFFERN, NEW YORK
Management's Discussion and Analysis (MD&A)
May 31, 2021

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 MD&A.

Fund Financial Statements

A fund is an accounting entity with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenues, and expenditures. Government resources are allocated to and accounted for in an individual fund based upon the purpose for which they are to be spent and how 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 the funds of the Village are governmental funds.

Governmental Funds

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 Capital Projects Fund. The Debt Service Fund is a non-major governmental fund. 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.

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 immediately following the fund financial statements.

VILLAGE OF SUFFERN, NEW YORK
Management's Discussion and Analysis (MD&A)
May 31, 2021

Other Information

Additional schedules and information can be found immediately following the notes to the financial statements. These include required supplementary information ("RSI") and comparative governmental fund financial statements (other supplementary information, or "OSI").

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the Village's financial position. The following table reflects the condensed Statement of Net Position for fiscal years ended May 31, 2021 and 2020.

Statement of Net Position		
	May 31,	
	2021	2020
Current Assets	\$ 13,412,811	\$ 9,802,707
Capital Assets, net	15,988,185	16,209,618
Total Assets	<u>29,400,996</u>	<u>26,012,325</u>
Deferred Outflows of Resources	<u>12,043,134</u>	<u>11,133,219</u>
Current Liabilities	3,444,747	3,137,032
Long-Term Liabilities	<u>67,764,190</u>	<u>75,583,830</u>
Total Liabilities	<u>71,208,937</u>	<u>78,720,862</u>
Deferred Inflows of Resources	<u>9,794,643</u>	<u>435,281</u>
Net Investment in Capital Assets	19,553,185	12,189,618
Restricted	1,932,866	1,693,258
Unrestricted	<u>(61,045,501)</u>	<u>(55,893,475)</u>
Total Net Position	<u>\$ (39,559,450)</u>	<u>\$ (42,010,599)</u>

The largest component of the Village's net position is its \$19.6 million net investment in capital assets, which reflects its investment in capital assets, less any related accumulated depreciation and 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 \$1.9 million represents resources that are subject to external restrictions on their use. Of this amount, \$1.85 million represents resources held to finance the Village's Local Service Award Program ("LOSAP") for its volunteer firefighters, and the remaining restrictions are for law enforcement purposes.

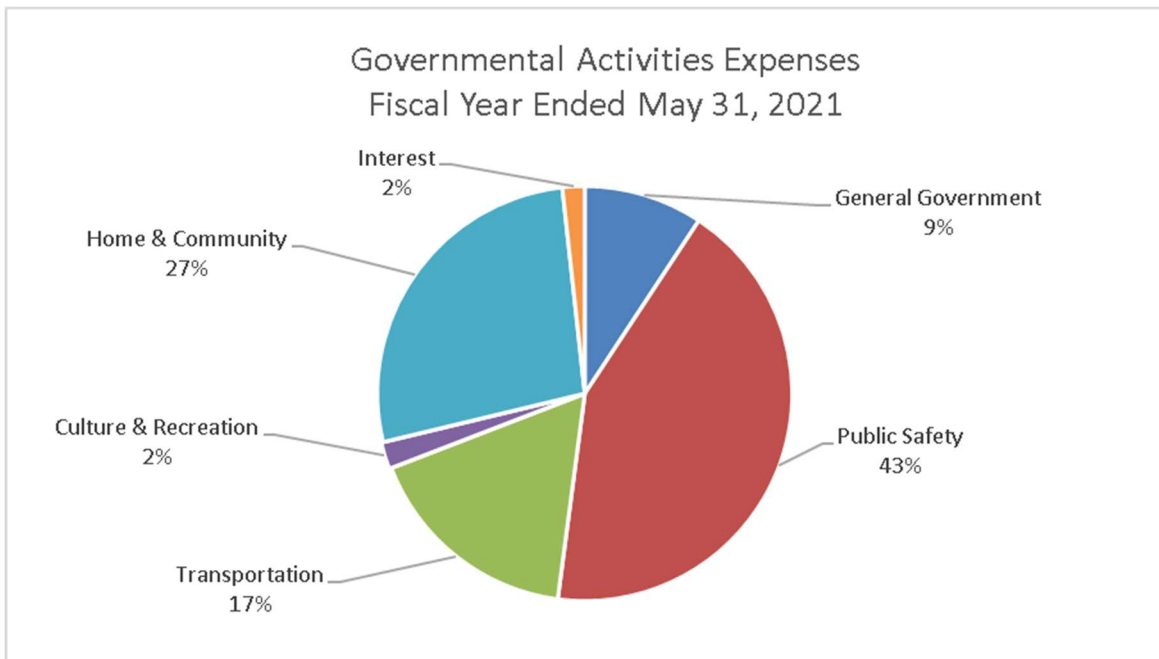
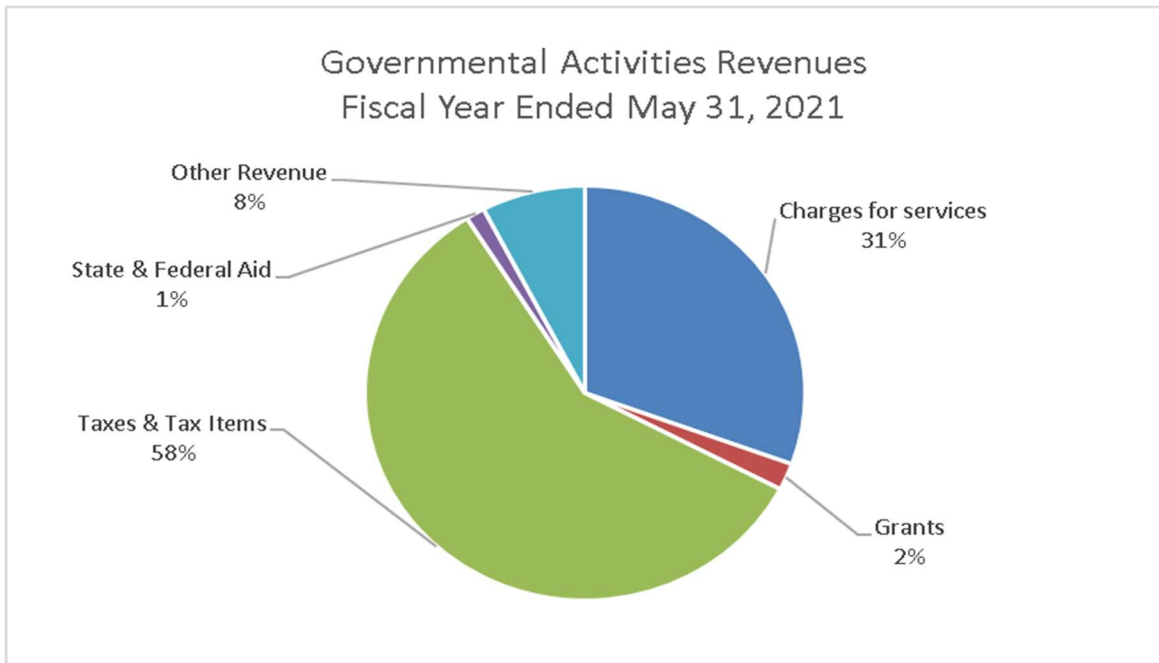
VILLAGE OF SUFFERN, NEW YORK
Management's Discussion and Analysis (MD&A)
May 31, 2021

Changes in Net Position

	May 31,	
	<u>2021</u>	<u>2020</u>
Revenues		
Program Revenues		
Charges for services	\$ 6,593,216	\$ 5,886,291
Operating grants	86,547	209,961
Capital Grants	346,525	-
General Revenues		
Real property taxes	11,903,490	11,542,646
Other tax items	273,244	267,176
Non-property taxes	399,234	402,454
Unrestricted use of money and property	391,726	269,225
Sale of property and compensation for loss	24,439	22,817
Sales tax distribution from County	664,531	558,641
Unrestricted State aid	300,493	828,041
Miscellaneous	563,016	1,036,555
Total Revenues	<u>21,546,461</u>	<u>21,023,807</u>
Expenses		
Program Expenses		
General Government	1,822,748	5,085,741
Public Safety	8,410,388	14,898,063
Health	(551,836)	9,600
Transportation	3,353,106	6,692,273
Culture and Recreation	411,587	1,390,634
Home and Community Services	5,308,608	6,185,151
Interest	340,711	615,878
Total Expenses	<u>19,095,312</u>	<u>34,877,340</u>
Change in Net Position	2,451,149	(13,853,533)
Net Position - Beginning	<u>(42,010,599)</u>	<u>(28,157,066)</u>
Net Position - Ending	<u><u>\$ (39,559,450)</u></u>	<u><u>\$ (42,010,599)</u></u>

Governmental activities increased the Village's net position by \$2.5 million. For the fiscal year ended May 31, 2021, revenues from governmental activities totaled \$21.6 million. Tax revenues of \$12.6 million comprised of real property taxes, other tax items and non-property taxes represented the largest revenue source at 58%. The largest components of governmental activities' expenses are public safety (44%), and home and community services (28%).

VILLAGE OF SUFFERN, NEW YORK
Management's Discussion and Analysis (MD&A)
May 31, 2021



Financial Analysis of the Governmental Funds

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related requirements. The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such

VILLAGE OF SUFFERN, NEW YORK
Management's Discussion and Analysis (MD&A)
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information is useful in assessing the Village's financing requirements. 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 unrestricted fund balances of \$5,663,889 comprised of the General Fund (\$4,866,746); Water Fund (\$1,520,843); Sewer Fund (\$29,396) and the Capital Projects Fund (\$753,096 deficit).

Capital Assets

The Village's investment in capital assets for its governmental activities as of May 31, 2021, amounted to \$15,988,185 (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,	
	2021	2020
Land	\$ 309,995	\$ 309,994
Construction in Progress	730,365	1,230,097
Buildings and Improvements	3,351,421	3,597,190
Machinery and Equipment	2,819,403	3,087,744
Infrastructure	8,777,001	7,984,593
Total	<u>\$ 15,988,185</u>	<u>\$ 16,209,618</u>

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

Debt Administration

The Village includes appropriations for the required debt service (principal and interest) payments with the adoption of the annual operating budgets. Funds are transferred from the General Fund, Water Fund and Sewer Fund to the Debt Service Fund, and then paid out of the Debt Service Fund. As required by New York State law, all bonds issued by the Village are general obligation (GO) 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 3H of this report.

Requests for Information

This financial report is designed to provide a general overview of the Village'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, Village Treasurer, Village of Suffern, 61 Washington Avenue, Suffern, New York 10901, treasurer@suffernny.gov, 845-357-2600.

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BASIC FINANCIAL STATEMENTS

VILLAGE OF SUFFERN
Statement of Net Position
May 31, 2021

ASSETS

Cash	\$ 3,609,467
Restricted cash	335,758
Investments	5,219,515
Investments - restricted	2,098,791
Receivables	
Accounts, net	87,506
Water rents	693,314
Sewer rents	939,405
State and Federal aid	218,059
Due from other governments	195,996
Deposits	15,000
Capital assets	
Not being depreciated	1,040,359
Being depreciated, net	<u>14,947,826</u>
Total assets	<u>29,400,996</u>

Deferred outflows of resources	<u>12,043,134</u>
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LIABILITIES

Accounts payable	409,721
Accrued liabilities	363,052
Security deposits	229,306
Bond anticipation notes payable - capital projects	2,058,500
Due to retirement systems	286,658
Other liabilities	97,510
Noncurrent liabilities	
Due within one year	4,675,067
Due in more than one year	<u>63,089,123</u>
Total liabilities	<u>71,208,937</u>

Deferred inflows of resources	<u>9,794,643</u>
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Net position

Net investment in capital assets	19,553,185
Restricted for	
Fire service awards program	1,847,203
Law enforcement	10,413
DARE	75,250
Unrestricted	(61,045,501)
Total net position	<u><u>\$ (39,559,450)</u></u>

See notes to financial statements.

VILLAGE OF SUFFERN
Statement of Activities
For the Year Ended May 31, 2021

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
General governmental support	\$ 1,822,748	\$ -	\$ -	\$ -	\$ (1,822,748)
Public safety	8,410,388	201,746	10,000	-	(8,198,642)
Health	(551,836)	54,161	-	-	605,997
Transportation	3,353,106	104,524	30,923	161,848	(3,055,811)
Culture and recreation	411,587	3,787	-	-	(407,800)
Home and community services	5,308,608	6,228,998	45,624	184,677	1,150,691
Interest	340,711	-	-	-	(340,711)
Total governmental activities	<u>\$ 19,095,312</u>	<u>\$ 6,593,216</u>	<u>\$ 86,547</u>	<u>\$ 346,525</u>	<u>(12,069,024)</u>
GENERAL REVENUES					
					11,903,490
Real property taxes					273,244
Other tax items					399,234
Non-property taxes					391,726
Unrestricted use of money and property					24,439
Sale of property and compensation for loss					664,531
Sales tax distribution from county					300,493
Unrestricted State aid					563,016
Miscellaneous revenue					
Total general revenues					<u>14,520,173</u>
Change in net position					2,451,149
Net position - beginning					<u>(42,010,599)</u>
Net position - ending					<u>(39,559,450)</u>

See notes to financial statements.

VILLAGE OF SUFFERN

Balance Sheet - Governmental Funds

As of May 31, 2021

	General	Water	Sewer	Capital Projects
ASSETS				
Cash	\$ 1,864,574	\$ 243,845	\$ 68,275	\$ 1,432,773
Restricted cash	297,075	-	-	30,374
Investments - unrestricted	3,935,571	1,283,944	-	-
Investments - restricted	2,098,791	-	-	-
Receivables				
Accounts, net	87,506	-	-	-
Water rents	-	693,314	-	-
Sewer rents	-	-	939,405	-
State and Federal government	218,059	-	-	-
Due from other funds	588,276	19,238	1,082,504	428,091
Advances to other funds	1,900,000	-	-	-
Due from other governments	195,996	-	-	-
Deposits	15,000	-	-	-
Total assets	<u>\$ 11,200,848</u>	<u>\$ 2,240,341</u>	<u>\$ 2,090,184</u>	<u>\$ 1,891,238</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	\$ 277,060	\$ 26,112	\$ 61,903	\$ 44,646
Accrued liabilities	314,778	38,478	9,796	-
Due to other funds	861,178	637,433	78,310	541,188
Advances from other funds	-	-	1,900,000	-
Security deposits	229,306	-	-	-
Bond anticipation notes payable	-	-	-	2,058,500
Due to retirement systems	258,404	17,475	10,779	-
Other liabilities	97,510	-	-	-
Total liabilities	<u>2,038,236</u>	<u>719,498</u>	<u>2,060,788</u>	<u>2,644,334</u>
Fund balance				
Nonspendable				
Advance to sewer fund	1,900,000	-	-	-
Restricted				
Law enforcement	10,413	-	-	-
DARE	75,250	-	-	-
Fire service awards program	1,847,203	-	-	-
Compensated absences	463,000	-	-	-
Debt service	-	-	-	-
Committed				
Suffern Day	1,130	-	-	-
9/11 Memorial	10,243	-	-	-
Assigned	200,684	1,520,843	29,396	-
Unassigned	4,654,689	-	-	(753,096)
Total fund balance	<u>9,162,612</u>	<u>1,520,843</u>	<u>29,396</u>	<u>(753,096)</u>
Total liabilities and fund balances	<u>\$ 11,200,848</u>	<u>\$ 2,240,341</u>	<u>\$ 2,090,184</u>	<u>\$ 1,891,238</u>

See notes to financial statements.

Non-Major Debt Service Fund	Total Governmental Funds
-	\$ 3,609,467
8,309	335,758
-	5,219,515
-	2,098,791
-	87,506
-	693,314
-	939,405
-	218,059
-	2,118,109
-	1,900,000
-	195,996
-	15,000
<u>\$ 8,309</u>	<u>\$ 17,430,920</u>

\$ -	\$ 409,721
-	363,052
-	2,118,109
-	1,900,000
-	229,306
-	2,058,500
-	286,658
-	97,510
<u>-</u>	<u>7,462,856</u>

-	1,900,000
-	10,413
-	75,250
-	1,847,203
-	463,000
8,309	8,309
-	1,130
-	10,243
-	1,750,923
-	3,901,593
<u>8,309</u>	<u>9,968,064</u>
<u>\$ 8,309</u>	<u>\$ 17,430,920</u>

VILLAGE OF SUFFERN
Reconciliation of Governmental Funds Balance Sheet
To the Government-Wide Statement of Net Position
May 31, 2021

Fund balances - total governmental funds	\$ <u>9,968,064</u>
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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.	<u>15,988,185</u>
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Long-term pension assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	<u>12,043,134</u>
--	-------------------

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

Accrued interest payable	(76,337)
Bonds payable	(6,720,501)
Fire service awards program payable	(3,977,875)
Installment purchase debt payable	(481,093)
Retirement incentives and other pension obligations	(228,679)
Compensated absences	(1,387,898)
Net pension liability	(1,449,440)
Net other post employment benefit liability	<u>(53,442,367)</u>
	<u>(67,764,190)</u>

Deferred inflows of resources for pensions are not recorded in the governmental funds	<u>(9,794,643)</u>
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Net position of governmental activities	\$ <u>(39,559,450)</u>
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See notes to financial statements.

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VILLAGE OF SUFFERNStatement of Revenues, Expenditures
and Changes in Fund Balances - Governmental Funds
For the Year Ended May 31, 2021

	General	Water	Sewer
REVENUES			
Real property taxes	\$ 11,903,490	\$ -	\$ -
Other tax items	273,244	-	-
Non-property taxes	399,234	-	-
Departmental income	1,664,882	2,194,632	2,425,126
Use of money and property	390,723	967	26
Licenses and permits	188,160	-	-
Fines and forfeitures	120,416	-	-
Sale of property and compensation for loss	24,439	-	-
Sales tax distribution from County	664,531	-	-
Miscellaneous revenue	374,614	13,162	8,568
State aid	341,416	-	-
Federal aid	45,624	-	-
Total revenues	<u>16,390,773</u>	<u>2,208,761</u>	<u>2,433,720</u>
EXPENDITURES			
Current			
General government support	1,156,056	-	-
Public safety	5,026,570	-	-
Health	9,680	-	-
Transportation	1,500,318	-	-
Culture and recreation	271,032	-	-
Home and community services	1,033,211	1,174,094	1,271,552
Employee benefits	4,585,624	470,103	294,432
Debt service			
Principal	131,940	-	-
Interest	48,488	127	2,462
Capital outlay	-	-	-
Total expenditures	<u>13,762,919</u>	<u>1,644,324</u>	<u>1,568,446</u>
Excess (deficiency) of revenues over expenditures	<u>2,627,854</u>	<u>564,437</u>	<u>865,274</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from serial bonds	-	-	-
Transfers in	40,879	13,593	-
Transfers out	(933,737)	(70,719)	(653,604)
Total other financing sources (uses)	<u>(892,858)</u>	<u>(57,126)</u>	<u>(653,604)</u>
Net change in fund balances	1,734,996	507,311	211,670
Fund balances (deficits) - beginning	<u>7,427,616</u>	<u>1,013,532</u>	<u>(182,274)</u>
Fund balances (deficits) - ending	<u>\$ 9,162,612</u>	<u>\$ 1,520,843</u>	<u>\$ 29,396</u>

See notes to financial statements.

Capital Projects	Non-Major Debt Service Fund	Total Governmental Funds
\$ -	\$ -	\$ 11,903,490
-	-	273,244
-	-	399,234
-	-	6,284,640
-	10	391,726
-	-	188,160
-	-	120,416
-	-	24,439
-	-	664,531
166,672	-	563,016
184,677	-	526,093
161,848	-	207,472
<u>513,197</u>	<u>10</u>	<u>21,546,461</u>
-	-	1,156,056
-	-	5,026,570
-	-	9,680
-	-	1,500,318
-	-	271,032
-	-	3,478,857
-	-	5,350,159
-	865,000	996,940
-	317,970	369,047
<u>715,914</u>	<u>-</u>	<u>715,914</u>
<u>715,914</u>	<u>1,182,970</u>	<u>18,874,573</u>
<u>(202,717)</u>	<u>(1,182,960)</u>	<u>2,671,888</u>
630,501	-	630,501
620,959	1,175,866	1,851,297
<u>(193,237)</u>	<u>-</u>	<u>(1,851,297)</u>
<u>1,058,223</u>	<u>1,175,866</u>	<u>630,501</u>
855,506	(7,094)	3,302,389
<u>(1,608,602)</u>	<u>15,403</u>	<u>6,665,675</u>
<u>\$ (753,096)</u>	<u>\$ 8,309</u>	<u>\$ 9,968,064</u>

VILLAGE OF SUFFERN
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balance of Governmental Funds
To the Statement of Activities
May 31, 2021

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds	<u>\$ 3,302,389</u>
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Long-term pension assets are not available to pay for current-period expenditures and therefore, are deferred in the funds.	<u>909,915</u>
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay expenditures	862,211
Depreciation expense	<u>(903,644)</u>
	<u>(221,433)</u>

Bonds issued are reported as an other financing source in the governmental funds, but increase the long-term liabilities in the Statement of Net Position.	<u>(630,501)</u>
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Repayment of debt 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	865,000
Principal paid on installment purchase debt	<u>131,937</u>
	<u>996,937</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	28,335
Compensated absences	187,257
Retirement incentives	90,547
Fire service awards program	(891,858)
Pension liabilities	5,934,790
Other post employment benefit obligations payable	<u>2,104,133</u>
	<u>7,453,204</u>

Deferred inflows of resources related to pensions are not reported in governmental funds.	<u>(9,359,362)</u>
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Change in net position of governmental activities	<u>\$ 2,451,149</u>
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See notes to financial statements.

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VILLAGE OF SUFFERN

General Fund and Major Special Revenue Funds

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended May 31, 2021

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 11,883,933	\$ 11,883,933	\$ 11,903,490	\$ 19,557
Other tax items	224,387	224,387	273,244	48,857
Non-property taxes	414,000	414,000	399,234	(14,766)
Departmental income	1,770,331	1,770,331	1,664,882	(105,449)
Use of money and property	98,559	98,559	390,723	292,164
Licenses and permits	85,000	105,000	188,160	83,160
Fines and forfeitures	251,000	311,000	120,416	(190,584)
Sale of property and compensation for loss	28,000	28,000	24,439	(3,561)
Sales tax distribution from County	541,000	541,000	664,531	123,531
Miscellaneous revenue	385,416	388,516	374,614	(13,902)
State aid	223,148	223,148	341,416	118,268
Federal Aid	-	-	45,624	45,624
Total Revenues	15,904,774	15,987,874	16,390,773	402,899
EXPENDITURES				
Current				
General government support	1,477,593	1,457,888	1,156,056	301,832
Public safety	5,203,250	5,366,965	5,026,570	340,395
Health	9,600	9,680	9,680	-
Transportation	1,620,340	1,725,932	1,500,318	225,614
Culture and recreation	280,162	315,049	271,032	44,017
Home and community services	1,102,110	1,131,434	1,033,211	98,223
Employee benefits	5,162,054	5,166,039	4,585,624	580,415
Debt service				
Principal	131,940	131,940	131,940	-
Interest	48,488	48,488	48,488	-
Total expenditures	15,035,537	15,353,415	13,762,919	1,590,496
Excess (deficiency) of revenues over expenditures	869,237	634,459	2,627,854	1,993,395
OTHER FINANCING SOURCES (USES)				
Transfers in	-	40,879	40,879	-
Transfers out	(869,237)	(959,237)	(933,737)	25,500
Total other financing sources (uses)	(869,237)	(918,358)	(892,858)	25,500
Net change in fund balances	-	(283,899)	1,734,996	2,018,895
Fund balances (deficits) - beginning	-	-	7,427,616	7,143,717
Fund balances (deficits) - ending	\$ -	\$ (283,899)	\$ 9,162,612	\$ 9,162,612

See notes to financial statements.

Water Fund				Sewer Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget	Original Budget	Final Budget	Actual	Variance with Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,149,260	2,149,260	2,194,632	45,372	2,672,248	2,672,248	2,425,126	(247,122)
-	-	967	967	-	-	26	26
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
9,500	9,500	13,162	3,662	5,550	5,550	8,568	3,018
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>2,158,760</u>	<u>2,158,760</u>	<u>2,208,761</u>	<u>50,001</u>	<u>2,677,798</u>	<u>2,677,798</u>	<u>2,433,720</u>	<u>(244,078)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,536,214	1,540,922	1,174,094	366,828	1,673,497	1,687,224	1,271,552	415,672
551,700	551,700	470,103	81,597	353,800	353,800	294,432	59,368
-	-	-	-	-	-	-	-
<u>127</u>	<u>127</u>	<u>127</u>	<u>-</u>	<u>21,951</u>	<u>2,462</u>	<u>2,462</u>	<u>-</u>
<u>2,088,041</u>	<u>2,092,749</u>	<u>1,644,324</u>	<u>448,425</u>	<u>2,049,248</u>	<u>2,043,486</u>	<u>1,568,446</u>	<u>475,040</u>
70,719	66,011	564,437	498,426	628,550	634,312	865,274	230,962
-	13,593	13,593	-	-	-	-	-
<u>(70,719)</u>	<u>(70,719)</u>	<u>(70,719)</u>	<u>-</u>	<u>(628,550)</u>	<u>(660,712)</u>	<u>(653,604)</u>	<u>7,108</u>
<u>(70,719)</u>	<u>(57,126)</u>	<u>(57,126)</u>	<u>-</u>	<u>(628,550)</u>	<u>(660,712)</u>	<u>(653,604)</u>	<u>7,108</u>
-	8,885	507,311	498,426	-	(26,400)	211,670	238,070
<u>-</u>	<u>(8,885)</u>	<u>1,013,532</u>	<u>1,022,417</u>	<u>-</u>	<u>26,400</u>	<u>(182,274)</u>	<u>(208,674)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,520,843</u>	<u>\$ 1,520,843</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,396</u>	<u>\$ 29,396</u>

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NOTES TO THE FINANCIAL STATEMENTS

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

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:

1A. FINANCIAL REPORTING ENTITY

The financial reporting entity consists of a) the primary government, which is a) 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 that would be included in the financial statements.

1B. 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 Village 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.

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)

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

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.

1C. 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, 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 the governmental funds statements, which briefly explains the adjustments necessary to transform the fund based financial statements into the governmental activities' column of the government-wide presentation. The Village's resources are reflected in the fund financial statements as governmental funds in accordance with generally accepted accounting principles.

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 as follows

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

Special Revenue Funds - Special revenue funds are established to account for the proceeds of specific revenue sources that are restricted, committed or assigned to

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Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

expenditures for certain defined purposes. The major special revenue funds of the Village are the Water Fund and the Sewer Fund. The Water Fund is used to record the water utility operations of the Village, the costs of which are recovered primarily through water rents billed to customers on a user charge basis. The Sewer Fund is used to record the sanitary sewer utility operations of the Village, the costs of which are recovered primarily through sewer rents billed to customers on a user charge basis.

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 Debt Service Fund, which is a non-major governmental fund. The Debt Service Fund accounts for and reports financial resources that are restricted, committed or assigned to expenditures for debt principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years.

1D. 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 and 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, such as the cash basis (revenues and expenditures/expenses are recorded when cash is received or paid), the accrual basis (revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of cash flows), or the modified accrual basis (revenues are recorded when measurable and available and expenditures are recorded when a liability becomes due and payable).

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized

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as revenues when the expenditure is made. A ninety-day availability period is generally used for revenue recognition for most other governmental fund revenues. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in cash. 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, net pension liability 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 is reported as an other financing source.

1E. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION OR FUND BALANCES

Deposits, Investments and Risk Disclosure

Cash and Cash Equivalents - Cash and cash 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 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, 2021.

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

Investments of the volunteer firefighters' local service awards program are held with an insurance company. The funds are invested along with the company's other assets in a variety of instruments. The amounts are invested in various portfolios by the trustee. These investments are not subject to risk categorization.

The Village participates in the New York Cooperative Liquid Assets Securities System ("NYCLASS"), a cooperative investment pool, established pursuant to Articles 3A and 5G of General Municipal Law of the State of New York. NYCLASS has designated Public Trust Advisors, LLC as its registered investment advisor. Public Trust Advisors, LLC is registered with the Securities and Exchange Commission ("SEC") and is subject to all the rules and regulations of an investment advisor handling public funds. As such, the SEC provides regulatory oversight of NYCLASS.

The pool is authorized to invest in various securities issued by the United States and its agencies, obligations of the State of New York and repurchase agreements. These investments are reported at fair value. NYCLASS issues separately available audited financial statements with a year end of June 30th. At June 30, 2021, the percentage of fair values to total pool assets by investment type are presented on the following page:

<u>Asset Category</u>	<u>Total</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Other Unobservable Inputs (Level 3)</u>	<u>Other (Cost)</u>
Cash	31%	0%	0%	0%	31%
Repurchase Agreements	11%	0%	11%	0%	0%
U.S. Government Treasury Securities	<u>58%</u>	<u>0%</u>	<u>58%</u>	<u>0%</u>	<u>0%</u>
Total	100%	0%	69%	0%	31%

The maximum maturity for any specific investment in the portfolio is 517 days. NYCLASS is rated AAAM by Standard & Poor's as of March 30, 2021. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The cooperative invests in a high-quality portfolio of investments legally permissible for municipalities and school districts in the State.

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Additional information concerning the cooperative is presented in the annual report of NYCLASS, which may be obtained from Public Trust Advisors, LLC 999 18th Street, Suite 1230, Denver, CO 80202.

Taxes Receivable - Property taxes attach as an enforceable lien on real property as of June 1st and are payable without penalty through June 30. The Village is responsible for the billing and collection of its taxes through November 1st of the tax year, at which time the responsibility for uncollected taxes is transferred to the County of Rockland, New York (County). On or about April 1, 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 To/From Other Funds - During 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, 2021, balances of interfund amounts receivable or payable have been recorded in the fund financial statements

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

Inventories - There are no inventory values presented in the balance sheets of the respective funds of the Village. Purchases of inventory 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 \$10,000 or more and an estimated useful life more than 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

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initial reporting of these assets through back trending (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).

Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that does not significantly add to the value of the asset or materially extend the life of the asset are 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 (Years)</u>
Buildings and improvements	20-50
Machinery and equipment	5-20
Infrastructure	20-50

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

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Such amounts have been deemed to be measurable but not available pursuant to generally accepted accounting principles.

Deferred Outflows 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 (expenditure/expense) until then.

Deferred Inflows of Resources - 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.

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The Village has reported deferred outflows of resources and deferred inflows of resources in relation to its pension obligations and other post-employment benefits. These amounts are detailed in the discussion of the Village's pension plans in Note 3H.

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 expensed 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 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 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 statements as current and long-term liabilities in the Statement of Net Position. 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 Pension Liability - The net pension liability represents the Village's proportionate share of the net pension liability of the New York State and Local Employees' Retirement System and the New York State and Local Police and Fire Retirement System. The financial reporting of these amounts is presented in accordance with the provisions of GASB Codification Sections P20-P24.

Net Position - Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation adopted by the Village Board 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 net position, and unrestricted net position.

Fund Balances - 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:

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

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 also 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 Board of Trustees removes or changes the purpose by adoption of a resolution.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Board of Trustees or a person or body with delegated authority from the Board of Trustees to assign amounts for a specific intended purpose. On January 5, 2015, the Board of Trustees adopted a resolution establishing a fund balance policy that authorizes the Village Treasurer to assign fund balance. 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 and 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, assigned and committed would exceed the fund's assets and deferred outflows of resources.

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 applied. When both restricted and unrestricted amounts of

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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.

1F. ENCUMBRANCES

Encumbrance accounting is generally employed as an extension of formal budgetary integration in the General Fund, Water Fund, Sewer Fund, and Capital Projects Fund. Under encumbrance accounting, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as reservations of applicable appropriations. Encumbrances outstanding at year-end that are not already reported as restricted or committed fund balance are reported as assigned fund balance, since they do not constitute expenditures or liabilities.

1G. 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.

1H. 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 January 7, 2022.

1I. CURRENT ACCOUNTING STANDARDS

The Village is compliant with all Governmental Accounting Standards Board (GASB) Statements through Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*.

1J. FUTURE CHANGES IN ACCOUNTING STANDARDS

GASB has issued the following Statements:

Statement No. 96, *Subscription-Based Information Technology Arrangements*. The requirements of GASBS 96 are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

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Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. Generally, the requirements of GASBS 97 are effective for reporting periods beginning after June 15, 2021.

Statement No. 98, *The Annual Comprehensive Financial Report*. The requirements of this Statement are effective for fiscal years ending after December 15, 2021.

The Village will evaluate the impact each of these pronouncements may have on its accounting and financial reporting and will implement them as applicable and when material.

1K. RECLASSIFICATIONS

When applicable, certain prior year data has been reclassified to conform to the current year's presentation.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

2A. 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) On or before March 31st, the Board of Trustees meets to discuss and review the tentative budget.
- c) On or before April 15th, the Board of Trustees conducts a public hearing on the tentative budget to obtain public comments.
- d) After the public hearing and on or before May 1st, the Board of Trustees meets to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for the 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 Office of the State Comptroller has established the function and object of expenditure level as the legal level of budgetary control. Approval by the Board of Trustees is required for transfers between appropriation accounts at the function and object of expenditure level and any budgetary amendments that would

VILLAGE OF SUFFERN, NEW YORK
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For the Fiscal Year Ended May 31, 2021

increase or decrease the total appropriations or total estimated revenues at the fund level.

- h) Appropriations in the General, Water, Sewer and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are re-appropriated in the succeeding fiscal year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.
- i) Budgeted amounts are as originally adopted and as amended by the Board of Trustees. Individual amendments for the current year were not material in relation to the original appropriation that was amended.

2B. PROPERTY TAX LIMITATION

The Village is permitted by the Constitution of the State of New York (the "Constitutional Tax Limit") to levy taxes up to 2% of the five-year average full valuation of taxable real estate located within the Village, subject to certain exclusions. In accordance with this definition, the maximum amount of the levy for the 2020-2021 fiscal year was \$21,100,985, which exceeded the actual levy by \$10,226,226.

On June 24, 2011, Chapter 97 of the Laws of 2011 (Tax Levy Limitation Law) went into effect. Chapter 20 of the Laws of 2015 extended the Tax Levy Limitation Law through June 2020, and on March 31, 2019, the Tax Levy Limitation Law was made permanent. The Tax Levy Limitation Law applies to all New York State local governments and restricts the amount of real property taxes that may be levied by the Village in a particular year. Following is a summary of certain relevant provisions of the Tax Levy Limitation Law. This summary is not complete, and the full text of the Tax Levy Limitation Law should be read in order to understand the details and implementation 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: (1) the average of the National Consumer Price Indexes (CPI) 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 CPI for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by (2) the average of the CPI 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 these provisions and provide all relevant information to the New York State Comptroller prior to adopting the Village 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

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year only if the Village Board of Trustees first enacts a local law to override the limit by a vote of at least sixty percent of the total voting power of the Village Board of Trustees.

2C. CAPITAL PROJECTS FUND DEFICIT

The deficit in the Capital Projects Fund of \$753,096 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 a revenue or other financing source. Liabilities for bond anticipation notes payable are accounted for in the Capital Projects Fund and 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.

NOTE 3 - DETAILED NOTES ON ALL FUNDS

3A. DUE FROM/TO OTHER FUNDS

The balances reflected as due from/to other funds at May 31, 2021 were as follows:

Fund	Due To	Due From
General	\$ 588,276	\$ 861,178
Water	19,238	637,433
Sewer	1,082,504	78,310
Capital Project	428,091	541,188
Total	\$ 2,118,109	2,118,109

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.

3B. ADVANCES TO/FROM OTHER FUNDS

An advance of \$1,900,000 from the General Fund to the Sewer Fund was outstanding at May 31, 2021. Advances between funds represent loans that are not expected to be repaid within the subsequent operating cycle. The amount of the advance is offset by nonspendable fund balance in the General Fund.

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
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3C. CAPITAL ASSETS – CHANGES IN THE VILLAGE'S CAPITAL ASSETS

<u>Class</u>	<u>Balance 05/31/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 05/31/2021</u>
Assets not being depreciated				
Land	\$ 309,995	\$ -	\$ -	\$ 309,995
Construction in progress	<u>1,230,097</u>	<u>357,661</u>	<u>857,393</u>	<u>730,365</u>
Total capital assets, not being depreciated	<u>1,540,092</u>	<u>357,661</u>	<u>857,393</u>	<u>1,040,360</u>
Assets being depreciated:				
Buildings and improvements	11,415,234	-	-	11,415,234
Machinery and equipment	16,790,995	92,563	-	16,883,558
Infrastructure	<u>9,742,280</u>	<u>1,089,380</u>	<u>-</u>	<u>10,831,660</u>
Total assets being depreciated	<u>37,948,509</u>	<u>1,181,943</u>	<u>-</u>	<u>39,130,452</u>
Total assets at cost	<u>39,488,601</u>	<u>1,539,604</u>	<u>857,393</u>	<u>40,170,812</u>
Accumulated depreciation:				
Buildings and improvements	7,818,044	245,769	-	8,063,813
Machinery and equipment	13,703,252	360,903	-	14,064,155
Infrastructure	<u>1,757,687</u>	<u>296,972</u>	<u>-</u>	<u>2,054,659</u>
Total accumulated depreciation	<u>23,278,983</u>	<u>903,644</u>	<u>-</u>	<u>24,182,627</u>
Total capital assets, net	<u>\$16,209,618</u>	<u>\$ 635,960</u>	<u>\$ 857,393</u>	<u>\$15,988,185</u>

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

General Government	\$ 27,726
Public Safety	221,237
Transportation	270,931
Culture and Recreation	12,044
Home and Community Services	<u>371,706</u>
Total	<u>\$903,644</u>

3D. ACCRUED LIABILITIES

Accrued payroll and employee benefits at May 31, 2021 were \$314,778 for the General Fund, \$38,478 for the Water Fund and \$9,796 for the Sewer Fund.

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3E. PENSION TRUST – LENGTH OF SERVICE AWARDS PROGRAM (LOSAP)

Plan Description

The Village of Suffern established a defined benefit Service Award Program (referred to as a “LOSAP” - Length of Service Award Program - under Section 457(e)(11) of the Internal Revenue Code) effective January 1, 1998, for the active volunteer firefighter members of the Suffern Fire Department. The Program was established pursuant to Article 11-A of the New York State General Municipal Law. The Program provides municipally funded deferred compensation to volunteer firefighters to facilitate the recruitment and retention of active volunteer firefighters. The Village of Suffern is the Sponsor of the Program and the Program administrator.

An eligible Program Participant is defined to be an active volunteer firefighter who is at least 18 years of age and has earned one year of Service Award Program Service Credit. An active volunteer firefighter earns a year of Service Credit for each calendar year after the establishment of the Program in which he or she accumulates 50 points. Points are granted for the performance of certain firefighter activities in accordance with a system established by the Sponsor based on a statutory list of activities and point values. A Participant may also receive Service Credit for five years of active volunteer firefighting service rendered prior to the establishment of the Program.

Participants acquire a non-forfeitable right to be paid a Service Award after earning five years of Service Credit, becoming totally and permanently disabled, dying while an active volunteer or upon attaining the Program’s Entitlement Age while an active volunteer. The Program’s Entitlement Age is age 62 and is the age at which benefits begin to be paid to Participants.

Benefits provided

A Participant’s Service Award benefit is paid as a ten-year certain and continuous monthly payment life annuity. The amount payable each month equals \$20 multiplied by the total number of years of Service Credit earned by the Participant. The maximum number of years of Service Credit a Participant may earn under the Program is 30 years. Currently, there are no other forms of payment of a volunteer’s earned Service Award under the Program.

Except in the case of pre-Entitlement Age death or total and permanent disablement, a Participant’s Service Award will not be paid until he or she attains the Entitlement Age. Volunteers who are active after attaining the Entitlement Age and who may have commenced receiving a Service Award can earn Service Credit and, thereby, increase their Service Award payments. The pre-Entitlement Age death and disability benefit is equal to the actuarial value of the Participant’s earned Service Award at the time of death or disablement. All death and disability benefits are self-insured by the fund. The Program does not provide extra line-of-duty death or disability benefits.

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Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

Participants covered by the benefit terms

At the December 31, 2020 measurement date, the following participants were covered by the benefit terms:

Inactive participants currently receiving benefit payments	30
Inactive participants entitled to but not yet receiving benefit payments	19
Active participants	88
Total	<u>137</u>

Contributions

New York State General Municipal Law §219(d) requires the Village to contribute an actuarially determined contribution on an annual basis. The actuarially determined contribution shall be appropriated annually by the Village.

Trust Assets

Although assets have been accumulated in an irrevocable trust such that the assets are dedicated to providing pensions to plan members in accordance with benefit terms, the trust assets are not legally protected from creditors of the Village. As such, the trust assets do not meet the criteria in paragraph 4 of GASB Statement No. 73.

Measurement of Total Pension Liability

The total pension liability at the December 31, 2020 measurement date was determined using an actuarial valuation as of that date.

Actuarial Assumptions

The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method:	Entry Age Normal
Inflation:	2.25%
Salary Scale:	None assumed

Mortality rates were based on the RP-2014 Male Mortality Table without projection for mortality improvement.

Discount Rate

The discount rate used to measure the total pension liability was 1.93%. This was the yield to maturity of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2020. In describing this index, S&P Dow Jones Indices notes that the index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years and with a rating of at least Aa2 by Moody's Investors Service's, AA by Fitch, or AA by Standard & Poor's Rating Services.

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
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Changes in the Total Pension Liability

Balance as of 12/31/19 measurement date	\$ 3,086,017
Service Cost	92,446
Interest	101,773
Changes of benefit terms	-
Changes of assumptions or other inputs	760,522
Difference between expected and actual experience	50,317
Benefit payments	<u>(113,200)</u>
Net changes	<u>891,858</u>
Balance as of 12/31/20 measurement date	<u>\$ 3,977,875</u>

Sensitivity of the Total Pension Liability to changes in the discount rate

The following presents the total pension liability of the Village as of the December 31, 2020 measurement date, calculated using the discount rate of 1.93 percent, as well as what the Village's total pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (.93 percent) or 1-percentage point higher (2.93 percent) than the current rate:

	1% Decrease (.93%)	Current Discount Rate (1.93%)	1% Increase (2.93%)
Total Pension Liability	\$ 4,731,214	\$ 3,977,875	\$ 3,384,970

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended May 31, 2021, the Village recognized pension expense of \$279,419.

Components of Pension Expense

Service cost	\$ 92,446
Interest on total pension liability	101,773
Changes of benefit terms	-
Changes of assumptions or other inputs	76,374
Difference between expected and actual experience	3,783
Benefit payments	<u>5,044</u>
Total pension expense	<u>\$ 279,419</u>

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
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At May 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ 68,140	\$ 18,772
Changes of assumptions or other inputs	1,000,426	169,803
Benefit payments & administrative expenses subsequent to the measurement date	51,135	-
Total	<u>\$ 1,119,701</u>	<u>\$ 188,575</u>

\$51,135 reported as deferred outflows of resources related to pensions resulting from Village transactions subsequent to the measurement date will be recognized as a reduction of the total pension liability in the year ended May 31, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended May 31:

2021	\$ 80,156
2022	80,156
2023	80,156
2024	80,156
2025	80,156
Thereafter	479,208

3F. SHORT-TERM NON-CAPITAL BORROWINGS - BOND ANTICIPATION NOTE

A non-capital bond anticipation note that was issued on November 14, 2019 in the amount of \$25,500 at the rate of 2.00% per annum matured on November 13, 2020.

Interest expenditures of \$1,951 were recorded in the General Fund. Interest expense of \$1,951 was recorded in the government-wide financial statements for governmental activities.

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

3G. SHORT-TERM CAPITAL BORROWINGS - BOND ANTICIPATION NOTES

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

Purpose	Issue Date	Maturity Date	Rate of Interest	Balance June 1, 2020	New Issues	Redeemed	Balance May 31, 2021
2016 Computer Systems	11/14/2019	11/13/2020	2.38%	21,750	-	21,750	-
2016 Fire Equipment	11/14/2019	11/13/2020	2.38%	13,125	-	13,125	-
2016 Road Resurfacing	11/14/2019	11/13/2020	2.38%	15,250	-	15,250	-
2016 DPW Heavy Duty Vehicles	11/14/2019	11/13/2020	2.38%	27,000	-	27,000	-
2016 LED Street Lighting	11/14/2019	11/13/2020	2.38%	6,375	-	6,375	-
2016 Sewer Systems Improvements	11/14/2019	11/13/2020	2.38%	23,000	-	23,000	-
2016 Water System Improvements	11/14/2019	11/13/2020	2.38%	6,375	-	6,375	-
2016 Village Hall Improvements	11/14/2019	11/13/2020	2.00%	21,750	-	21,750	-
2017 Sewer System Improvements	11/12/2020	11/12/2021	0.55%	74,800	-	37,400	37,400
2019 Fire Dept SCBA	11/12/2020	11/13/2021	0.55%	175,000	-	35,000	140,000
2020 Road Improvements Phase 10	11/12/2020	11/12/2021	0.55%	500,000	-	100,000	400,000
2020 Parking Lot B Repaving	11/12/2020	11/12/2021	0.55%	300,000	-	60,000	240,000
2020 Village Hall Parking Lot Repaving	11/12/2020	11/12/2021	0.55%	100,000	-	20,000	80,000
2021 Fire Truck	11/12/2020	11/12/2021	0.55%		875,000		875,000
2021 Police Car and Camera	11/12/2020	11/12/2021	0.55%		115,000		115,000
2021 /dugester Boiler	11/12/2020	11/12/2021	0.55%		106,100		106,100
2021 WWTP Capacity	11/12/2020	11/12/2021	0.55%		65,000		65,000
				\$1,284,425	\$1,161,100	\$387,025	\$2,058,500

Liabilities for bond anticipation notes issued for capital acquisitions or construction are accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are accounted for in the fund paying the judgment or claim. State law requires that principal payments on bond anticipation notes must be made annually, starting within two years of the original issue date, and that bond anticipation notes be converted to long-term obligations generally within seven years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

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 \$26,126 were recorded in the fund financial statements in the funds identified below. Interest expense of \$26,126 was recorded in the government-wide financial statements for governmental activities.

<u>Fund</u>	<u>Amount</u>
General	\$24,048
Water	127
Sewer	<u>1,951</u>
	<u>\$26,126</u>

3H. LONG-TERM LIABILITIES

The following table summarizes changes in the Village's long-term indebtedness for the year ended May 31, 2021:

	Balance 5/31/2020	New Issues / Additions	Maturities / Payments	Balance 5/31/2021	Due in 1 Year
<u>Bonds Payable</u>					
Capital Construction	\$ 4,020,000	\$ -	\$ 455,000	\$ 3,565,000	\$ 500,000
Deficit Financing	2,540,000	-	375,000	2,165,000	375,000
NYS Environmental Facilities Corporation	395,000	630,501	35,000	990,501	35,501
	6,955,000	630,501	865,000	6,720,501	910,501
<u>Other LTD</u>					
Installment Purchase Debt	613,030	-	131,937	481,093	113,747
Retirement Incentives and other pension obligations	319,226		90,547	228,679	93,755
Compensated Absences	1,575,155	206,532	393,789	1,387,898	400,000
Net pension Liability	7,384,230	(5,934,790)	-	1,449,440	1,432,159
LOSAP Payable	3,086,017	1,005,058	113,200	3,977,875	148,568
OPEB Payable	55,546,500	(619,604)	1,484,529	53,442,367	1,500,000
	\$ 75,479,158	\$ (4,712,303)	\$ 3,079,002	\$ 67,687,853	\$ 4,598,730

Each governmental fund's liability for compensated absences, retirement incentives and other pension obligations, net pension liability and other postemployment 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
For the Fiscal Year Ended May 31, 2021

Bonds Payable

Bonds payable at May 31, 2021 are comprised of the following individual issues:

<u>Purpose</u>	<u>Year of Issue</u>	<u>Original Issue Amount</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Amount Outstanding May 31, 2021</u>
Sewer Improvements	2015	\$1,261,000	11/15/2035	3.50-4.00%	\$1,045,000
Deficit Financing – General, Water and Sewer Funds	2016	3,880,000	03/15/2026	5.00%	2,165,000
EFC Series 2017C Green Bonds	2017	419,395	08/01/2047	1.03-3.98%	385,000
2020 Refunding Bonds	2020	2,935,000	02/xx/2032	5.00%	2,520,000
EFC Series 2020B Green Bonds	2021	630,501	04/-1/2040	0.23%-2.405%	605,501
					<u>\$6,720,501</u>

Interest expenditures of \$317,970 were recorded in the fund financial statements in the Debt Service Fund for serial bonds. Interest expense of \$369,047 was recorded in the government-wide financial statements for governmental activities.

On July 30, 2015, the Governor signed into law Chapter 99 of the Laws of 2015, authorizing the Village to issue serial bonds to liquidate certain accumulated deficits in the Village's General Fund, Water Fund, Sewer Fund, and Capital Projects Fund as of the fiscal year ended May 31, 2015. On March 31, 2016, the Village issued \$3,880,000 of General Obligation Deficit Bonds. The bonds mature on March 15 in each year, beginning March 15, 2017, and ending March 15, 2026, with an average coupon rate of 5.00% and a true interest cost of 3.64%. The bonds maturing on or after March 15, 2022 are subject to redemption prior to maturity at the option of the Village.

2020 Bond Refunding

On February 6, 2020, \$2,925,000 general obligation bonds with a true interest cost of 1.2787% were issued to advance refund \$3,355,000 of outstanding bonds (\$870,000, and \$2,485,000 refunding of 2008 and 2012 bonds, respectively, with average interest rates of 4.0626% and 2.75%, respectively). The net proceeds of \$3,389,925 (after payment of \$74,988 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S Treasury securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds. On March 9, 2020, the final payment on the debt was made by the escrow agent. As a result, the bonds are considered defeased and the liability for those bonds has been removed from the financial statements. The economic gain on the transaction is approximately \$359,816. The reacquisition price exceeded the net carrying amount of the old debt by \$299,294. These amounts are being netted and amortized over the remaining life of the refunding.

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

Installment Purchase Debt

In fiscal year ended May 31, 2016, the Village entered into a \$557,084 capital lease for the purchase of a fire rescue vehicle and related equipment. The annual payments include interest at 4.033% and mature in December 2029. In fiscal year ended May 31, 2018, the Village entered into a \$87,568 capital lease for the purchase of two police interceptor vehicles. The annual payments include interest at 5.45%. In fiscal year ended May 31, 2019, the Village entered into two capital leases in the amount of \$47,025 for the purchase of a police interceptor vehicle and in the amount of \$101,744 for the purchase of passenger vehicles for the Parking Department, Building Department, and the Fire Department. The annual payments include interest at 5.95% and 3.665%, respectively. In fiscal year ended May 31, 2020, the Village entered into a \$95,000 capital lease for the purchase of two police vehicles. The annual payments include interest at 3.19%.

The balance due at May 31, 2021 for all capital leases is \$481,093. Interest expenditures of \$24,437 was recorded in the General Fund financial statements. Interest expense of \$16,255 was recorded in the government-wide financial statements for governmental activities.

Retirement Incentives and Other Pension Obligations

Chapter 57 of the Laws of 2010 authorized local governments, at their option, to amortize a portion of their respective ERS and PFRS contributions beginning in 2010. The maximum amortization amount each year is 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 is charged at rates that approximate a market rate of return on taxable fixed rate securities of a comparable duration and is adjusted annually.

The Village elected to amortize the maximum allowable ERS contribution for fiscal years 2012 and 2014, and the maximum allowable PFRS contribution for fiscal years 2013 and 2014. The total amount amortized for ERS and PFRS was \$845,526. Principal and interest payments are charged to the General Fund retirement expenditures. In the current year, the Village made principal payments totaling \$90,547 and interest payments totaling \$8,137. At May 31, 2021, the outstanding principal balance was \$228,679.

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Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

Payments to Maturity

The annual requirements to amortize all outstanding bonds, installment purchase debt and retirement incentives and other pension obligations at May 31, 2021 are as follows:

Fiscal Year End May 31,	Bonds Payable		Installment Purchase		Retirement Incentives and other Pension Obligations		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 910,501	\$ 280,560	\$ 113,747	\$ 18,962	\$ 93,755	\$ 5,239	\$ 1,118,003	\$ 304,761
2023	940,000	237,085	68,945	14,540	76,714	4,814	1,085,659	256,438
2024	675,000	199,633	37,743	12,035	58,210	2,136	770,953	213,804
2025	714,999	168,079	39,265	10,512	-	-	754,264	178,592
2026-2030	1,914,999	464,406	221,393	27,492			2,136,392	491,898
2031-2035	1,070,002	152,033	-	-			1,070,002	152,033
2036-2040	340,000	48,135					340,000	48,135
2041-2045	95,000	21,630					95,000	21,630
2046-2049	60,000	3,579					60,000	3,579
Total	\$ 6,720,501	\$ 1,575,140	\$ 481,093	\$ 83,541	\$ 228,679	\$ 12,189	\$ 7,430,273	\$ 1,670,870

The above general obligation bonds 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 dispatchers and records clerks, 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. Except for 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.

Pension Plans

New York State and Local Retirement System

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) which are collectively referred to as the New York State and Local Retirement System (System). These are cost-sharing multiple-employer defined benefit pension plans. The System provides retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund (Fund), which was established to hold all net assets and record changes in plan net position. The Comptroller of the State of New York serves as the sole trustee of the Fund and is the

VILLAGE OF SUFFERN, NEW YORK
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administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four-year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The Village also participates in the Public Employees' Group Life Insurance Plan, which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. That report, including information about benefits provided may be obtained at <https://www.osc.state.ny.us/retirement/resources/financial-statements-and-supplementary-information>.

The System is noncontributory except for employees who joined after July 27, 1976, who contribute 3% of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010, who generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the System's fiscal year ending March 31. The employer contribution rates for the plan's year ending in 2021 are as follows:

<u>System</u>	<u>Tier</u>	<u>Plan</u>	<u>Rate</u>
ERS	4	A15	16.0%
ERS	5	A15	13.3%
ERS	6	A15	9.5%
PFRS	2	375I	18.6%
PFRS	2	384D	25.6%
PFRS	5	*384D	21.0%
PFRS	5	384D	24.5%
PFRS	6	*384D	15.7%

** Indicates employees are required to make contributions for this PFRS plan/tier*

Pension expenditures of \$526,636 for ERS and \$953,800 for PFRS were recorded in the fund financial statements as follows:

<u>Fund</u>	<u>ERS</u>	<u>PFRS</u>
General	\$ 367,935	\$ 953,800
Water	97,745	-
Sewer	60,956	-
	<u>\$ 526,636</u>	<u>\$ 953,800</u>

The Village's proportion of the net pension liability was based on a computation of the actuarially determined indexed present value of future compensation paid by the Village to its employees relative to the total of all participating plan members. Information

VILLAGE OF SUFFERN, NEW YORK
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concerning the Village's allocated percentage, measurement date, actuarial valuation date, net pension liability, deferred outflows, deferred inflows and pension expense is as follows:

	ERS			PFRS		
	<u>2021</u>	<u>2020</u>	<u>Change</u>	<u>2021</u>	<u>2020</u>	<u>Change</u>
Allocation percentage	0.0202507	0.0109849		0.0828919	0.0837308	
Measurement date	3/13/2021	3/13/2020		3/13/2021	3/13/2020	
Actuarial valuation date	4/01/2020	4/01/2019		4/01/2020	4/01/2019	
Net pension liability – ending	<u>\$ 10,207</u>	<u>\$ 2,908,870</u>	<u>\$ (2,898,663)</u>	<u>\$ 1,439,233</u>	<u>\$ 4,475,360</u>	<u>\$ (3,036,127)</u>
<u>Deferred outflows</u>						
Differences between expected and actual experience	\$ 124,655	\$ 171,199	(\$ 46,544)	\$ 319,358	\$ 298,012	\$ 21,346
Changes of assumptions	1,876,744	58,571	1,818,173	3,536,039	382,535	3,153,504
Net difference between projected and actual investment earnings on pension plan investments	0	1,491,228	(1,491,228)	0	2,015,395	(2,015,395)
Changes in proportion and differences between employer contributions and proportionate share of contributions	110,078	117,369	(7,291)	284,760	325,186	(40,426)
Employer contributions subsequent to measurement date	<u>93,863</u>	<u>-</u>	<u>93,863</u>	<u>192,795</u>	<u>-</u>	<u>192,795</u>
Total deferred outflows	<u>\$ 2,205,340</u>	<u>\$ 1,838,367</u>	<u>\$ 366,973</u>	<u>\$ 4,332,952</u>	<u>\$ 3,021,128</u>	<u>\$ 1,311,824</u>
<u>Deferred Inflows:</u>						
Differences between expected and actual experience	\$ -	\$ -	\$ (54,663)	\$ -	\$ 74,962	\$ (74,962)
Changes of assumptions	35,396	50,575	50,575	-	-	-
Net difference between projected and actual investment earnings on pension plan investments	2,932,060	-	(208,995)	4,231,979	-	4,231,979
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>99,175</u>	<u>54,295</u>	<u>5,187</u>	<u>31,752</u>	<u>49,706</u>	<u>(17,954)</u>
Total deferred inflows	<u>\$ 3,066,631</u>	<u>\$ 104,870</u>	<u>\$ (207,896)</u>	<u>\$ 4,263,731</u>	<u>\$ 124,668</u>	<u>\$ 4,139,063</u>
<u>Pension Expense:</u>						
Proportionate share of plan pension expense	\$ 237,017	\$ 987,508	\$ (987,508)	\$ 781,983	\$ 1,593,690	\$ (811,707)
Net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportional share of contributions	<u>23,277</u>	<u>34,289</u>	<u>(11,012)</u>	<u>61,187</u>	<u>106,356</u>	<u>(45,169)</u>
Total pension expense	<u>\$ 260,294</u>	<u>\$ 1,021,797</u>	<u>\$ 446,173</u>	<u>\$ 843,170</u>	<u>\$ 1,700,046</u>	<u>\$ (856,876)</u>

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Other amounts reported as deferred outflows and deferred inflows of resources related to ERS and PFRS will be recognized in pension expense are as follows:

Year Ending <u>March 31</u>	<u>ERS</u>	<u>PFRS</u>
2022	(155,288)	(87,238)
2023	(62,919)	51,755
2024	(165,304)	(91,078)
2025	(571,643)	(709,529)
2026	-	712,516
Thereafter	-	-

The total pension liability for the March 31, 2021 measurement date was determined by using an actuarial valuation as of April 1, 2020, with update procedures used to roll forward the total pension liabilities to March 31, 2021. The actuarial valuation used the following actuarial assumptions:

	<u>ERS</u>	<u>PFRS</u>
Inflation	2.7%	2.7%
Salary increases	4.4%	6.2%
Investment rate of return, net of investment expense, including inflation	5.9%	5.9%
Cost-of-living adjustments	1.4%	1.4%

Annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System experience with adjustments for mortality improvements based on the Society of Actuaries' Scale MP 2020. The previous actuarial valuation as of April 1, 2019 used April 1, 2010 – March 31, 2015 System experience, mortality improvements based on the Society of Actuaries Scale MP-2018, inflation of 2.5%, cost-of-living adjustments of 1.3%, salary increases of 4.5% (ERS) and 5.7% (PFRS), and investment rate of return of 6.8%. The actuarial assumptions used in the April 1, 2020 valuation are based on the results of an actuarial experience study for the period April 1, 2015 – March 31, 2020. The long term expected rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation are presented on the following page.

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	4.05%
International equity	6.30
Private equity	6.75
Real estate	4.95
Opportunistic/ARS portfolio	4.50
Credit	3.63
Real assets	5.95
Fixed income	0.00
Cash	0.50

The real rate of return is net of the long-term inflation assumption of 2.00 percent.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	32.00%	4.05%
International Equity	15.00%	6.15%
Private Equity	10.00%	6.75%
Real Estate	9.00%	4.95%
Absolute Return Strategies	2.00%	3.25%
Opportunistic Portfolio	1.00%	4.65%
Real Assets	3.00%	5.95%
Bonds and Mortgages	23.00%	0.75%
Cash	1.00%	0.00%
Inflation-Indexed Bonds	4.00%	0.50%
	<u>100.00%</u>	

The discount rate used to calculate the total pension liability was 5.9 percent. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

The Village's current-period net pension liability calculated using the current period discount rate assumption of 5.9 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage-point lower (4.9 percent) or one percentage-point higher (6.9 percent) than the current assumption is as follows:

	One Percent Decrease (4.90%)	Current Assumption (5.9%)	One Percent Increase (6.9%)
<u>Village's Proportionate Share of</u>			
ERS net pension liability (asset)	\$2,833,077	\$ 10,207	\$(2,593,139)
PFRS net pension liability (asset)	\$6,120,428	\$1,439,233	\$(2,433,587)

The components of the collective net pension liability as of the March 31, 2021 measurement date were as follows:

	(Dollars in Thousands)		
	<u>ERS</u>	<u>PFRS</u>	<u>Total</u>
Employers' total pension liability	\$220,680,157	\$ 41,236,775	\$ 261,916,932
Fiduciary net position	<u>220,580,583</u>	<u>39,500,500</u>	<u>260,081,083</u>
Employers' net pension liability	<u>\$ 99,574</u>	<u>\$ 1,736,275</u>	<u>\$ 1,835,849</u>
Ratio of fiduciary net position to the employers' total pension liability	99.95%	95.79%	99.30%

Employer contributions to ERS and PFRS are paid annually and cover the period through the end of the System's fiscal year, which is March 31st. Retirement contributions as of May 31, 2021 represent the employer contribution for the period of April 1, 2021 through May 31, 2021 based on paid ERS and PFRS wages multiplied by the employers' contribution rate, by tier. Accrued retirement contributions to ERS and PFRS as of May 31, 2021 were \$93,863 and \$192,795 respectively.

Voluntary Defined Contribution Plan

The Village also offers the New York State Voluntary Defined Contribution Plan (VDC). All non-union employees who earn \$75,000 or more on an annual basis and are not already a member of the System are eligible to participate in the VDC. Currently, there are no Village employees participating in the VDC.

Other Post Employment Benefit Obligations

Plan Description and Benefits Provided - 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 and Village work rules stipulate the employees covered and the percentage of contribution.

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

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 these 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. The Village's total OPEB liability of \$53,442,367 was measured as of May 31, 2021 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other inputs – The total OPEB liability in the May 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry age normal as a percentage of payroll
Salary Increases	N/A
Discount Rate	2.09%
Healthcare Cost Trend Rates	7.0% in year 2021 with decrease of 0.25% per year
Retiree Contribution Rates	Hired prior to March 1, 1997: 0% Hired after March 1, 1997: 14% of premium for single coverage, 12% of premium for family coverage, 50% of premium for surviving spouses

The discount rate is based on the prescribed discount interest rate methodology under GASB 75 based on an average of three 20-year bond indices (e.g., Bond Buyer-20 Bond GO, S&P Municipal Bond 20 Year High Grade Rate Index, Fidelity GAAA 20 Years) as of May 31, 2021 with rates rounded to the nearest 0.1%.

At May 31, 2021, the following employees were covered by the benefit terms:

Retired Employees	71
Active Employees	<u>69</u>
Total Employees	140

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

Changes in the Total OPEB Liability are as follows:

Balances at May 31, 2020	\$55,546,500
<u>Changes For The Year</u>	
Service Cost	841,946
Interest	1,145,409
Difference between expected and actual expenses	-
Changes of benefit terms	-
Changes of assumptions	(2,606,959)
Benefit payments	<u>(1,484,529)</u>
Net Changes	<u>(2,104,133)</u>
Balances at May 31, 2021	<u><u>\$53,442,367</u></u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.09%) or 1 percentage point higher (3.09%) than the current discount rate:

	1% Decrease (1.09%)	Discount Rate (2.09%)	1% Increase (3.09%)
Total OPEB Liability	\$ 65,467,866	\$ 53,442,367	\$ 44,490,028

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rate:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability	\$ 43,924,621	\$ 53,442,367	\$ 66,281,897

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended May 31, 2021, the Village recognized OPEB expense of \$2,758,240. The following table presents the Village's reported deferred inflows of resources related to pensions from various sources at May 31, 2021:

	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ -
Impact Due to Changes in Assumptions	(2,606,959)
Net Difference Between Expected and Actual Earnings on OPEB Investments	-
	<u>\$(2,606,959)</u>

3I. 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.

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$40,879	\$933,736
Water Fund	13,593	70,718
Sewer Fund	-	653,606
Capital Projects Fund	620,959	193,237
Debt Service Fund	1,175,866	-
Total	<u>\$1,851,297</u>	<u>\$1,851,297</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 from the Capital Projects Fund to the governmental funds as projects are completed.

3J. NET POSITION

The components of net position are detailed below:

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

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

Restricted net position – the component of net position that reports amounts where constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Village reports the following restrictions on net position:

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 and Resistance Education (DARE) program.

Restricted for Fire Service Awards Program - the component of net position that has been established to record the net assets or liabilities related to the Village's Length of Service Awards Program for its volunteer firefighters.

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

3K. FUND BALANCES

Fund balance for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

The *nonspendable* fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The advance from the General Fund to the Sewer Fund is not in spendable form because the advance is not expected to be repaid in sufficient time to satisfy liabilities of the current year.

The *restricted* fund balance classification has the same constraints as restricted net position, and the restricted components of fund balance in the governmental funds are the same as those for net position (debt service, law enforcement and DARE).

The *unrestricted* fund balance classification includes three sub-classifications: 1) committed, 2) assigned and 3) unassigned fund balance.

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

The *committed* fund balance classification can only be used for specific purposes pursuant to constraints imposed by local law or resolution of the Village Board prior to the end of the fiscal year, and such commitment can only be removed by a local law or resolution of the Village Board. The committed fund balances for Suffern Day and 9/11 Memorial represent the balances of donations received and not yet spent by the Village for those purposes.

The *assigned* fund balance classification is used to report amounts that are constrained by the Village Board and/or the Village Treasurer for specific purposes but are neither restricted nor committed. The assigned fund balance in the General Fund represents purchases on order. The assigned fund balance in the Water Fund and Sewer Fund represents the fund's assets and deferred outflows, less the fund's liabilities and deferred inflows.

Unassigned fund balance is the residual classification for the general fund. Other governmental funds (Water, Sewer, Debt Service and Capital Projects Funds) can only report a negative unassigned (deficit) fund balance. The negative unassigned fund balance in the Capital Projects Fund represents expenditures of projects that will be financed at a later date by general revenues, debt, or grants.

Purchases on order (encumbrances) are recorded as restricted, committed, or assigned fund balance 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.

3L. TAX ABATEMENTS

The Village currently has tax abatement agreements with two entities. Copies of the agreements may be obtained from the Village Treasurer by contacting treasurer@suffernny.gov or 845-357-2600.

On September 12, 2003, the Village of Suffern, together with the Rockland County Industrial Development Agency, the County of Rockland, the Town of Ramapo, and the Suffern Central School District, entered into a tax abatement agreement with Avon Capital Corporation and Avon Products Inc. (Avon). Authorization to enter into the agreement is provided by the New York State Industrial Development Agency Act, constituting Title I of Article 18-A of the General Municipal Law of the State of New York, Chapter 24 of the Consolidated Laws of the State of New York, and Chapter 564 of the 1980 Laws of New York. In accordance with the agreement, Avon constructed and staffed a research and development facility in the Village of Suffern to advance job opportunities, the general prosperity and the economic welfare of the Village and surrounding area. In return, the County, Town, Village and School District agreed to accept a payment in lieu of taxes (PILOT) for a period of 21 years, pursuant to a payment schedule provided for in the agreement. Payments to the Village began with the Village's fiscal year ended May 31,

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

2005, and end with the Village's fiscal year ending May 31, 2025. There are no other commitments on the part of the Village as regards the agreement. In the event of a default or early termination of the agreement, Avon is required to pay a percentage, pursuant to a schedule provided in the agreement, of the real property taxes that would have been paid, less the PILOTs paid. The Village real property taxes abated in fiscal year ended May 31, 2021 were as follows:

<u>Taxable Assessed Value</u>	<u>Tax Rate</u>	<u>Tax Value</u>	<u>PILOT Received</u>	<u>Taxes Abated</u>
\$6,811,800	\$90.06	\$613,470	\$161,820	\$451,650 73.62%

On December 31, 2015, the Village of Suffern entered into a tax abatement agreement with Orange Avenue Apartments LLC. Authorization to enter into the agreement is provided by Article V of the Private Housing Finance Law of the State of New York. In accordance with the agreement, Orange Avenue Apartments LLC demolished buildings and remediated a brownfield in a blighted area of the Village and developed a transit-oriented 92-unit residential complex on the site. The development improves the economic viability of the Village and provides alternative housing for individuals who work in nearby New York City but find the city housing to be unaffordable. In return, the Village agreed to accept a PILOT for a period of 35 years from the date that a permanent certificate of occupancy was issued and pursuant to a payment schedule provided for in the agreement. Payments to the Village began with the Village's fiscal year ended May 31, 2016. A permanent certificate of occupancy was issued August 22, 2019, so the end date will be August 22, 2054. There are no other commitments on the part of the Village as regards the agreement. In the event of a default or early termination of the agreement by Orange Avenue Apartments LLC, the Village is authorized to enforce and collect the payments in the same manner as provided for in Real Property Tax Law, which includes foreclosure. The PILOT to be made are equivalent to the real property taxes that would have been levied absent the PILOT agreement. Therefore, there were no Village real property taxes abated in fiscal year ended May 31, 2021.

NOTE 4 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

4A. 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

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

present time. Any payments resulting from adverse decisions will be funded in the year in which the payment is made.

4B. FEDERAL GRANT PROGRAMS

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

4C. RISK MANAGEMENT

The Village purchases various insurance coverages to reduce its exposure to loss. The Village maintains \$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 EVENTS

In the Summer of 2021, the Village received \$564,460 from the United States Treasury, representing the first one-half tranche of \$1,128,919 of American Rescue Plan Act of 2021 Coronavirus Local Finance Recovery Funds ("ARPA21 Funds") allocated to the Village. In September and October of 2021, the Village Board adopted resolutions authorizing the use of \$554,315 of the ARPA21 Funds for building and facility improvements, vehicles, and equipment.

On October 25, 2021, Moody's Investors Service upgraded both the Village's issuer rating and general obligation limited tax (GOLT) rating from A2 to Aa3.

On November 10, 2021, the Village issued \$2,480,000 Public Improvement Serial Bonds – 2021, with a maturity of 15 years and level debt service payments at the true interest cost of 1.64%. The Village received \$2,706,234 representing the par amount of \$2,480,000 plus a reoffering premium of \$260,617 less an underwriter's discount of \$34,383. Proceeds of \$1,662,528 from the sale of the Bonds, together with \$395,972 in available funds were used to redeem the Village's outstanding Bond Anticipation Notes for Various Purposes – 2020 that matured on November 12, 2021, and \$1,040,000 of the proceeds will finance various capital projects. The remaining \$3,706 of net bond proceeds was recorded by the Village as bond premium.

On November 18, 2021, the Village entered into an agreement with the New York State Environmental Facilities Corporation ("EFC") for an EFC Clean Water Facility Note - 2021 in the amount of \$9,692,079. The proceeds of the note will be used to finance Village

VILLAGE OF SUFFERN, NEW YORK
Notes to Financial Statements
For the Fiscal Year Ended May 31, 2021

Project 2019-007 Wastewater Treatment Plant Modifications until long-term financing is provided by the EFC. The note matures on April 1, 2024, with no interest on \$4,846,040 of the note and an interest rate of 0.32% on the remaining note balance of \$4,846,039. The note functions like a line of credit, where the Village requests and receives funding from the EFC for eligible project expenditures paid by the Village. The Village incurs interest expense only on the amounts reimbursed to the Village by the EFC.

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REQUIRED SUPPLEMENTARY INFORMATION

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VILLAGE OF SUFFERN
Required Supplementary Information

Schedule of Changes in the Village's
Other Post Employment Benefits Plan and Related Ratios
Last Three Fiscal Years

Measurement date	<u>05/31/2021</u>	<u>05/31/2020</u>	<u>05/31/2019</u>
TOTAL OPEB LIABILITY			
Service cost	\$ 92,446	\$ 442,876	\$ 388,955
Interest	101,773	1,412,791	1,484,508
Changes in benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the total OPEB liability	50,317	-	-
Changes of assumptions	760,522	5,879,227	14,744,432
Benefit payments	<u>(113,200)</u>	<u>(1,294,598)</u>	<u>(1,309,231)</u>
Net change in total OPEB liability	891,858	6,440,296	15,308,664
Total OPEB liability - beginning	<u>55,546,500</u>	<u>49,106,204</u>	<u>33,797,540</u>
Total OPEB liability - ending	<u>\$ 56,438,358</u>	<u>\$ 55,546,500</u>	<u>\$ 49,106,204</u>
 Covered payroll	 \$ 6,013,912	 \$ 6,013,912	 \$ 6,013,912
Total OPEB liability as a % of covered payroll	938.46%	923.63%	816.54%

Schedule of Changes in the Village's
Total Pension Liability - Fire Service Awards Program
Last Three Fiscal Years

Measurement date	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>
TOTAL PENSION LIABILITY			
Service cost	\$ 92,446	\$ 88,076	\$ 86,816
Interest	101,773	103,988	89,070
Changes of benefit terms	-	-	145,806
Changes of assumptions or other inputs	760,522	174,511	(214,884)
Differences between expected and actual experience	50,317	(1,865)	27,608
Benefit payments	<u>(113,200)</u>	<u>(94,840)</u>	<u>(100,232)</u>
Net change in total pension liability	891,858	269,870	34,184
Total pension liability - beginning	<u>3,086,017</u>	<u>2,816,147</u>	<u>2,781,963</u>
Total pension liability - ending	<u>\$ 3,977,875</u>	<u>\$ 3,086,017</u>	<u>\$ 2,816,147</u>
 Covered payroll	 N/A	 N/A	 N/A
Total pension liability as a % of covered payroll	N/A	N/A	N/A

Notes to Required Supplementary Information

Changes of assumptions or other inputs. The discount rate used to measure the total pension liability was based on the yield to maturity of the S&P Municipal Bond 20 Year High Grade Rate Index and was as follows:

December 31, 2018:	3.64%
December 31, 2019:	3.26%
December 31, 2020:	1.93%

Trust Assets. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 73 to pay related benefits.

Changes of Benefit Terms. Effective January 1, 2019, the program was amended to increase the maximum number of years of service credit a participant may earn from 25-30.

VILLAGE OF SUFFERNRequired Supplementary Information
Schedule of the Proportionate Share of the
Net Pension Liability and Contributions
Last Six Fiscal Years

	<u>2021</u>
<u>Employees Retirement System</u>	
Proportion of the net pension liability	1.0250700%
Proportionate share of the net pension liability	\$ 237,017
Covered payroll June 1 - May 31	\$ 3,346,456
Net pension liability as percentage of covered payroll	7.08%
Fiduciary net position as percentage of total pension liability	99.95%
Contractually required contribution	\$ 522,498
Contributions made	<u>(522,498)</u>
(Excess) deficiency of contributions	<u>\$ -</u>
Contributions as percentage of covered payroll	15.61%
 <u>Police and Fire Retirement System</u>	
Proportion of the net pension liability	8.2891900%
Proportionate share of the net pension liability	\$ 781,983
Covered payroll June 1 - May 31	\$ 3,832,042
Net pension liability as percentage of covered payroll	20.41%
Fiduciary net position as percentage of total pension liability	95.79%
Contractually required contribution	\$ 908,661
Contributions made	<u>(908,661)</u>
(Excess) deficiency of contributions	<u>\$ -</u>
Contributions as percentage of covered payroll	23.71%

Amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

Schedule is intended to show information for 10 years.

Additional years will be displayed as they become available.

Data not available prior to fiscal year 2016 implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
0.0109849%	0.0114928%	0.0121370%	0.0116346%	0.0126191%
\$ 2,908,870	\$ 814,303	\$ 391,716	\$ 1,093,208	\$ 2,025,395
\$ 3,333,866	\$ 3,548,588	\$ 3,711,867	\$ 3,463,920	\$ 3,470,246
87.25%	22.95%	10.55%	31.56%	58.36%
86.39%	96.3%	98.2%	94.7%	90.7%
\$ 470,320	\$ 507,856	\$ 546,504	\$ 516,606	\$ 599,702
(470,320)	(507,856)	(546,504)	(516,606)	(599,702)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
14.11%	14.31%	14.72%	14.91%	17.28%
0.8373080%	0.0707175%	0.0698059%	0.0754608%	0.0763461%
\$ 4,475,360	\$ 1,185,976	\$ 705,568	\$ 1,564,039	\$ 2,260,447
\$ 3,577,415	\$ 3,031,428	\$ 3,358,171	\$ 3,265,551	\$ 2,835,592
125.10%	39.12%	21.01%	47.90%	79.72%
84.86%	95.1%	96.9%	93.5%	90.2%
\$ 774,833	\$ 661,464	\$ 761,081	\$ 733,265	\$ 455,277
(774,833)	(661,464)	(761,081)	(733,265)	(455,277)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
21.66%	21.82%	22.66%	22.45%	16.06%

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OTHER SUPPLEMENTARY INFORMATION

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VILLAGE OF SUFFERN
General Fund
Comparative Balance Sheet
May 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 1,864,574	\$ 1,838,483
Restricted cash	297,075	97,863
Investments - unrestricted	3,935,571	2,490,375
Investments - restricted	2,098,791	1,580,291
Receivables		
Accounts, net	87,506	82,006
State and federal government	218,059	132,642
Due from other funds	588,276	1,316,791
Advances to other funds	1,900,000	1,900,000
Due from other governments	195,996	110,416
Deposits	15,000	2,131
Total assets	<u>\$ 11,200,848</u>	<u>\$ 9,550,998</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 277,060	\$ 424,317
Accrued liabilities	314,778	308,674
Due to other funds	861,178	842,732
Security deposits	229,306	218,445
Bond anticipation notes payable	-	25,500
Due to retirement systems	258,404	210,547
Other liabilities	97,510	93,167
Total liabilities	<u>2,038,236</u>	<u>2,123,382</u>
Fund balance		
Nonspendable		
Advance to sewer fund	1,900,000	1,900,000
Restricted		
Law enforcement	10,413	22,614
DARE	75,250	75,250
Fire service awards program	1,847,203	1,580,291
Compensated absences	463,000	-
Committed		
Suffern Day	1,130	1,130
9/11 Memorial	10,243	11,223
Assigned	200,684	118,786
Unassigned	4,654,689	3,718,322
Total fund balance	<u>9,162,612</u>	<u>7,427,616</u>
Total liabilities and fund balance	<u>\$ 11,200,848</u>	<u>\$ 9,550,998</u>

VILLAGE OF SUFFERN

General Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Years Ended May 31, 2021 and 2020

	2021			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Real property taxes	\$ 11,883,933	\$ 11,883,933	\$ 11,903,490	\$ 19,557
Other tax items				
Payments in lieu of taxes	204,387	204,387	201,704	(2,683)
Interest and penalties on real property taxes	20,000	20,000	71,540	51,540
Total other tax items	224,387	224,387	273,244	48,857
Non-property taxes				
Utilities gross receipts tax	164,000	164,000	161,240	(2,760)
Franchise fees	250,000	250,000	237,994	(12,006)
Total non-property taxes	414,000	414,000	399,234	(14,766)
Departmental income				
Fire inspection fees	41,000	41,000	17,030	(23,970)
Certificate of occupancy search fees	20,000	20,000	42,295	22,295
Public safety fees	20,000	20,000	20,905	905
Vital statistics fees	49,000	49,000	54,161	5,161
Public works services	-	-	5,130	5,130
Parking permits	200,000	200,000	99,394	(100,606)
Pool fees	-	-	-	-
Other culture and recreation fees	15,000	15,000	3,787	(11,213)
Zoning fees	2,500	2,500	2,130	(370)
Planning board fees	12,500	12,500	3,725	(8,775)
Refuse and garbage charges	1,410,331	1,410,331	1,415,225	4,894
Police services	-	-	1,100	1,100
Snow removal	-	-	-	-
Total departmental income	1,770,331	1,770,331	1,664,882	(105,449)
Use of money and property				
Earnings on investments	40,000	40,000	267,468	227,468
Rental of real property	58,559	58,559	58,559	-
Filming fees	-	-	64,696	64,696
Total use of money and property	98,559	98,559	390,723	292,164
Licenses and permits				
Building permits	50,000	70,000	140,785	70,785
Other permits	35,000	35,000	47,375	12,375
Total licenses and permits	85,000	105,000	188,160	83,160
Fines and forfeitures	251,000	311,000	120,416	(190,584)
Sale of property and compensation for loss				
Sale of recyclables	3,000	3,000	8,812	5,812
Sale of equipment	-	-	-	-
Insurance recoveries	25,000	25,000	15,627	(9,373)
Total sale of property and compensation for loss	28,000	28,000	24,439	(3,561)
Miscellaneous revenue				
County sales tax distribution	541,000	541,000	664,531	123,531
AIM-related payment	88,416	88,416	88,416	-
Refund of prior years' expenditures	-	-	12,209	12,209
Gifts and donations	89,000	92,100	37,907	(54,193)
Premiums on obligations	-	-	-	-
Other miscellaneous revenues	208,000	208,000	236,082	28,082
Total miscellaneous revenue	926,416	929,516	1,039,145	109,629

2020

Original Budget	Final Budget	Actual	Variance with Final Budget
<u>\$ 11,554,286</u>	<u>\$ 11,554,286</u>	<u>\$ 11,542,646</u>	<u>\$ (11,640)</u>
193,578	193,578	200,750	7,172
20,000	20,000	66,426	46,426
<u>213,578</u>	<u>213,578</u>	<u>267,176</u>	<u>53,598</u>
170,000	170,000	150,621	(19,379)
250,000	250,000	251,833	1,833
<u>420,000</u>	<u>420,000</u>	<u>402,454</u>	<u>(17,546)</u>
40,000	40,000	41,485	1,485
20,000	20,000	20,926	926
20,000	20,000	24,361	4,361
49,000	49,000	55,230	6,230
-	-	-	-
185,428	185,428	211,160	25,732
42,000	42,000	51,214	9,214
15,000	15,000	14,309	(691)
2,500	2,500	3,050	550
20,000	20,000	4,875	(15,125)
1,351,559	1,351,559	1,349,524	(2,035)
-	-	495	495
<u>5,588</u>	<u>5,588</u>	<u>-</u>	<u>(5,588)</u>
<u>1,751,075</u>	<u>1,751,075</u>	<u>1,776,629</u>	<u>25,554</u>
-	-	183,692	183,692
56,117	56,117	57,413	1,296
-	-	19,899	19,899
<u>56,117</u>	<u>56,117</u>	<u>261,004</u>	<u>204,887</u>
80,000	80,000	55,340	(24,660)
34,000	34,000	30,690	(3,310)
<u>114,000</u>	<u>114,000</u>	<u>86,030</u>	<u>(27,970)</u>
<u>247,000</u>	<u>247,000</u>	<u>209,961</u>	<u>(37,039)</u>
3,000	3,000	3,248	248
-	-	1,509	1,509
<u>25,000</u>	<u>25,000</u>	<u>18,060</u>	<u>(6,940)</u>
<u>28,000</u>	<u>28,000</u>	<u>22,817</u>	<u>(5,183)</u>
525,000	525,000	558,641	33,641
98,736	88,416	88,416	-
-	-	34,961	34,961
65,000	65,000	127,631	62,631
-	-	8,491	8,491
<u>225,000</u>	<u>225,000</u>	<u>217,781</u>	<u>(7,219)</u>
<u>913,736</u>	<u>903,416</u>	<u>1,035,921</u>	<u>132,505</u>

VILLAGE OF SUFFERN

General Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Years Ended May 31, 2021 and 2020

	2021			
	Original Budget	Final Budget	Actual	Variance with Final Budget
State aid				
Mortgage tax	204,000	204,000	300,493	96,493
Public safety	-	-	10,000	10,000
Transportation	19,148	19,148	30,923	11,775
Total state aid	223,148	223,148	341,416	118,268
Federal aid	-	-	45,624	45,624
Total revenues	15,904,774	15,987,874	16,390,773	402,899
EXPENDITURES				
General government				
Board of trustees	54,082	54,229	39,228	15,001
Justice court	265,071	281,129	210,752	70,377
Mayor	30,458	30,562	27,642	2,920
Auditor	38,000	38,000	21,512	16,488
Treasurer	148,900	178,493	124,929	53,564
Assessment	13,103	13,362	13,361	1
Municipal financial advisor	4,000	4,000	-	4,000
Clerk	216,971	218,975	209,510	9,465
Attorney	189,008	193,508	140,976	52,532
Shared services	160,000	160,000	130,823	29,177
Unallocated insurance	158,000	154,357	154,356	1
Municipal association dues	5,000	5,000	4,696	304
Judgments and claims	95,000	78,273	78,271	2
Contingency	100,000	48,000	-	48,000
Total general government	1,477,593	1,457,888	1,156,056	301,832
Public safety				
Police	4,625,452	4,749,629	4,487,693	261,936
Fire	328,745	348,283	326,536	21,747
Safety inspection	249,053	269,053	212,341	56,712
Total public safety	5,203,250	5,366,965	5,026,570	340,395
Health - registrar of vital statistics	9,600	9,680	9,680	-
Transportation				
Street administration	16,616	16,616	7,578	9,038
Street maintenance	1,179,259	1,284,748	1,191,568	93,180
Snow removal	145,000	144,977	89,768	55,209
Street lighting	220,000	220,000	163,385	56,615
Parking	59,465	59,591	48,019	11,572
Total transportation	1,620,340.00	1,725,932.00	1,500,318.00	225,614.00
Culture and recreation				
Parks and playgrounds	208,487.00	246,237.00	206,872.00	39,365.00
Youth recreation	67,194	64,323	60,099	4,224
Historian	4,481	4,489	4,061	428
recreation	280,162	315,049	271,032	44,017
Home and community service				
Zoning board	6,563	6,965	6,002	963
Planning board	21,716	21,716	5,473	16,243
Refuse and garbage	1,073,831	1,102,753	1,021,736	81,017
Total home and community services	1,102,110	1,131,434	1,033,211	98,223

2020

Original Budget	Final Budget	Actual	Variance with Final Budget
195,000	195,000	249,870	54,870
-	10,000	14,044	4,044
19,148	19,148	211	(18,937)
214,148	224,148	264,125	39,977
-	-	-	-
15,511,940	15,511,620	15,868,763	357,143
54,082	54,082	48,030	6,052
281,218	269,982	230,010	39,972
30,258	30,258	28,982	1,276
38,000	38,000	21,698	16,302
139,987	151,743	127,352	24,391
13,103	13,103	13,103	-
4,000	4,000	2,500	1,500
208,182	219,400	205,631	13,769
188,508	320,108	287,757	32,351
203,435	211,325	142,769	68,556
158,600	158,600	146,091	12,509
5,000	5,000	4,846	154
80,000	95,000	86,923	8,077
200,000	341	-	341
1,604,373	1,570,942	1,345,692	225,250
4,391,515	4,454,598	4,351,997	102,601
318,884	325,424	308,106	17,318
209,353	221,753	211,913	9,840
4,919,752	5,001,775	4,872,016	129,759
9,600	9,600	9,600	-
15,116	17,571	9,959	7,612
1,173,850	1,246,973	1,047,508	199,465
132,500	140,512	52,256	88,256
245,000	259,080	174,643	84,437
87,907	87,907	67,226	20,681
1,654,373.00	1,752,043.00	1,351,592.00	400,451.00
287,993.00	371,674.00	336,147.00	35,527.00
76,201	78,822	69,991	8,831
1,981	6,181	3,891	2,290
366,175	456,677	410,029	46,648
5,863	5,863	5,560	303
31,516	31,516	6,803	24,713
1,022,892	1,048,682	1,007,772	40,910
1,060,271	1,086,061	1,020,135	65,926

VILLAGE OF SUFFERN

General Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Years Ended May 31, 2021 and 2020

	2021			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Employee benefits				
NYS employee retirement system	379,192	379,192	367,935	11,257
NYS police & fire retirement system	942,657	942,657	953,800	(11,143)
Firefighter service award program	148,568	148,568	140,711	7,857
Social security and medicare	450,400	455,015	422,110	32,905
MTA commuter tax	19,300	19,928	19,928	-
Disability insurance	137	137	115	22
Flexible spending plan fees	1,200	1,200	1,200	-
Workers' compensation insurance	502,400	502,400	419,434	82,966
Life insurance	66,400	77,699	75,857	1,842
Unemployment insurance	2,500	22,500	17,101	5,399
Health insurance	2,544,300	2,506,551	2,066,614	439,937
Dental insurance	105,000	110,192	100,819	9,373
Total employee benefits	5,162,054	5,166,039	4,585,624	580,415
Debt service				
Principal				
Installment purchase debt	131,940	131,940	131,940	-
Total Principal	131,940	131,940	131,940	-
Interest				
Bond anticipation notes	24,048	24,048	24,048	-
Installment purchase debt	24,440	24,440	24,440	-
Total interest	48,488	48,488	48,488	-
Total debt service	180,428	180,428	180,428	-
Total expenditures	15,035,537	15,353,415	13,762,919	1,590,496
Excess of revenues over expenditures	869,237	634,459	2,627,854	1,993,395
OTHER FINANCING SOURCES (USES)				
Transfer in - capital projects fund	-	40,879	40,879	-
Transfer out - debt service fund	(523,487)	(523,487)	(523,487)	-
Transfer out - capital projects fund	(345,750)	(435,750)	(410,250)	25,500
Total other financing sources (uses)	(869,237)	(918,358)	(892,858)	25,500
Net change in fund balance	-	(283,899)	1,734,996	2,018,895
Fund balance - beginning	-	-	7,427,616	7,143,717
Fund balance - ending	\$ -	\$ -	\$ 9,162,612	\$ 9,162,612

2020

Original Budget	Final Budget	Actual	Variance with Final Budget
431,475	431,475	370,072	61,403
903,834	853,834	851,233	2,601
140,000	140,000	118,046	21,954
458,638	466,810	405,046	61,764
22,000	22,000	20,004	1,996
200	200	137	63
1,200	1,200	1,200	-
434,081	434,081	427,618	6,463
77,500	77,500	74,450	3,050
6,000	6,000	-	6,000
2,394,000	2,336,000	2,048,098	287,902
108,500	108,500	106,552	1,948
4,977,428	4,877,600	4,422,456	455,144
96,964	96,964	96,964	-
96,964	96,964	96,964	-
8,284	8,284	8,284	-
25,705	25,705	25,705	-
33,989	33,989	33,989	-
130,953	130,953	130,953	-
14,722,925	14,885,651	13,562,473	1,323,178
789,015	625,969	2,306,290	1,680,321
-	-	-	-
(638,015)	(638,015)	(627,707)	10,308
(151,000)	(238,946)	(213,446)	25,500
(789,015)	(876,961)	(841,153)	35,808
-	(250,992)	1,465,137	1,716,129
-	250,992	5,962,479	5,711,487
\$ -	\$ -	\$ 7,427,616	\$ 7,427,616

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VILLAGE OF SUFFERN
Water Fund
Comparative Balance Sheet
May 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 243,845	\$ 467,976
Investments	1,283,944	722,979
Water rents receivable	693,314	605,548
Due from other funds	19,238	237,074
Total assets	<u>\$ 2,240,341</u>	<u>\$ 2,033,577</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 26,112	\$ 48,532
Accrued liabilities	38,478	24,879
Due to other funds	637,433	929,627
Due to retirement systems	17,475	17,007
Total liabilities	<u>719,498</u>	<u>1,020,045</u>
 Fund balance	<u>1,520,843</u>	<u>1,013,532</u>
 Total liabilities and fund balance	<u>\$ 2,240,341</u>	<u>\$ 2,033,577</u>

VILLAGE OF SUFFERN

Water Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Years Ended May 31, 2021 and 2020

	2021			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Departmental income				
Metered water sales	\$ 2,128,260	\$ 2,128,260	\$ 2,151,287	\$ 23,027
Water service charges	2,000	2,000	2,750	750
Interest and penalties on water rents	19,000	19,000	40,595	21,595
Total departmental income	<u>2,149,260</u>	<u>2,149,260</u>	<u>2,194,632</u>	<u>45,372</u>
Interest and earnings	-	-	967	967
Miscellaneous revenue	9,500	9,500	13,162	3,662
Total revenues	<u>2,158,760</u>	<u>2,158,760</u>	<u>2,208,761</u>	<u>50,001</u>
EXPENDITURES				
Home and community services				
Water administration	387,663	383,663	309,363	74,300
Source of supply, power and pumping	843,051	883,759	779,016	104,743
Transmission and distribution	105,500	105,500	85,715	19,785
Contingency	200,000	168,000	-	168,000
Total home and community services	<u>1,536,214</u>	<u>1,540,922</u>	<u>1,174,094</u>	<u>366,828</u>
Employee benefits				
NYS employees retirement system	101,000	101,000	97,745	3,255
Social security and medicare	55,900	58,164	58,164	-
MTA commuter tax	2,400	2,400	1,837	563
Workers' compensation insurance	43,000	40,736	35,057	5,679
Health & dental insurance	341,200	341,200	274,597	66,603
Life insurance	8,200	8,200	2,703	5,497
Total employee benefits	<u>551,700</u>	<u>551,700</u>	<u>470,103</u>	<u>81,597</u>
Debt service				
Bond anticipation notes	127	127	127	-
Total debt service	<u>127</u>	<u>127</u>	<u>127</u>	<u>-</u>
Total expenditures	<u>2,088,041</u>	<u>2,092,749</u>	<u>1,644,324</u>	<u>448,425</u>
Excess (deficiency) of revenues over expenditures	<u>70,719</u>	<u>66,011</u>	<u>564,437</u>	<u>498,426</u>
OTHER FINANCING SOURCES (USES)				
Transfer in - Capital Projects Fund	-	13,593	13,593	-
Transfer out - Debt Service Fund	(64,344)	(64,344)	(64,344)	-
Transfer out - Capital Projects Fund	(6,375)	(6,375)	(6,375)	-
Total other financing sources (uses)	<u>(70,719)</u>	<u>(57,126)</u>	<u>(57,126)</u>	<u>-</u>
Net change in fund balance	-	8,885	507,311	498,426
Fund balance (deficit) - beginning	-	(8,885)	1,013,532	1,022,417
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,520,843</u>	<u>\$ 1,520,843</u>

2020			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 2,133,764	\$ 2,133,764	\$ 1,799,393	\$ (334,371)
1,500	1,500	2,900	1,400
19,000	19,000	31,144	12,144
<u>2,154,264</u>	<u>2,154,264</u>	<u>1,833,437</u>	<u>(320,827)</u>
-	-	7,979	7,979
7,700	7,700	11,329	3,629
<u>2,161,964</u>	<u>2,161,964</u>	<u>1,852,745</u>	<u>(309,219)</u>
382,198	339,498	303,020	36,478
851,410	914,834	661,727	253,107
104,000	121,730	81,001	40,729
200,000	200,000	-	200,000
<u>1,537,608</u>	<u>1,576,062</u>	<u>1,045,748</u>	<u>530,314</u>
116,675	116,675	97,554	19,121
58,651	61,061	54,006	7,055
2,000	2,000	1,709	291
38,784	38,784	38,784	-
324,400	320,400	275,566	44,834
2,200	2,200	2,393	(193)
<u>542,710</u>	<u>541,120</u>	<u>470,012</u>	<u>71,108</u>
<u>485</u>	<u>485</u>	<u>485</u>	<u>-</u>
<u>485</u>	<u>485</u>	<u>485</u>	<u>-</u>
<u>2,080,803</u>	<u>2,117,667</u>	<u>1,516,245</u>	<u>601,422</u>
81,161	44,297	336,500	292,203
-	15,000	15,000	-
(71,036)	(71,036)	(70,444)	592
(10,125)	(60,125)	(60,125)	-
<u>(81,161)</u>	<u>(116,161)</u>	<u>(115,569)</u>	<u>592</u>
-	(71,864)	220,931	292,795
-	71,864	792,601	720,737
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,013,532</u>	<u>\$ 1,013,532</u>

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VILLAGE OF SUFFERN
Comparative Balance Sheet
Sewer Fund
May 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 68,275	\$ 36,333
Sewer rents receivable	939,405	796,801
Due from other funds	<u>1,082,504</u>	<u>1,113,506</u>
Total assets	<u>\$ 2,090,184</u>	<u>\$ 1,946,640</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 61,903	\$ 138,951
Accrued liabilities	9,796	12,219
Due to other funds	78,310	67,917
Advances from other funds	1,900,000	1,900,000
Due to retirement systems	<u>10,779</u>	<u>9,827</u>
Total liabilities	<u>2,060,788</u>	<u>2,128,914</u>
 Total fund balance	<u>29,396</u>	<u>(182,274)</u>
 Total liabilities and fund balance	<u>\$ 2,090,184</u>	<u>\$ 1,946,640</u>

VILLAGE OF SUFFERN

Sewer Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Years Ended May 31, 2021 and 2020

	2021			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Departmental income				
Sewer fees	\$ 2,657,248	\$ 2,657,248	\$ 2,383,469	\$ (273,779)
Penalties	15,000	15,000	41,657	26,657
Use of money and property	-	-	26	26
Miscellaneous revenue	5,550	5,550	8,568	3,018
Total revenues	<u>2,677,798</u>	<u>2,677,798</u>	<u>2,433,720</u>	<u>(244,078)</u>
EXPENDITURES				
Home and community services				
Wastewater administration	330,355	330,355	301,421	28,934
Wastewater treatment	1,243,142	1,262,038	970,131	291,907
Contingency	100,000	94,831	-	94,831
Total home and community services	<u>1,673,497</u>	<u>1,687,224</u>	<u>1,271,552</u>	<u>415,672</u>
Employee benefits				
NYS employees retirement system	62,300	62,300	60,956	1,344
Social security and medicare	34,500	34,500	29,311	5,189
MTA commuter tax	1,500	1,500	512	988
Workers' compensation insurance	35,400	35,400	28,860	6,540
Health & dental insurance	215,000	215,000	174,078	40,922
Life insurance	5,100	5,100	715	4,385
Total employee benefits	<u>353,800</u>	<u>353,800</u>	<u>294,432</u>	<u>59,368</u>
Debt service				
State loan	-	511	511	-
Bond anticipation notes	21,951	1,951	1,951	-
Total debt service	<u>21,951</u>	<u>2,462</u>	<u>2,462</u>	<u>-</u>
Total expenditures	<u>2,049,248</u>	<u>2,043,486</u>	<u>1,568,446</u>	<u>475,040</u>
Excess (deficiency) of revenues over expenditures	<u>628,550</u>	<u>634,312</u>	<u>865,274</u>	<u>59,368</u>
OTHER FINANCING SOURCES (USES)				
Transfer out - debt service fund	(568,150)	(595,143)	(588,035)	7,108
Transfer out - capital projects fund	(60,400)	(65,569)	(65,569)	-
Total other financing sources (uses)	<u>(628,550)</u>	<u>(660,712)</u>	<u>(653,604)</u>	<u>7,108</u>
NET CHANGE IN FUND BALANCE	-	(26,400)	211,670	238,070
Fund balance (deficit) - beginning	<u>-</u>	<u>26,400</u>	<u>(182,274)</u>	<u>(208,674)</u>
Fund balance (deficit) - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,396</u>	<u>\$ 29,396</u>

2020			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 2,487,863	\$ 2,487,863	\$ 2,150,893	\$ (336,970)
13,000	13,000	39,302	26,302
-	-	236	236
11,000	11,000	5,533	(5,467)
<u>2,511,863</u>	<u>2,511,863</u>	<u>2,195,964</u>	<u>(315,899)</u>
324,906	332,206	304,106	28,100
977,870	1,033,424	964,895	68,529
300,000	300,000	-	300,000
<u>1,602,776</u>	<u>1,665,630</u>	<u>1,269,001</u>	<u>396,629</u>
67,419	67,419	51,387	16,032
33,891	34,748	28,903	5,845
1,000	1,000	507	493
38,784	38,784	38,784	-
212,000	208,000	173,707	34,293
1,800	1,800	658	1,142
<u>354,894</u>	<u>351,751</u>	<u>293,946</u>	<u>57,805</u>
-	-	-	-
<u>9,378</u>	<u>9,378</u>	<u>10,654</u>	<u>(1,276)</u>
<u>9,378</u>	<u>9,378</u>	<u>10,654</u>	<u>(1,276)</u>
<u>1,967,048</u>	<u>2,026,759</u>	<u>1,573,601</u>	<u>453,158</u>
<u>544,815</u>	<u>485,104</u>	<u>622,363</u>	<u>137,259</u>
(200,000)	(200,000)	-	200,000
<u>(544,815)</u>	<u>(544,815)</u>	<u>(536,886)</u>	<u>7,929</u>
<u>(744,815)</u>	<u>(744,815)</u>	<u>(536,886)</u>	<u>207,929</u>
(200,000)	(259,711)	85,477	345,188
<u>200,000</u>	<u>259,711</u>	<u>(267,751)</u>	<u>(527,462)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (182,274)</u>	<u>\$ (182,274)</u>

VILLAGE OF SUFFERN
Capital Projects Fund
Comparative Balance Sheet
May 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 1,432,773	\$ 823,351
Cash with fiscal agent	30,374	109
Receivables		
Due from other funds	<u>428,091</u>	<u>379,012</u>
Total assets	<u><u>\$ 1,891,238</u></u>	<u><u>\$ 1,202,472</u></u>
 LIABILITIES AND FUND BALANCE		
Accounts payable	\$ 44,646	\$ 320,542
Due to other funds	541,188	1,206,107
Bond anticipation notes payable	<u>2,058,500</u>	<u>1,284,425</u>
Total liabilities	<u>2,644,334</u>	<u>2,811,074</u>
 Total fund balance (deficit)	<u>(753,096)</u>	<u>(1,608,602)</u>
 Total liabilities and fund balance	<u><u>\$ 1,891,238</u></u>	<u><u>\$ 1,202,472</u></u>

VILLAGE OF SUFFERN
Capital Projects Fund
Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance
For the Years Ended May 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
REVENUES		
State aid	\$ 184,677	\$ 563,916
Federal aid	161,848	-
Miscellaneous	<u>166,672</u>	<u>-</u>
Total revenues	<u>513,197</u>	<u>563,916</u>
EXPENDITURES		
Capital outlay	<u>715,914</u>	<u>1,954,884</u>
Deficiency of revenues over expenditures	<u>(202,717)</u>	<u>(1,390,968)</u>
OTHER FINANCING SOURCES (USES)		
Bonds issued	630,501	-
Installment purchase debt issued	-	95,000
Transfer in	620,959	333,971
Transfers out	<u>(193,237)</u>	<u>(15,000)</u>
Total other financing sources	<u>1,058,223</u>	<u>413,971</u>
Net change in fund balance	855,506	(976,997)
Fund balance (deficit) - beginning	<u>(1,608,602)</u>	<u>(631,605)</u>
Fund balance (deficit) - ending	<u><u>\$ (753,096)</u></u>	<u><u>\$ (1,608,602)</u></u>

VILLAGE OF SUFFERN

Capital Projects Fund

Project-Length Schedule

Inception of Project Through May 31, 2021

Project		Authorization	Revenues
2011-005	2011 Sewer Plant Improvements	\$ 2,500,000	\$ 2,500,000
2015-009	2015 Sewer System Improvements	1,100,000	1,100,000
2016-001	2016 Computer Systems	87,000	-
2016-002	2016 Fire Equipment	52,500	-
2016-003	2016 Road Resurfacing	61,000	-
2016-004	2016 Heavy Duty Vehicles	108,000	-
2016-005	2016 LED Street Lighting	25,500	-
2016-006	2016 Sewer System Improvements	92,000	-
2016-007	2016 Water System Improvements	25,500	-
2016-009	2016 Village Hall Improvements	87,000	-
2017-001	2017 Sewer System Improvements	187,000	-
2018-001	2018 Sewer System Improvements	903,780	602,155
2018-003	2018 Wayne Avenue Sidewalks	313,192	190,320
2019-001	2019 Phase II Sewer Abatement	1,500,000	463,024
2019-002	2019 Road Improvements Phase 9	487,458	338,466
2019-003	2019 DPW Multi-Purpose Truck	250,000	249,150
2019-005	2019 Fire Dept SCBA	175,000	-
2019-006	2019 DPW Backhoe	150,000	-
2019-007	2019 WWTP Modifications	9,240,000	-
2020-002	2020 Road Improvements Phase 10	691,700	249,537
2020-003	2020 Parking Lot B Repaving	300,000	-
2020-004	2020 Village Hall Parking Lot Repaving	100,000	-
2020-005	2020 NJ Transit Parking Lot Repaving	131,560	-
2020-008	2020 Fire Truck	875,000	-
2020-009	2020 Water Rate Study	50,000	-
2021-001	2021 Police Car & Cameras	115,000	-
2021-002	2021 Garbage Truck with Plow	245,000	-
2021-003	2021 Firehouse HVAC	45,000	-
2021-004	2021 Road Improvement Phase 11	587,000	166,672
2021-005	2021 GOSR NYCR0255 Water Wells	2,020,191	-
2021-006	2021 GOSR NYCR0256 Generators	691,228	-
Totals		\$ 23,196,609	\$ 5,859,324

Expenditures	Transfers	Fund Balance		BANs Outstanding
		05/31/2021	05/31/2020	
\$ 2,490,207	\$ -	\$ 9,793	\$ 66,946	\$ -
1,084,171	(11,023)	4,806	15,829	-
86,972	86,972	-	(21,049)	-
52,456	52,456	-	(13,125)	-
27,500	27,500	-	18,250	-
99,055	108,000	8,945	(18,055)	-
14,178	25,500	11,322	4,947	-
50,523	92,000	41,477	60,748	-
11,907	11,907	-	7,218	-
1,992	79,650	77,658	63,258	-
112,574	145,358	32,784	(374)	37,400
778,646	5,392	(171,099)	(514,140)	171,100
171,675	143,308	161,953	100,484	-
457,715	15,042	20,351	(439,760)	-
368,566	30,100	-	-	-
249,150	-	-	-	-
160,451	35,000	(125,451)	(159,210)	140,000
-	25,000	25,000	25,000	-
707,625	-	(707,625)	(355,173)	-
616,499	(23,500)	(390,462)	(403,496)	400,000
3,306	60,000	56,694	(2,735)	240,000
87,364	20,000	(67,364)	(94,165)	80,000
-	-	-	-	-
4,177	-	(4,177)	-	875,000
-	50,000	50,000	50,000	-
92,563	-	(92,563)	-	115,000
-	-	-	-	-
18,346	-	(18,346)	-	-
-	157,000	323,672	-	-
232	-	(232)	-	-
232	-	(232)	-	-
<u>\$ 7,748,082</u>	<u>\$ 1,135,661</u>	<u>\$ (753,096)</u>	<u>\$ (1,608,602)</u>	<u>\$ 2,058,500</u>

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VILLAGE OF SUFFERN
Debt Service Fund
Comparative Balance Sheet
May 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash	\$ 8,309	\$ 8,299
Cash with fiscal agent	<u>-</u>	<u>7,104</u>
Total assets	<u>\$ 8,309</u>	<u>\$ 15,403</u>
 FUND BALANCE	 <u>\$ 8,309</u>	 <u>\$ 15,403</u>

VILLAGE OF SUFFERN

Debt Service Fund

Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Years Ended May 31, 2021 and 2020

	2021			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Serial bond proceeds	\$ -	\$ -	\$ -	\$ -
Premium on obligations	-	-	-	-
Use of money and property	-	-	10	10
Total revenues	-	-	10	10
EXPENDITURES				
Fiscal agent fees	-	-	-	-
Serial bonds - principal	840,000	865,000	865,000	-
Serial bonds - interest	315,981	317,974	317,970	4
Total expenditures	1,155,981	1,182,974	1,182,970	4
Excess (deficiency) of revenues over expenditures	(1,155,981)	(1,182,974)	(1,182,960)	14
OTHER FINANCING SOURCES				
Transfer in - general fund	523,487	523,487	523,486	(1)
Transfer in - water fund	64,344	64,344	64,343	(1)
Transfer in - sewer fund	568,150	595,143	588,037	(7,106)
Total other financing sources	1,155,981	1,182,974	1,175,866	(7,108)
Net change in fund balance	-	-	(7,094)	(7,094)
Fund balance - beginning	-	-	15,403	15,403
Fund balance - ending	\$ -	\$ -	\$ 8,309	\$ 8,309

2020

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ -	\$ 2,935,000	\$ 2,935,000	\$ -
-	542,413	542,413	-
-	-	6	6
-	3,477,413	3,477,419	6
-	88,848	81,627	7,221
859,396	4,214,396	4,224,395	(9,999)
334,070	367,635	353,202	14,433
1,193,466	4,670,879	4,659,224	11,655
(1,193,466)	(1,193,466)	(1,181,805)	11,661
638,015	638,015	627,707	(10,308)
71,036	71,036	70,444	(592)
484,415	484,415	476,486	(7,929)
1,193,466	1,193,466	1,174,637	(18,829)
-	-	(7,168)	(7,168)
-	-	22,571	22,571
\$ -	\$ -	\$ 15,403	\$ 15,403

