

Village of Briarcliff Manor, New York

Financial Statements and
Supplementary Information

Year Ended May 31, 2015

Village of Briarcliff Manor, New York

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Village of Briarcliff Manor, New York

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Independent Auditors' Report

**The Honorable Mayor and Board of Trustees
of the Village of Briarcliff Manor, 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 Briarcliff Manor, New York ("Village") as of and for the year ended May 31, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

O'CONNOR DAVIES, LLP

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Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

O'Connor Davies, LLP

O'Connor Davies, LLP
Harrison, New York
November 12, 2015

Village of Briarcliff Manor, New York

Management's Discussion and Analysis (MD&A)
May 31, 2015

Introduction

As management of the Village of Briarcliff Manor, New York ("Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended May 31, 2015. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the Village's financial performance.

Comparative Financial Highlights

At the close of fiscal year 2014, the total assets of the Village exceeded its total liabilities by \$16,218,637 and the Village's governmental funds reported combined ending fund balances of \$9,434,899.

At the conclusion of **fiscal year 2015**, total assets exceeded total liabilities by \$13,486,491 and the Village's governmental funds reported combined ending fund balances of \$ 12,863,337.

Unassigned fund balance for the General Fund of \$1,692,257 in FY 2014 decreased to \$1,654,761 at the close of FY 2015. This amount represents 10.70% of total General Fund expenditures and other financing uses; a slight decrease from 11.01% in 2014. The net change in Fund Balance for the General Fund increased by \$30,816.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

The statement of net position presents information on all of the Village's assets and liabilities, with the difference between the two 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 how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, uncollected taxes and earned but unused vacation leave).

The governmental activities of the Village include general government support, public safety, transportation, economic opportunity and development, culture and recreation, home and community services and interest.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains six individual governmental funds: the General Fund, Water Fund, Debt Service Fund, Capital Projects Fund, Public Library Fund, and Special Purpose Fund.

The Village adopts annual budgets for the General, Water, Debt Service and Public Library Funds. Budgetary comparison statements have been provided for the General and Water Funds within the basic financial statements to demonstrate compliance with their respective budgets, since they are classified as major Funds.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Village programs. The Village maintains two types of fiduciary funds that are known as the Agency Fund and the Pension Trust Fund. The Village holds resources in the Agency Fund purely in a custodial capacity. The activity in this fund is limited to the receipt, temporary investment, and remittance of resources to the appropriate individual, organization, or government. The Pension Trust Fund is utilized to account for the Village's Fire Service Award Program.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

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

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the Village, assets exceeded liabilities by \$13,486,491 at the close of the most recent fiscal year. A portion of the Village's net position is its investment in capital assets (land, buildings and improvements, machinery and equipment and infrastructure and construction-in-progress), less any related debt outstanding that was used to acquire those assets. The Village uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Village's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the debt.

	May 31,	
	2015	2014
Current Assets	\$ 15,909,061	\$ 11,606,759
Capital Assets, net	54,710,863	52,652,948
Total Assets	70,619,924	64,259,707
Deferred Outflows of Resources	445,169	125,419
Current Liabilities	3,354,126	2,369,018
Long-Term Liabilities	54,224,476	45,797,471
Total Liabilities	57,578,602	48,166,489
Net Position		
Net Investment in Capital Assets	18,012,554	18,059,239
Restricted	1,442,246	2,213,637
Unrestricted	(5,968,309)	(4,054,239)
Total Net Position	\$ 13,486,491	\$ 16,218,637

The largest portion of net position is the Village's net investment in Capital Assets.

Changes in Net Position

	May 31,	
	2015	2014
REVENUES		
Program Revenues		
Charges for Services	\$ 7,227,310	\$ 7,487,784
Operating Grants and Contributions	403,540	432,589
Capital Grants and Contributions	139,725	586,614
General Revenues		
Real Property Taxes	10,423,409	10,162,913
Other Tax Items	56,701	34,778
Non-Property Taxes	1,498,053	1,463,356
Unrestricted Use of Money and Property	1,024	2,549
Sale of Property and Compensation for Loss	54,582	137,305
Unrestricted State Aid	210,592	249,342
Miscellaneous	112,332	113,582
	<u>20,127,268</u>	<u>20,670,812</u>
PROGRAM EXPENSES		
General Government Support	4,228,344	3,535,344
Public Safety	5,224,675	5,318,951
Health	268,697	263,462
Transportation	1,994,292	1,909,225
Culture and Recreation	2,559,800	2,639,835
Home and Community Services	7,310,055	6,115,814
Interest	1,273,551	1,108,512
	<u>22,859,414</u>	<u>20,891,143</u>
Change in Net Position	(2,732,146)	(220,331)
Net Position - Beginning of Year	<u>16,218,637</u>	<u>16,438,968</u>
Net Position - Ending	<u>\$ 13,486,491</u>	<u>\$ 16,218,637</u>

Governmental Activities

For the fiscal year ended May 31, 2015, revenues from governmental activities totaled \$20,127,268. Tax revenues comprised of real property taxes, other tax items and non-property taxes, represent the largest revenue source (59.51% or \$11,978,163).

The largest components of governmental expenses are home & community services (\$7,310,055), public safety (\$5,224,675), and general government support (\$4,228,344).

Financial Analysis of the Village's Funds

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

Fund Balance Reporting

GASB issued Statement No. 54, "*Fund Balance Reporting and Governmental Fund Type Definitions*", in February 2009. The requirements of GASB Statement No. 54 became effective for financial statements for the Village's fiscal period ending May 31, 2012. GASB Statement No. 54 abandoned the reserved and unreserved classifications of fund balance and replaced them with five new classifications: Non-spendable, restricted, committed, assigned and unassigned which are defined below.

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

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

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

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

Unassigned – represents the residual classification for the government's General Fund, and could report a surplus or deficit. In funds other than the General Fund, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the Village's governmental funds reported combined ending *Assigned and Unassigned fund balances* of \$3,734,738.

Of the Assigned fund balance, \$124,469 has been designated to support the subsequent year's General Fund budget. There are also Non-spendable and Restricted portions of fund balance within each fund that are not available for new spending, having already been committed for prepaid expenditures, capital projects, future capital projects, debt service, and special purposes.

The General Fund is the primary operating fund of the Village. At the end of FY 2014, the Unassigned fund balance of the General Fund was \$1,692,257. At the end of the current fiscal year, the Unassigned fund balance was \$1,654,761, representing 88.09% of the total General Fund fund balance of \$1,878,501.

General Fund Budgetary Highlights

The net change in total general fund balance was \$30,816. Actual revenues, some of which exceeded projections are as follows: Other tax items \$16,601 and Use of Money and Property \$21,015. Actual expenditures and other financing uses were \$250,374 less than the revised budget.

Capital Assets and Debt Administration

Capital Assets

The Village's investment in capital assets for governmental activities at May 31, 2015, net of accumulated depreciation was \$54,710,863. This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure and construction-in-progress.

Major capital assets activity at the end of the fiscal year included the following:

	Capital Assets	
	May 31,	
	2015	2014
Asset:		
Land	\$ 855,947	\$ 855,947
Buildings and improvements	18,836,779	17,602,990
Infrastructure	47,524,642	47,524,642
Machinery and equipment	11,123,606	10,385,606
Construction-in-Progress	4,116,100	1,469,250
Less - accumulated depreciation	(27,746,211)	(25,185,487)
Total (Net of Depreciation)	\$ 54,710,863	\$ 52,652,948

Requests for Information

This financial report has been prepared by the Village Treasurer and is designed to provide a general overview of the Village of Briarcliff Manor, New York's finances for persons interested in these matters. Questions and comments concerning any of the financial information provided in this report should be addressed to Robin Rizzo, Village Treasurer, Village of Briarcliff Manor, 1111 Pleasantville Road, Briarcliff Manor, New York 10510.

Village of Briarcliff Manor, New York

Statement of Net Position
May 31, 2015

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 14,156,120
Restricted investments	395,286
Receivables	
Taxes	62,553
Accounts	139,270
Water rents	615,403
Due from State and Federal governments	2,349
Due from other governments	437,659
Prepaid expenses	100,421
Capital assets	
Not being depreciated	4,972,047
Being depreciated, net	<u>49,738,816</u>
Total Assets	<u>70,619,924</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amounts on refunding bonds	<u>445,169</u>
LIABILITIES	
Accounts payable	1,470,671
Accrued liabilities	422,057
Due to retirement systems	261,048
Unearned revenues	516,975
Bond anticipation notes payable	332,691
Accrued interest payable	350,684
Non-current liabilities	
Due within one year	3,008,426
Due in more than one year	<u>51,216,050</u>
Total Liabilities	<u>57,578,602</u>
NET POSITION	
Net investment in capital assets	18,012,554
Restricted	
Debt service	109,398
Future capital projects	601,546
Special Revenue Funds	
Water	690,142
Special purposes	41,160
Unrestricted	<u>(5,968,309)</u>
Total Net Position	<u>\$ 13,486,491</u>

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

Village of Briarcliff Manor, New York

Statement of Activities
Year Ended May 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government support	\$ 4,228,344	\$ 328,005	\$ 10	\$ -
Public safety	5,224,675	357,811	125,083	-
Health	268,697	-	-	-
Transportation	1,994,292	380,282	219,296	-
Culture and recreation	2,559,800	752,214	13,528	76,472
Home and community services	7,310,055	5,408,998	45,623	41,550
Interest	1,273,551	-	-	21,703
Total Governmental Activities	\$ 22,859,414	\$ 7,227,310	\$ 403,540	\$ 139,725

General Revenues

- Real property taxes
- Other tax items
 - Interest and penalties on real property taxes
- Non-property taxes
 - Franchise fees
 - Utilities gross receipts taxes
 - Non-property tax distribution from County
- Unrestricted use of money and property
- Sale of property and compensation for loss
- Unrestricted State aid
- Miscellaneous
- Insurance recoveries

Total General Revenues

Change in Net Position

NET POSITION

Beginning of Year

Ending

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

Net (Expense)
Revenue and
Changes in
Net Position

\$ (3,900,329)
(4,741,781)
(268,697)
(1,394,714)
(1,717,586)

(1,813,884)
(1,251,848)

(15,088,839)

10,423,409

56,701

193,784
178,712
1,125,557
1,024
7,357
210,592
112,332
47,225

12,356,693

(2,732,146)

16,218,637

\$ 13,486,491

Village of Briarcliff Manor, New York

Balance Sheet
 Governmental Funds
 May 31, 2015

	General	Water	Capital Projects
ASSETS			
Cash and equivalents	\$ 2,612,213	\$ 2,021,894	\$ 9,335,872
Restricted investments	-	-	395,286
Taxes receivable	62,553	-	-
Other receivables			
Accounts	138,329	-	-
Water rents	-	615,403	-
Due from State and Federal governments	2,349	-	-
Due from other governments	403,466	34,193	-
Due from other funds	-	126,491	-
Prepaid expenditures	99,271	1,150	-
	<u>\$ 3,318,181</u>	<u>\$ 2,799,131</u>	<u>\$ 9,731,158</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 242,186	\$ 267,739	\$ 943,654
Accrued liabilities	422,057	-	-
Due to other funds	1,491	-	128,739
Due to retirement systems	214,689	33,567	-
Unearned revenues	516,975	-	-
Bond anticipation notes payable	-	-	332,691
	<u>1,397,398</u>	<u>301,306</u>	<u>1,405,084</u>
Deferred inflows of resources			
Deferred tax revenues	42,282	-	-
	<u>1,439,680</u>	<u>301,306</u>	<u>1,405,084</u>
Fund balances			
Nonspendable	99,271	1,150	-
Restricted	-	601,546	8,326,074
Assigned	124,469	1,895,129	-
Unassigned	1,654,761	-	-
	<u>1,878,501</u>	<u>2,497,825</u>	<u>8,326,074</u>
	<u>\$ 3,318,181</u>	<u>\$ 2,799,131</u>	<u>\$ 9,731,158</u>

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

Debt Service	Other Governmental	Total Governmental Funds
\$ 105,659	\$ 80,482	\$ 14,156,120
-	-	395,286
-	-	62,553
-	941	139,270
-	-	615,403
-	-	2,349
-	-	437,659
3,739	-	130,230
-	-	100,421
<u>\$ 109,398</u>	<u>\$ 81,423</u>	<u>\$ 16,039,291</u>
\$ -	\$ 17,092	\$ 1,470,671
-	-	422,057
-	-	130,230
-	12,792	261,048
-	-	516,975
-	-	332,691
-	29,884	3,133,672
-	-	42,282
-	29,884	3,175,954
-	-	100,421
59,398	41,160	9,028,178
50,000	10,379	2,079,977
-	-	1,654,761
<u>109,398</u>	<u>51,539</u>	<u>12,863,337</u>
<u>\$ 109,398</u>	<u>\$ 81,423</u>	<u>\$ 16,039,291</u>

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Village of Briarcliff Manor, New York

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

Fund Balances - Total Governmental Funds	<u>\$ 12,863,337</u>
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>54,710,863</u>
Governmental funds report the effect of losses on refunding bonds when debt is first issued, and these amounts are deferred and amortized in the statement of activities.	
Deferred amounts on refunding bonds	<u>445,169</u>
Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as deferred in the funds	<u>42,282</u>
Long-term liabilities that are not due and payable in the current period and are not reported in the funds.	
Accrued interest payable	(350,684)
Bonds payable	(45,476,954)
Compensated absences	(486,196)
Retirement incentive payable	(51,326)
Claims payable	(920,000)
Other post employment benefit obligations payable	<u>(7,290,000)</u>
	<u>(54,575,160)</u>
Net Position of Governmental Activities	<u>\$ 13,486,491</u>

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

Village of Briarcliff Manor, New York

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year Ended May 31, 2015

	General	Water	Capital Projects
REVENUES			
Real property taxes	\$ 10,414,825	\$ -	\$ -
Other tax items	56,701	-	-
Non-property taxes	1,498,053	-	-
Departmental income	1,675,442	5,127,889	-
Use of money and property	290,772	671	-
Licenses and permits	28,934	-	-
Fines and forfeitures	90,613	-	-
Sale of property and compensation for loss	7,357	-	-
State aid	431,026	-	76,472
Federal aid	125,083	-	-
Miscellaneous	112,342	8,952	41,550
Total Revenues	14,731,148	5,137,512	118,022
EXPENDITURES			
Current			
General government support	2,681,344	315,299	-
Public safety	4,792,284	-	-
Health	153,591	-	-
Transportation	1,705,916	-	-
Culture and recreation	1,700,679	-	-
Home and community services	1,676,566	2,936,505	-
Debt service			
Principal	-	-	-
Interest	392	3,006	-
Refunding bond issuance cost	-	-	-
Capital outlay	-	-	4,656,117
Total Expenditures	12,710,772	3,254,810	4,656,117
Excess (Deficiency) of Revenues Over Expenditures	2,020,376	1,882,702	(4,538,095)
OTHER FINANCING SOURCES (USES)			
Insurance recoveries	47,225	-	-
Bonds issued	-	-	8,178,100
Refunding bonds issued	-	-	-
Premium on refunding bonds	-	-	-
Payment to refunding bond escrow agent	-	-	-
Transfers in	710,873	-	232,149
Transfers out	(2,747,658)	(2,331,970)	-
Total Other Financing Sources (Uses)	(1,989,560)	(2,331,970)	8,410,249
Net Change in Fund Balances	30,816	(449,268)	3,872,154
FUND BALANCES			
Beginning of Year	1,847,685	2,947,093	4,453,920
End of Year	<u>\$ 1,878,501</u>	<u>\$ 2,497,825</u>	<u>\$ 8,326,074</u>

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

Debt Service	Other Governmental	Total Governmental Funds
\$ -	\$ -	\$ 10,414,825
-	-	56,701
-	-	1,498,053
-	14,684	6,818,015
21,703	-	313,146
-	-	28,934
-	-	90,613
-	-	7,357
-	2,067	509,565
-	-	125,083
-	46,323	209,167
<u>21,703</u>	<u>63,074</u>	<u>20,071,459</u>
-	18,724	3,015,367
-	-	4,792,284
-	-	153,591
-	-	1,705,916
-	587,817	2,288,496
-	27,462	4,640,533
2,468,559	-	2,468,559
1,144,085	-	1,147,483
161,867	-	161,867
-	-	4,656,117
<u>3,774,511</u>	<u>634,003</u>	<u>25,030,213</u>
<u>(3,752,808)</u>	<u>(570,929)</u>	<u>(4,958,754)</u>
-	-	47,225
-	-	8,178,100
7,915,000	-	7,915,000
120,529	-	120,529
(7,873,662)	-	(7,873,662)
3,612,644	589,835	5,145,501
(50,000)	(15,873)	(5,145,501)
<u>3,724,511</u>	<u>573,962</u>	<u>8,387,192</u>
(28,297)	3,033	3,428,438
<u>137,695</u>	<u>48,506</u>	<u>9,434,899</u>
<u>\$ 109,398</u>	<u>\$ 51,539</u>	<u>\$ 12,863,337</u>

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Village of Briarcliff Manor, New York

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended May 31, 2015

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

Net Change in Fund Balances - Total Governmental Funds \$ 3,428,438

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period. This amount may be less than the total capital outlay since capital outlay includes amounts that are under the capitalization threshold.

Capital outlay expenditures	4,618,639
Depreciation expense	<u>(2,560,724)</u>
	<u>2,057,915</u>

Revenues reported in the statement of activities that do not provide current financial resources are not reported as revenues in the funds

Real property taxes	<u>8,584</u>
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Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Bonds issued	(8,178,100)
Principal paid on serial bonds	2,468,559
Amortization of loss on refunding and issuance premium	(6,240)
Refunding bonds issued	(7,915,000)
Payment to refunding escrow agent	(120,529)
Premium on refunding bonds	<u>7,873,662</u>
	<u>(5,877,648)</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	(119,828)
Compensated absences	(27,352)
Retirement incentive	47,745
Claims payable	(920,000)
Other post employment benefit obligations	<u>(1,330,000)</u>
	<u>(2,349,435)</u>

Change in Net Position of Governmental Activities \$ (2,732,146)

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

Village of Briarcliff Manor, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General and Water Funds
Year Ended May 31, 2015

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 10,436,061	\$ 10,436,061	\$ 10,414,825	\$ (21,236)
Other tax items	40,100	40,100	56,701	16,601
Non-property taxes	1,593,000	1,593,000	1,498,053	(94,947)
Departmental income	1,916,596	1,924,377	1,675,442	(248,935)
Use of money and property	269,757	269,757	290,772	21,015
Licenses and permits	30,800	30,800	28,934	(1,866)
Fines and forfeitures	95,000	95,000	90,613	(4,387)
Sale of property and compensation for loss	28,000	28,000	7,357	(20,643)
State aid	481,840	481,840	431,026	(50,814)
Federal aid	-	176,264	125,083	(51,181)
Miscellaneous	111,099	136,209	112,342	(23,867)
Total Revenues	15,002,253	15,211,408	14,731,148	(480,260)
EXPENDITURES				
Current				
General government support	2,863,308	2,738,919	2,681,344	57,575
Public safety	4,568,096	4,896,426	4,792,284	104,142
Health	162,000	153,890	153,591	299
Transportation	1,579,281	1,710,046	1,705,916	4,130
Culture and recreation	1,752,711	1,778,549	1,700,679	77,870
Home and community services	1,741,325	1,682,924	1,676,566	6,358
Debt service				
Interest	392	392	392	-
Total Expenditures	12,667,113	12,961,146	12,710,772	250,374
Excess of Revenues Over Expenditures	2,335,140	2,250,262	2,020,376	(229,886)
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	6,000	6,000	47,225	41,225
Transfers in	360,000	715,373	710,873	(4,500)
Transfers out	(2,758,136)	(2,747,658)	(2,747,658)	-
Total Other Financing Uses	(2,392,136)	(2,026,285)	(1,989,560)	36,725
Net Change in Fund Balances	(56,996)	223,977	30,816	(193,161)
FUND BALANCES (DEFICITS)				
Beginning of Year	56,996	(223,977)	1,847,685	2,071,662
End of Year	\$ -	\$ -	\$ 1,878,501	\$ 1,878,501

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

Water Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
5,086,235	5,086,235	5,127,889	41,654
2,020	2,020	671	(1,349)
-	-	-	-
-	-	-	-
4,000	4,000	-	(4,000)
-	-	-	-
-	-	-	-
15,521	15,521	8,952	(6,569)
<u>5,107,776</u>	<u>5,107,776</u>	<u>5,137,512</u>	<u>29,736</u>
407,998	321,184	315,299	5,885
-	-	-	-
-	-	-	-
-	-	-	-
2,945,122	3,051,616	2,936,505	115,111
3,006	3,006	3,006	-
<u>3,356,126</u>	<u>3,375,806</u>	<u>3,254,810</u>	<u>120,996</u>
1,751,650	1,731,970	1,882,702	150,732
-	-	-	-
-	-	-	-
<u>(1,791,650)</u>	<u>(2,331,970)</u>	<u>(2,331,970)</u>	<u>-</u>
<u>(1,791,650)</u>	<u>(2,331,970)</u>	<u>(2,331,970)</u>	<u>-</u>
(40,000)	(600,000)	(449,268)	150,732
40,000	600,000	2,947,093	2,347,093
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,497,825</u>	<u>\$ 2,497,825</u>

Village of Briarcliff Manor, New York

Statement of Net Position
Fiduciary Funds
May 31, 2015

	<u>Agency</u>	<u>Pension Trust</u>
ASSETS		
Cash and equivalents	\$ 165,206	\$ -
Investments, at fair value		
Money market	-	271,498
Mutual funds	-	945,976
	-	1,217,474
Accounts receivable	-	57,399
Total Assets	<u>165,206</u>	<u>1,274,873</u>
LIABILITIES		
Accounts payable	5,976	-
Deposits	159,230	-
Total Liabilities	<u>165,206</u>	<u>-</u>
NET POSITION		
Held in trust for pension benefits	<u>\$ -</u>	<u>\$ 1,274,873</u>

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

Village of Briarcliff Manor, New York

Statement of Changes in Plan Net Position
Pension Trust Fund
Year Ended May 31, 2015

ADDITIONS

Interest income	\$ 45,425
Pension contributions	57,399
Unrealized gain on investments	<u>19,833</u>
Total Additions	122,657

DEDUCTIONS

Pension benefits	<u>72,370</u>
Net Increase in Plan Net Position	50,287

NET POSITION

Beginning of Year	<u>1,224,586</u>
End of Year	<u>\$ 1,274,873</u>

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

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Village of Briarcliff Manor, New York

Notes to Financial Statements
May 31, 2015

Note 1 - Summary of Significant Accounting Policies

The Village of Briarcliff Manor, New York (the "Village") was incorporated pursuant to an act of the New York State Legislature in December 1902 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 Village Manager serves as the chief executive officer and the Village Treasurer serves as the chief financial officer. The Village provides the following services to its residents: public safety, health, transportation, culture and recreation, home and community services and general and administrative support.

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

A. Financial Reporting Entity

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

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

B. Government-Wide Financial Statements

The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the primary government as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

The Statement of Net Position presents the financial position of the Village at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The Village does not allocate indirect expenses to functions in the Statement of Activities.

Note 1 - Summary of Significant Accounting Policies (Continued)

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Fund Financial Statements

The accounts of the Village are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The Village maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the government-wide presentation. The Village's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following are the Village's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the Village and is used to account for and report all financial resources not accounted for in another fund.

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The major special revenue fund of the Village is as follows -

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

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.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

Special Revenue Funds:

Public Library Fund - The Public Library Fund is used to account for the activities of the Village's Public Library.

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

- b. Fiduciary Funds (Not Included in Government-Wide Statements) - Fiduciary Funds are used to account for assets held by the Village in agency capacity on behalf of others. These include Pension Trust and Agency funds. The Agency Fund is used to account for employee payroll tax withholdings that are payable to other jurisdictions. The Pension Trust Fund is utilized to account for the Village's Fire Service Awards program.

D. Measurement Focus, Basis of Accounting and Financial Presentation

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Property taxes associated with the current fiscal period as well as charges for services and intergovernmental revenues are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fees and other similar revenues are not susceptible to accrual because generally they are not measurable until received in

Note 1 - Summary of Significant Accounting Policies (Continued)

cash. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are accrued when the expenditure is made.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, retirement incentives, certain claims and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Deposits, Investments and Risk Disclosure

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

The Village's deposits and 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, and accordingly, the Village's policy provides for no credit risk on investments.

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, 2015.

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

Investments - Investments of the Pension Trust Fund are funds that are held on deposit with a broker. The funds are invested along with the company's other assets in a variety of instruments. All investments are stated at fair value.

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

Restricted Investments - Restricted investments of the Capital Projects Fund consist of loan proceeds held by a State agency. These funds are to be used for the Village's Capital Projects Fund water supply construction project.

Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of June 1st and are levied and payable in two installments due in June and December. The Village has the responsibility for the billing and collection of its own taxes.

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 are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the Village has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of May 31, 2015, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Inventories - There are no inventory values presented in the balance sheets of the respective funds of the Village. Purchases of inventoriable items at various locations are recorded as expenditures at the time of purchase and year-end balances at these locations are not material.

Prepaid Expenses/Expenditures - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the government-wide and fund financial statements. Prepaid expenses/expenditures consist of insurance and other costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and will benefit such periods. Reported amounts in governmental funds are equally offset by nonspendable fund balance, in the fund financial statements, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

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

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

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

<u>Class</u>	<u>Life in Years</u>
Buildings and improvements	10-40
Infrastructure	40
Machinery and equipment	5-15

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

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

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The Village has reported unearned revenues of \$516,975 for pool, tennis and other recreation fees received in advance in the General Fund. These amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

The Village reported deferred outflows of resources of \$445,169 for a deferred loss on refunding bonds in the government-wide statement of Net Position. This amount results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

The Village has reported deferred inflows of resources of \$42,282 for real property taxes in the General Fund. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

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 Capital Projects or Debt Service funds 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 Statement of Net Position as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

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

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

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Village Trustees for amounts assigned for balancing the subsequent year's budget or the Village Treasurer for amounts assigned for encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

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

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

F. Encumbrances

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

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 1 - Summary of Significant Accounting Policies (Continued)

also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

The Village 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 November 12, 2015.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

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

- a) On or before March 20th, the budget officer submits to the Board of Trustees a tentative operating budget for the fiscal year commencing the following June 1st. The tentative budget includes the proposed expenditures and the means of financing.
- b) The Board of Trustees, on or before March 31st, meets to discuss and review the tentative budget.
- c) The Board of Trustees conducts a public hearing on the tentative budget to obtain taxpayer comments on or before April 15th.
- d) After the public hearing and on or before May 1st, the Trustees meet to consider and adopt the budget.
- e) Formal budgetary integration is employed during the year as a management control device for General, Water, Public Library and Debt Service funds.
- f) Budgets for General, Water, Public Library and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. An annual budget is not adopted by the Board for the Special Purpose Fund.
- g) The Village Board has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Trustees. Any modifications to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- h) Appropriations in General, Water, Public Library and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted, or as amended by the Board of Trustees.

Note 2 - Stewardship, Compliance and Accountability (Continued)

B. Property Tax Limitation

The Village is permitted by the Constitution of the State of New York to levy taxes up to 2% of the five year average full valuation of taxable real estate located within the Village, exclusive of the amount raised for the payment of interest on and redemption of long-term debt. In accordance with this definition, the maximum amount of the levy for the 2014-2015 fiscal year was \$37,944,495. The Village levied \$10,436,061 leaving an additional \$27,508,434 of real property tax limitation.

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

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

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

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

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds

A. Taxes Receivable

Taxes receivable at May 31, 2015 consisted of the following -

Tax Liens \$ 62,553

Taxes receivable are partially offset by deferred tax revenues of \$42,282, which represents an estimate of the taxes receivable which will not be collected within the first sixty days of the subsequent year.

B. Due From/To Other Funds

The balances reflected as due from/to other funds at May 31, 2015 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ -	\$ 1,491
Water	126,491	-
Capital Projects	-	128,739
Debt Service	3,739	-
	<u>\$ 130,230</u>	<u>\$ 130,230</u>

The outstanding balances between funds results mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system and 3) payments between funds are made.

C. Capital Assets

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

	<u>Balance June 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance May 31, 2015</u>
Capital assets, not being depreciated				
Land	\$ 855,947	\$ -	\$ -	\$ 855,947
Construction-in-progress	1,469,250	3,460,763	813,913	4,116,100
Total Capital Assets, not being depreciated	<u>\$ 2,325,197</u>	<u>\$ 3,460,763</u>	<u>\$ 813,913</u>	<u>\$ 4,972,047</u>

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

	Balance June 1, 2014	Additions	Deletions	Balance May 31, 2015
Capital assets, being depreciated				
Buildings and improvements	\$ 17,602,990	\$ 1,233,789	\$ -	\$ 18,836,779
Infrastructure	47,524,642	-	-	47,524,642
Machinery and equipment	10,385,606	738,000	-	11,123,606
Total Capital Assets, being depreciated	<u>75,513,238</u>	<u>1,971,789</u>	<u>-</u>	<u>77,485,027</u>
Less Accumulated Depreciation for				
Buildings and improvements	6,852,958	1,153,457	-	8,006,415
Infrastructure	10,372,955	739,456	-	11,112,411
Machinery and equipment	7,959,574	667,811	-	8,627,385
Total Accumulated Depreciation	<u>25,185,487</u>	<u>2,560,724</u>	<u>-</u>	<u>27,746,211</u>
Total Capital Assets, being depreciated, net	<u>\$ 50,327,751</u>	<u>\$ (588,935)</u>	<u>\$ -</u>	<u>\$ 49,738,816</u>
Governmental Activities Capital Assets, net	<u>\$ 52,652,948</u>	<u>\$ 2,871,828</u>	<u>\$ 813,913</u>	<u>\$ 54,710,863</u>

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

Governmental Activities	
General Government Support	\$ 306,583
Public Safety	146,622
Health	115,106
Transportation	351,346
Culture and Recreation	128,549
Home and Community Services	<u>1,512,518</u>
Total Depreciation Expense	<u>\$ 2,560,724</u>

D. Accrued Liabilities

Accrued liabilities at May 31, 2015 were as follows:

Payroll and Employee Benefits	General Fund
	<u>\$ 422,057</u>

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

E. Pension Plans

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

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

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I	27.7 %
	3 A14	20.3
	4 A15	20.3
	5 A15	16.6
	6 A15	10.9
PFRS	2 384D	27.3 %

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

	<u>ERS</u>	<u>PFRS</u>
2015	\$ 895,828	\$ 676,823
2014	920,289	652,106
2013	938,586	641,618

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

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

The current ERS contribution for the Village was charged to various functional expenditure categories in the funds identified below. The PFRS contribution was charged to the General Fund.

<u>Fund</u>	<u>Amount</u>
General	\$ 611,907
Water	77,680
Public Library	<u>206,241</u>
	<u>\$ 895,828</u>

Pension Trust - Service Awards Program

The Village, pursuant to Article 11-A of General Municipal Law and legislative resolution, has established a Service Awards Program ("Program") for volunteer firefighters. This Program is a single employer defined contribution plan. Active volunteer firefighters, upon attainment of age 18, and upon earning 50 or more points, in a calendar year after 1990, under the provisions of the Program point system, are eligible to become participants in the Program. Participants are fully vested upon attainment of entitlement age, upon death or general disablement and after earning five years of service credit. A participant upon attainment of entitlement age (the later of age 65 or the participant's age after earning 50 program points) shall be able to receive their service award. The maximum annual contribution is \$700 per individual for each year of service. The Program also provides disability and death benefits. Contributions are not required by participants. The Trustees of the Program, which are the members of the Village's Board, are authorized to invest the funds in authorized investment vehicles.

The Village's obligation to continue funding is governed by New York State Law and Program provisions. The Village's contribution for the calendar year was \$57,399. This amount was charged to General Fund expenditures.

F. Short-Term Capital Borrowings

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

<u>Purpose</u>	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance June 1, 2014</u>	<u>Redemptions</u>	<u>Balance May 31, 2015</u>
Village Restoration Walls and Barriers	2/13/2013	2/11/2016	1.50 %	\$ 39,228	\$ 2,002	\$ 37,226
Aqueduct Tap (MEGA)	2/13/2013	2/11/2016	1.50	<u>300,612</u>	<u>5,147</u>	<u>295,465</u>
				<u>\$ 339,840</u>	<u>\$ 7,149</u>	<u>\$ 332,691</u>

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are recorded in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within five years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expenditures of \$24,818 were recorded in the fund financial statements in the following funds:

<u>Fund</u>	<u>Amount</u>
General	\$ 392
Water	3,006
	<u>\$ 3,398</u>

Interest expense of \$3,377 was recorded in the government-wide financial statements.

G. Long-Term Liabilities

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

	<u>Balance June 1, 2014</u>	<u>New Issues/ Additions</u>	<u>Maturities and/or Payments</u>	<u>Balance May 31, 2015</u>	<u>Due Within One Year</u>
Bonds Payable					
Capital construction	\$ 39,097,051	\$ 16,093,100	\$ 9,894,453	\$ 45,295,698	\$ 2,861,088
Judgments and claims	106,508	-	99,106	7,402	7,012
	39,203,559	16,093,100	9,993,559	45,303,100	2,868,100
Add					
Unamortized premium on bonds	75,997	120,529	22,672	173,854	-
	39,279,556	16,213,629	10,016,231	45,476,954	2,868,100
Other Non-Current Liabilities					
Compensated Absences	458,844	73,352	46,000	486,196	49,000
Retirement Incentive Payable	99,071	-	47,745	51,326	51,326
Claims Payable	-	920,000	-	920,000	40,000
Other Post Employment Benefit Obligations Payable	5,960,000	1,960,000	630,000	7,290,000	-
Total Long-Term Liabilities	<u>\$ 45,797,471</u>	<u>\$ 19,166,981</u>	<u>\$ 10,739,976</u>	<u>\$ 54,224,476</u>	<u>\$ 3,008,426</u>

Each governmental fund's liability for compensated absences, retirement incentive payable, claims payable and other post employment benefit obligations is liquidated by the General, Water and Library funds. The Village's indebtedness for bonds is liquidated by the Debt Service Fund, which is funded primarily by the General and Water Funds.

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

Bonds Payable

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rate	Amount Outstanding at May 31, 2015
Public Improvements	2006	9,626,000	October, 2027	3.750-4.000 %	\$ 925,000
Public Improvements	2008	7,295,000	September, 2029	3.000-5.000	5,850,000
Refunding Bonds	2008	1,585,000	October, 2015	3.000-4.000	210,000
Refunding Bonds	2010	3,305,000	March, 2020	4.000-5.000	1,740,000
Public Improvements	2012	6,173,017	September, 2031	2.000-4.000	5,480,000
EFC Water	2013	10,359,020	May, 2032	.304-3.044	8,945,000
Public Improvements	2014	6,318,559	March, 2034	1.250-4.000	6,060,000
Refunding Bonds	2015	7,915,000	October, 2026	2.000-2.250	7,915,000
Public Improvements	2014	8,178,100	October, 2034	2.500-3.250	8,178,100
					<u>\$ 45,303,100</u>

Interest expenditures of \$1,144,085 were recorded in the fund financial statements in the Debt Service Fund. Interest expense of \$1,270,174 was recorded in the government-wide financial statements.

Retirement Incentive Payable

Chapter 105 of the Laws of 2010 authorizes the adoption of the Early Retirement Incentive Programs Part A. Part A of the program provides eligible employees one month of additional service credit for each year of service up to 36 months. The estimated cost of the program was approximately 60% of the employee's final average salary. The balance due at May 31, 2015 was \$51,326. The interest rate is 7.5%. The current year payment of \$55,176, including interest, was charged to the General Fund.

Payments to Maturity

The annual requirements to amortize all outstanding bonded debt as of May 31, 2015, including interest payments of \$11,402,123 are as follows:

Year Ended May 31,	Bonds		Retirement Incentive		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 2,868,100	\$ 1,284,527	\$ 51,326	\$ 3,849	\$ 2,919,426	\$ 1,288,376
2017	2,765,000	1,135,764	-	-	2,765,000	1,135,764
2018	2,810,000	1,070,676	-	-	2,810,000	1,070,676
2019	2,830,000	1,003,855	-	-	2,830,000	1,003,855
2020	2,845,000	935,643	-	-	2,845,000	935,643
2021-2025	13,295,000	3,654,552	-	-	13,295,000	3,654,552
2026-2030	11,805,000	1,881,413	-	-	11,805,000	1,881,413
2031-2035	6,085,000	431,844	-	-	6,085,000	431,844
	<u>\$ 45,303,100</u>	<u>\$ 11,398,274</u>	<u>\$ 51,326</u>	<u>\$ 3,849</u>	<u>\$ 45,354,426</u>	<u>\$ 11,402,123</u>

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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.

Advance Refunding

During the 2014-15 fiscal year, the Village issued \$7,915,000 in serial bonds with interest rates ranging from 2.0% to 2.25%, depending on maturity. The proceeds were used to advance refund \$1,615,000 and \$5,910,000 of 2004 and 2006 public improvement serial bonds bearing interest at rates ranging from 2.5% to 4.25%. The net proceeds of \$7,873,662 (net of \$120,529 re-offering premium and after payment of \$161,867 in underwriting fees and other issuance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2004 and 2006 public improvement serial bonds. As a result, the serial bonds are considered defeased and the liability for these serial bonds has been removed from the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$348,662 and the premium received was \$120,529. The premium is being netted against the new debt and amortized over the remaining life of the refunded debt. The loss on refunding is being reflected as deferred outflows of resources in the Statement of Net Position.

The Village advance refunded the 2004 and 2006 public improvement serial bonds to reduce its total debt service payments over 10 years by \$595,965 and to obtain a net present value economic gain of \$534,613.

As of May 31, 2015, \$7,525,000 of the defeased bonds are outstanding.

Compensated Absences

Pursuant to collective bargaining agreements, the Village is required to pay employees their accumulated vacation and compensatory time. Upon termination of employment, any unused vacation and compensatory time shall be paid to the employee at the current rate of pay. Police Department employees hired on or before May 31, 1997 are paid upon retirement for accumulated sick leave at the rate of 2 days for every 3 days, up to a maximum of 195 days. Employees hired after June 1, 1997 are paid upon retirement for accumulated sick leave at the rate of one day for every 2 days up to a maximum of 195 days. The value of the compensated absences has been reflected in the government-wide financial statements.

Claims Payable

During the 2014-15 fiscal year the Village entered into a settlement agreement with another municipality where it agreed to pay \$920,000 in annual installments of \$40,000 with no interest in relationship to a dispute regarding the Full Water Supply Project. This amount has been reflected in the government-wide financial statements

Other Post Employment Benefit Obligations Payable

In addition to providing pension benefits, the Village provides certain health care benefits for retired employees through a single employer defined benefit plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the Village may vary according to length of service. The cost of providing post employment health

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)

May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

care benefits is shared between the Village and the retired employee. Substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The cost of retiree health care benefits is recognized as expenditure as claims are paid in the fund financial statements.

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

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

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

Year Ended May 31,	Rate
2016	9.50 %
2017	9.00
2018	8.50
2019	8.00
2020	7.50
2021	7.00
2022	6.50
2023	6.00
2024	5.50
2025+	5.00

The amortization basis is the level percentage of payroll method with an open amortization approach with 23 years remaining in the amortization period. The actuarial assumptions included a 4.5% investment rate of return and a 3.0% inflation rate. The Village currently has no assets

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

set aside for the purpose of paying postemployment benefits. The actuarial cost method utilized was the unit credit method.

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

Active Employees	68
Retired Employees	<u>54</u>
	<u>122</u>

Amortization Component:	
Actuarial Accrued Liability as of June 1, 2014	\$ 21,260,000
Assets at Market Value	<u>-</u>
Unfunded Actuarial Accrued Liability ("UAAL")	<u>\$ 21,260,000</u>
Funded Ratio	<u>0.00%</u>
Covered Payroll (active plan members)	<u>\$ 6,520,000</u>
UAAL as a Percentage of Covered Payroll	<u>326%</u>
Annual Required Contribution	\$ 2,040,000
Interest on Net OPEB Obligation	270,000
Adjustment to Annual Required Contribution	<u>(350,000)</u>
Annual OPEB Cost	1,960,000
Contributions Made	<u>(630,000)</u>
Increase in Net OPEB Obligation	1,330,000
Net OPEB Obligation - Beginning of Year	<u>5,960,000</u>
Net OPEB Obligation - End of Year	<u>\$ 7,290,000</u>

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

Fiscal Year Ended May 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$ 1,960,000	32.1 %	\$ 7,290,000
2014	2,000,000	32.0	5,960,000
2013	1,890,000	36.0	4,600,000

The schedule of funding progress for the OPEB plan immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of the plan assets is increasing or decreasing relative to the actuarial accrued liability for the benefits over time.

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

H. Revenues and Expenditures

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without the equivalent flow of assets in return. The interfund transfers reflected below have been reflected as transfers.

Transfers Out	Transfers in				Total
	General Fund	Capital Projects Fund	Debt Service Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ 2,002	\$ 2,155,821	\$ 589,835	\$ 2,747,658
Water Fund	645,000	230,147	1,456,823	-	2,331,970
Debt Service Fund	50,000	-	-	-	50,000
Other governmental	15,873	-	-	-	15,873
	<u>\$ 710,873</u>	<u>\$ 232,149</u>	<u>\$ 3,612,644</u>	<u>\$ 589,835</u>	<u>\$ 5,145,501</u>

Transfers are used to 1) move funds earmarked in the operating funds to fulfill commitments for Capital Projects Fund expenditures, 2) move funds from the operating funds to the Debt Service Fund as debt service principal and interest payments become due and 3) move amounts earmarked in the operating funds to fulfill commitments of the General and Public Library funds.

I. Net Position

The components of net position are detailed below:

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

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

Restricted for Future Capital Projects - the component of net position that has been established in accordance with General Municipal Law to set aside funds to be used for future capital projects.

Restricted for Special Revenue Funds - the component of net position that represents funds restricted for specific purposes under New York State law or by external parties and/or statutes.

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

Village of Briarcliff Manor, New York

Notes to Financial Statements (Continued)
 May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

J. Fund Balances

	2015					2014						
	General Fund	Water Fund	Capital Projects Fund	Debt Service Fund	Non-Major Governmental Funds	Total	General Fund	Water Fund	Capital Projects Fund	Debt Service Fund	Non-Major Governmental Funds	Total
Nonspendable												
Prepaid expenditures	\$ 99,271	\$ 1,150	\$ -	\$ -	\$ -	\$ 100,421	\$ 98,432	\$ 1,150	\$ -	\$ -	\$ -	\$ 99,582
Restricted												
Capital projects	-	-	8,326,074	-	-	8,326,074	-	-	4,453,920	-	-	4,453,920
Future capital projects	-	601,546	-	-	-	601,546	-	1,175,903	-	-	-	1,175,903
Debt service	-	-	-	59,398	-	59,398	-	-	-	87,695	-	87,695
Special purpose	-	-	-	-	41,160	41,160	-	-	-	-	48,495	48,495
Total Restricted	-	601,546	8,326,074	59,398	41,160	9,028,178	-	1,175,903	4,453,920	87,695	48,495	5,766,013
Assigned												
Purchases on order												
General government support	41,318	-	-	-	-	41,318	37,874	-	-	-	-	37,874
Public safety	83,151	-	-	-	-	83,151	19,122	-	-	-	-	19,122
Transportation	-	-	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-	200	200
Home and community services	-	-	-	-	-	-	-	40,000	-	-	-	40,000
	124,469	-	-	-	-	124,469	56,996	40,000	-	-	200	97,196
Subsequent years' expenditures	-	-	-	50,000	-	50,000	-	-	-	50,000	-	50,000
Water Fund	-	1,895,129	-	-	-	1,895,129	-	1,730,040	-	-	-	1,730,040
Library Fund	-	-	-	-	10,379	10,379	-	-	-	-	(189)	(189)
Total Assigned	124,469	1,895,129	-	50,000	10,379	2,079,977	56,996	1,770,040	-	50,000	11	1,877,047
Unassigned	1,654,761	-	-	-	-	1,654,761	1,692,257	-	-	-	-	1,692,257
Total Fund Balances	\$ 1,878,501	\$ 2,497,825	\$ 8,326,074	\$ 109,398	\$ 51,539	\$ 12,863,337	\$ 1,847,685	\$ 2,947,093	\$ 4,453,920	\$ 137,695	\$ 48,506	\$ 9,434,899

Village of Briarcliff Manor, New York

Notes to Financial Statements (Concluded)
May 31, 2015

Note 3 - Detailed Notes on All Funds (Continued)

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

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

Purchases on order are assigned and represent the Village's intention to honor the contracts in process at year-end. The subsequent year's appropriation will be amended to provide authority to complete the transactions.

Subsequent year's expenditures represent that at May 31, 2015, the Village has assigned the above amount to be appropriated for the ensuing year's budget.

Unassigned fund balance represents amounts not classified as non-spendable, restricted or assigned.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are currently pending tax 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 these possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

The Village, in common with other municipalities, receives numerous notices of claims for money damages arising generally from false arrest, malicious prosecution, false imprisonment 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.

B. Contingencies

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

C. Risk Management

The Village purchases various insurance coverages to reduce its exposure to loss. The Village maintains a general liability policy with coverage up to \$1 million. The Village also maintains a public officials liability policy with coverage up to \$1 million per occurrence and \$2 million in the aggregate, a law enforcement liability policy with coverage up to \$1 million per occurrence and \$2 million in the aggregate and an excess liability policy with coverage up to \$10 million per occurrence and \$20 million in the aggregate. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The Village purchases conventional medical and workers' compensation coverage.

Village of Briarcliff Manor, New York

Required Supplementary Information
 Schedule of Funding Progress
 Other Post Employment Benefits
 Last Three Fiscal Years

Valuation Date	Actuarial		Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Liability as a Percentage of Covered Payroll
	Value of Assets	Accrued Liability				
June 1, 2012	\$ -	\$ 19,990,000	\$ 19,990,000	- %	\$ 6,660,000	300.15 %
June 1, 2013	-	21,250,000	21,250,000	-	6,810,000	312.04
June 1, 2014	-	21,260,000	21,260,000	-	6,520,000	326.07

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Village of Briarcliff Manor, New York

General Fund
 Comparative Balance Sheet
 May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 2,612,213	\$ 2,605,718
Taxes receivable		
Liens	<u>62,553</u>	<u>57,855</u>
Other Receivables		
Accounts	138,329	47,137
Due from State and Federal governments	2,349	38,563
Due from other governments	<u>403,466</u>	<u>442,313</u>
	<u>544,144</u>	<u>528,013</u>
Prepaid expenditures	<u>99,271</u>	<u>98,432</u>
Total Assets	<u>\$ 3,318,181</u>	<u>\$ 3,290,018</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 242,186	\$ 201,435
Accrued liabilities	422,057	338,559
Due to other funds	1,491	49
Due to retirement systems	214,689	335,783
Unearned revenues	<u>516,975</u>	<u>532,809</u>
Total Liabilities	1,397,398	1,408,635
Deferred inflows of resources		
Deferred tax revenues	<u>42,282</u>	<u>33,698</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,439,680</u>	<u>1,442,333</u>
Fund balance		
Nonspendable	99,271	98,432
Assigned	124,469	56,996
Unassigned	<u>1,654,761</u>	<u>1,692,257</u>
Total Fund Balance	<u>1,878,501</u>	<u>1,847,685</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 3,318,181</u>	<u>\$ 3,290,018</u>

Village of Briarcliff Manor, New York

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

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 10,436,061	\$ 10,436,061	\$ 10,414,825	\$ (21,236)
Other tax items	40,100	40,100	56,701	16,601
Non-property taxes	1,593,000	1,593,000	1,498,053	(94,947)
Departmental income	1,916,596	1,924,377	1,675,442	(248,935)
Use of money and property	269,757	269,757	290,772	21,015
Licenses and permits	30,800	30,800	28,934	(1,866)
Fines and forfeitures	95,000	95,000	90,613	(4,387)
Sale of property and compensation for loss	28,000	28,000	7,357	(20,643)
State aid	481,840	481,840	431,026	(50,814)
Federal aid	-	176,264	125,083	(51,181)
Miscellaneous	111,099	136,209	112,342	(23,867)
Total Revenues	15,002,253	15,211,408	14,731,148	(480,260)
EXPENDITURES				
Current				
General government support	2,863,308	2,738,919	2,681,344	57,575
Public safety	4,568,096	4,896,426	4,792,284	104,142
Health	162,000	153,890	153,591	299
Transportation	1,579,281	1,710,046	1,705,916	4,130
Culture and recreation	1,752,711	1,778,549	1,700,679	77,870
Home and community services	1,741,325	1,682,924	1,676,566	6,358
Debt service				
Interest	392	392	392	-
Total Expenditures	12,667,113	12,961,146	12,710,772	250,374
Excess of Revenues Over Expenditures	2,335,140	2,250,262	2,020,376	(229,886)
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	6,000	6,000	47,225	41,225
Transfers in	360,000	715,373	710,873	(4,500)
Transfers out	(2,758,136)	(2,747,658)	(2,747,658)	-
Total Other Financing Uses	(2,392,136)	(2,026,285)	(1,989,560)	36,725
Net Change in Fund Balance	(56,996)	223,977	30,816	(193,161)
FUND BALANCE				
Beginning of Year	56,996	(223,977)	1,847,685	2,071,662
End of Year	\$ -	\$ -	\$ 1,878,501	\$ 1,878,501

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 10,175,668	\$ 10,175,668	\$ 10,152,555	\$ (23,113)
40,100	40,100	34,778	(5,322)
1,548,000	1,548,000	1,463,356	(84,644)
1,831,352	1,837,772	1,797,319	(40,453)
271,257	271,257	290,366	19,109
31,000	31,000	30,475	(525)
95,000	95,000	93,052	(1,948)
30,000	30,000	42,392	12,392
393,843	432,351	446,762	14,411
-	57,522	96,085	38,563
88,916	125,312	122,757	(2,555)
<u>14,505,136</u>	<u>14,643,982</u>	<u>14,569,897</u>	<u>(74,085)</u>
2,888,787	2,874,634	2,641,646	232,988
4,553,033	4,632,883	4,773,061	(140,178)
158,786	161,509	161,509	-
1,537,343	1,625,965	1,620,493	5,472
1,766,447	1,788,767	1,743,558	45,209
1,677,198	1,650,091	1,637,477	12,614
7,955	15,856	15,856	-
<u>12,589,549</u>	<u>12,749,705</u>	<u>12,593,600</u>	<u>156,105</u>
<u>1,915,587</u>	<u>1,894,277</u>	<u>1,976,297</u>	<u>82,020</u>
6,000	53,893	94,913	(41,020)
540,338	540,338	540,338	-
(2,588,833)	(2,556,682)	(2,556,501)	(181)
<u>(2,042,495)</u>	<u>(1,962,451)</u>	<u>(1,921,250)</u>	<u>(41,201)</u>
(126,908)	(68,174)	55,047	123,221
<u>126,908</u>	<u>68,174</u>	<u>1,792,638</u>	<u>1,724,464</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,847,685</u>	<u>\$ 1,847,685</u>

Village of Briarcliff Manor, New York

General Fund

Schedule of Revenues and Other Financing Sources Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
REAL PROPERTY TAXES	\$ 10,436,061	\$ 10,436,061	\$ 10,414,825	\$ (21,236)	\$ 10,152,555
OTHER TAX ITEMS					
Interest and penalties on real property taxes	40,100	40,100	56,701	16,601	34,778
NON - PROPERTY TAXES					
Franchise fees	178,000	178,000	193,784	15,784	166,107
Utilities gross receipts taxes	205,000	205,000	178,712	(26,288)	168,593
Non - property tax distribution from County	1,210,000	1,210,000	1,125,557	(84,443)	1,128,656
	<u>1,593,000</u>	<u>1,593,000</u>	<u>1,498,053</u>	<u>(94,947)</u>	<u>1,463,356</u>
DEPARTMENTAL INCOME					
Clerk fees	4,700	4,700	9,323	4,623	12,666
Police fees	8,500	11,505	22,750	11,245	14,088
Building permit fees	449,900	449,900	255,062	(194,838)	277,423
Parking fees	330,000	330,000	338,720	8,720	343,733
Parks and recreation charges	526,382	531,158	467,984	(63,174)	541,766
Pool and tennis fees	296,620	296,620	269,546	(27,074)	299,522
Planning board fees	9,000	9,000	6,250	(2,750)	4,120
Zoning board fees	3,000	3,000	1,500	(1,500)	4,000
Sale of leaf bags	2,500	2,500	2,187	(313)	2,442
Alarm system service	47,000	47,000	51,790	4,790	47,640
Sanitation fees	15,000	15,000	16,110	1,110	19,310
Fire protection services to other governments	188,794	188,794	192,658	3,864	190,464
Sale of unleaded/diesel fuel	19,000	19,000	13,127	(5,873)	15,223
Snow removal charges to other governments	16,200	16,200	28,435	12,235	24,922
	<u>1,916,596</u>	<u>1,924,377</u>	<u>1,675,442</u>	<u>(248,935)</u>	<u>1,797,319</u>

USE OF MONEY AND PROPERTY

Earnings on investments	2,000	2,000	1,024	(976)	2,549
Rental of real property	<u>267,757</u>	<u>267,757</u>	<u>289,748</u>	<u>21,991</u>	<u>287,817</u>
	<u>269,757</u>	<u>269,757</u>	<u>290,772</u>	<u>21,015</u>	<u>290,366</u>

LICENSES AND PERMITS

Street opening permits	29,000	29,000	26,689	(2,311)	28,000
Dog licenses	<u>1,800</u>	<u>1,800</u>	<u>2,245</u>	<u>445</u>	<u>2,475</u>
	<u>30,800</u>	<u>30,800</u>	<u>28,934</u>	<u>(1,866)</u>	<u>30,475</u>

FINES AND FORFEITURES

Fines and forfeited bail	<u>95,000</u>	<u>95,000</u>	<u>90,613</u>	<u>(4,387)</u>	<u>93,052</u>
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SALE OF PROPERTY AND COMPENSATION FOR LOSS

Sale of equipment	7,000	7,000	-	(7,000)	26,257
Sale of scrap	<u>21,000</u>	<u>21,000</u>	<u>7,357</u>	<u>(13,643)</u>	<u>16,135</u>
	<u>28,000</u>	<u>28,000</u>	<u>7,357</u>	<u>(20,643)</u>	<u>42,392</u>

STATE AID

Per capita	42,702	42,702	44,794	2,092	42,702
Mortgage tax	226,000	226,000	165,798	(60,202)	206,640
SEMO	-	-	1,275	1,275	-
Consolidated highway aid	212,000	212,000	218,021	6,021	196,282
Youth programs	<u>1,138</u>	<u>1,138</u>	<u>1,138</u>	<u>-</u>	<u>1,138</u>
	<u>481,840</u>	<u>481,840</u>	<u>431,026</u>	<u>(50,814)</u>	<u>446,762</u>

FEDERAL AID

Emergency Management Agency	-	-	7,639	7,639	38,563
Assistance to Fire Fighters	-	176,264	117,444	(58,820)	-
DOT Emergency Relief Project	-	-	-	-	57,522
	-	<u>176,264</u>	<u>125,083</u>	<u>(51,181)</u>	<u>96,085</u>

MISCELLANEOUS

Refund of prior year's expenditures	14,795	14,795	15,068	273	15,068
Gifts and donations	-	-	10	10	9,175
Reimbursement Medicare Part D	-	-	768	768	-
Other	<u>96,304</u>	<u>121,414</u>	<u>96,496</u>	<u>(24,918)</u>	<u>98,514</u>
	<u>111,099</u>	<u>136,209</u>	<u>112,342</u>	<u>(23,867)</u>	<u>122,757</u>

TOTAL REVENUES

	<u>15,002,253</u>	<u>15,211,408</u>	<u>14,731,148</u>	<u>(480,260)</u>	<u>14,569,897</u>
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Village of Briarcliff Manor, New York

General Fund
 Schedule of Revenues and Other Financing Sources Compared to Budget (Continued)
 Year Ended May 31, 2015
 (With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
OTHER FINANCING SOURCES					
Insurance recoveries	\$ 6,000	\$ 6,000	\$ 47,225	\$ 41,225	\$ 94,913
Transfers in					
Water Fund	310,000	645,000	645,000	-	300,000
Debt Service Fund	50,000	50,000	50,000	-	240,338
Special Purpose Fund	-	20,373	15,873	(4,500)	-
TOTAL OTHER FINANCING SOURCES	<u>366,000</u>	<u>721,373</u>	<u>758,098</u>	<u>36,725</u>	<u>635,251</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 15,368,253</u>	<u>\$ 15,932,781</u>	<u>\$ 15,489,246</u>	<u>\$ (443,535)</u>	<u>\$ 15,205,148</u>

Village of Briarcliff Manor, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

51

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
GENERAL GOVERNMENT SUPPORT					
Board of Trustees	\$ 51,141	\$ 115,283	\$ 90,916	\$ 24,367	\$ 41,383
Village Justice	237,929	226,725	224,143	2,582	189,735
Manager	153,237	159,776	158,207	1,569	164,519
Auditor	32,260	27,220	27,220	-	30,972
Treasurer	254,066	252,620	249,698	2,922	246,615
Clerk	271,586	288,994	286,618	2,376	277,435
Law	135,000	190,346	190,346	-	218,928
Engineer	130,141	127,706	126,533	1,173	97,012
Elections	2,595	2,595	2,047	548	2,474
Records management	11,866	11,206	10,956	250	11,125
DPW Administration	377,420	374,808	373,113	1,695	358,947
Buildings	124,700	102,275	102,210	65	200,470
Central garage	520,126	491,618	489,987	1,631	480,553
Central data processing	37,867	31,754	31,029	725	32,717
Unallocated insurance	230,564	225,715	225,715	-	226,320
Municipal association dues	4,129	4,829	4,829	-	3,987
Refunds of real property taxes	100,000	46,602	46,602	-	21,218
Fiscal agent fees	3,000	3,000	2,725	275	2,425
Metropolitan commuter transportation mobility tax	20,000	20,000	19,655	345	19,145
Other	37,705	35,847	18,795	17,052	15,666
Contingency	127,976	-	-	-	-
	<u>2,863,308</u>	<u>2,738,919</u>	<u>2,681,344</u>	<u>57,575</u>	<u>2,641,646</u>

PUBLIC SAFETY

Police department	3,836,410	3,949,471	3,921,603	27,868	4,063,038
Fire department	480,229	701,880	628,821	73,059	480,669
Control of animals	7,100	7,001	7,001	-	6,418
Safety inspection	244,357	238,074	234,859	3,215	222,936

	<u>4,568,096</u>	<u>4,896,426</u>	<u>4,792,284</u>	<u>104,142</u>	<u>4,773,061</u>
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HEALTH

Ambulance	<u>162,000</u>	<u>153,890</u>	<u>153,591</u>	<u>299</u>	<u>161,509</u>
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TRANSPORTATION

Street maintenance	942,965	958,213	954,642	3,571	975,310
Road construction	217,118	213,730	213,459	271	197,124
Snow removal	178,618	291,229	291,140	89	206,188
Street lighting	240,580	246,874	246,675	199	241,871

	<u>1,579,281</u>	<u>1,710,046</u>	<u>1,705,916</u>	<u>4,130</u>	<u>1,620,493</u>
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CULTURE AND RECREATION

Administration	509,680	521,834	516,348	5,486	498,822
Parks and playgrounds	433,647	468,053	465,581	2,472	443,769
Recreation programs	190,070	178,044	174,098	3,946	167,664
Youth programs	462,072	464,355	411,251	53,104	485,668
After school programs	51,313	43,820	42,958	862	52,831
Celebrations	17,200	17,200	16,866	334	17,802
Adult recreation	20,239	16,812	15,433	1,379	16,730
Senior citizens	68,490	68,431	58,144	10,287	60,272

	<u>1,752,711</u>	<u>1,778,549</u>	<u>1,700,679</u>	<u>77,870</u>	<u>1,743,558</u>
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HOME AND COMMUNITY SERVICES

Zoning board	3,152	3,082	2,053	1,029	2,051
Planning board	6,928	5,943	5,943	-	6,879
Recycling	385,101	345,053	342,432	2,621	356,732
Refuse and garbage	849,237	837,367	835,586	1,781	804,653
Construction projects	307,287	302,843	302,704	139	286,420
Community beautification	189,620	188,636	187,848	788	180,742

	<u>1,741,325</u>	<u>1,682,924</u>	<u>1,676,566</u>	<u>6,358</u>	<u>1,637,477</u>
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Village of Briarcliff Manor, New York

General Fund

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

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
DEBT SERVICE					
Interest					
Bond anticipation notes	\$ 392	\$ 392	\$ 392	\$ -	\$ 15,856
TOTAL EXPENDITURES	<u>12,667,113</u>	<u>12,961,146</u>	<u>12,710,772</u>	<u>250,374</u>	<u>12,593,600</u>
OTHER FINANCING USES					
Transfers out					
Public Library Fund	589,835	589,835	589,835	-	578,735
Debt Service Fund	2,166,299	2,155,821	2,155,821	-	1,934,145
Capital Projects Fund	2,002	2,002	2,002	-	43,621
TOTAL OTHER FINANCING USES	<u>2,758,136</u>	<u>2,747,658</u>	<u>2,747,658</u>	<u>-</u>	<u>2,556,501</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 15,425,249</u>	<u>\$ 15,708,804</u>	<u>\$ 15,458,430</u>	<u>\$ 250,374</u>	<u>\$ 15,150,101</u>

Village of Briarcliff Manor, New York

Water Fund
Comparative Balance Sheet
May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 2,021,894	\$ 2,498,122
Receivables		
Accounts	-	4,936
Water rents	615,403	620,842
Due from other governments	34,193	-
Due from other funds	126,491	-
	<u>776,087</u>	<u>625,778</u>
Prepaid expenditures	<u>1,150</u>	<u>1,150</u>
Total Assets	<u>\$ 2,799,131</u>	<u>\$ 3,125,050</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 267,739	\$ 144,390
Due to retirement systems	<u>33,567</u>	<u>33,567</u>
Total Liabilities	<u>301,306</u>	<u>177,957</u>
Fund balance		
Nonspendable	1,150	1,150
Restricted	601,546	1,175,903
Assigned	<u>1,895,129</u>	<u>1,770,040</u>
Total Fund Balance	<u>2,497,825</u>	<u>2,947,093</u>
Total Liabilities and Fund Balance	<u>\$ 2,799,131</u>	<u>\$ 3,125,050</u>

Village of Briarcliff Manor, New York

Water Fund

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

2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Departmental income	\$ 5,086,235	\$ 5,086,235	\$ 5,127,889	\$ 41,654
Use of money and property	2,020	2,020	671	(1,349)
Sale of property and compensation for loss	4,000	4,000	-	(4,000)
Federal aid	-	-	-	-
Miscellaneous	15,521	15,521	8,952	(6,569)
Total Revenues	5,107,776	5,107,776	5,137,512	29,736
EXPENDITURES				
Current				
General government support	407,998	321,184	315,299	5,885
Home and community services	2,945,122	3,051,616	2,936,505	115,111
Debt service				
Interest	3,006	3,006	3,006	-
Total Expenditures	3,356,126	3,375,806	3,254,810	120,996
Excess of Revenues Over Expenditures	1,751,650	1,731,970	1,882,702	150,732
OTHER FINANCING USES				
Transfers out	(1,791,650)	(2,331,970)	(2,331,970)	-
Net Change in Fund Balance	(40,000)	(600,000)	(449,268)	150,732
FUND BALANCE				
Beginning of Year	40,000	600,000	2,947,093	2,347,093
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,497,825</u>	<u>\$ 2,497,825</u>

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 5,288,248	\$ 5,288,248	\$ 5,264,050	\$ (24,198)
2,020	2,020	2,118	98
4,000	4,000	9,480	5,480
-	-	10,699	10,699
8,042	8,042	12,587	4,545
<u>5,302,310</u>	<u>5,302,310</u>	<u>5,298,934</u>	<u>(3,376)</u>
366,037	322,960	314,055	8,905
3,087,439	3,133,254	2,609,008	524,246
4,449	8,962	8,962	-
<u>3,457,925</u>	<u>3,465,176</u>	<u>2,932,025</u>	<u>533,151</u>
1,844,385	1,837,134	2,366,909	529,775
<u>(1,844,385)</u>	<u>(1,985,294)</u>	<u>(1,985,294)</u>	<u>-</u>
-	(148,160)	381,615	529,775
-	148,160	2,565,478	2,417,318
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,947,093</u>	<u>\$ 2,947,093</u>

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Village of Briarcliff Manor, New York

Water Fund
 Schedule of Revenues Compared to Budget
 Year Ended May 31, 2015
 (With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
DEPARTMENTAL INCOME					
Metered water sales	\$ 4,955,138	\$ 4,955,138	\$ 4,995,391	\$ 40,253	\$ 5,090,996
Water service charges	6,500	6,500	7,250	750	8,800
Sewer service charges	2,500	2,500	2,500	-	2,500
Interest and penalties on water rents	102,999	102,999	110,148	7,149	155,354
Water services for other governments	19,098	19,098	12,600	(6,498)	6,400
	<u>5,086,235</u>	<u>5,086,235</u>	<u>5,127,889</u>	<u>41,654</u>	<u>5,264,050</u>
USE OF MONEY AND PROPERTY					
Earnings on investments	<u>2,020</u>	<u>2,020</u>	<u>671</u>	<u>(1,349)</u>	<u>2,118</u>
SALE OF PROPERTY AND COMPENSATION FOR LOSS					
Sale of equipment	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>	<u>9,480</u>
FEDERAL AID					
Emergency Management Agency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,699</u>
MISCELLANEOUS					
Other	<u>15,521</u>	<u>15,521</u>	<u>8,952</u>	<u>(6,569)</u>	<u>12,587</u>
TOTAL REVENUES	<u>\$ 5,107,776</u>	<u>\$ 5,107,776</u>	<u>\$ 5,137,512</u>	<u>\$ 29,736</u>	<u>\$ 5,298,934</u>

Village of Briarcliff Manor, New York

Water Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended May 31, 2015

(With Comparative Actuals for 2014)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	2014 Actual
GENERAL GOVERNMENT SUPPORT					
Auditor	\$ 17,798	\$ 13,500	\$ 13,500	\$ -	\$ 17,798
Law	98,374	86,842	86,842	-	85,862
Buildings	2,500	7,361	7,087	274	2,134
Central garage	91,042	89,043	84,956	4,087	88,285
Unallocated insurance	70,000	70,000	70,000	-	70,000
Municipal association dues	3,803	3,803	2,279	1,524	5,306
Taxes and assessments on municipal property	35,120	33,138	33,138	-	32,938
Fiscal agent fees	11,361	14,011	14,011	-	8,401
Metropolitan commuter transportation mobility tax	3,000	3,486	3,486	-	3,331
Contingency	75,000	-	-	-	-
	<u>407,998</u>	<u>321,184</u>	<u>315,299</u>	<u>5,885</u>	<u>314,055</u>
HOME AND COMMUNITY SERVICES					
Water administration	800,043	803,361	793,417	9,944	799,000
Pumping, supply and power	1,189,707	1,309,167	1,228,488	80,679	966,022
Transmission and distribution	741,218	713,302	699,762	13,540	633,203
Sanitary sewers	214,154	225,786	214,838	10,948	210,783
	<u>2,945,122</u>	<u>3,051,616</u>	<u>2,936,505</u>	<u>115,111</u>	<u>2,609,008</u>
DEBT SERVICE					
Interest					
Bond anticipation notes	3,006	3,006	3,006	-	8,962
TOTAL EXPENDITURES	<u>3,356,126</u>	<u>3,375,806</u>	<u>3,254,810</u>	<u>120,996</u>	<u>2,932,025</u>

OTHER FINANCING USES

Transfers out

General Fund	310,000	645,000	645,000	-	300,000
Capital Projects Fund	5,147	230,147	230,147	-	159,916
Debt Service Fund	<u>1,476,503</u>	<u>1,456,823</u>	<u>1,456,823</u>	<u>-</u>	<u>1,525,378</u>
TOTAL OTHER FINANCING USES	<u>1,791,650</u>	<u>2,331,970</u>	<u>2,331,970</u>	<u>-</u>	<u>1,985,294</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 5,147,776</u>	<u>\$ 5,707,776</u>	<u>\$ 5,586,780</u>	<u>\$ 120,996</u>	<u>\$ 4,917,319</u>

Village of Briarcliff Manor, New York

Capital Projects Fund
Comparative Balance Sheet
May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 9,335,872	\$ 4,585,988
Restricted investments	<u>395,286</u>	<u>395,286</u>
Total Assets	<u>\$ 9,731,158</u>	<u>\$ 4,981,274</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 943,654	\$ 69,579
Retainages payable	-	115,525
Due to other funds	128,739	2,410
Bond anticipation notes payable	<u>332,691</u>	<u>339,840</u>
Total Liabilities	1,405,084	527,354
Fund balance		
Restricted	<u>8,326,074</u>	<u>4,453,920</u>
Total Liabilities and Fund Balance	<u>\$ 9,731,158</u>	<u>\$ 4,981,274</u>

Village of Briarcliff Manor, New York**Capital Projects Fund
Comparative Statement of Revenues, Expenditures and Changes
in Fund Balance
Years Ended May 31,**

	<u>2015</u>	<u>2014</u>
REVENUES		
State aid	\$ 76,472	\$ -
Miscellaneous	<u>41,550</u>	<u>553,522</u>
Total Revenues	118,022	553,522
EXPENDITURES		
Capital outlay	<u>4,656,117</u>	<u>2,521,948</u>
Deficiency of Revenues Over Expenditures	<u>(4,538,095)</u>	<u>(1,968,426)</u>
OTHER FINANCING SOURCES		
Bonds issued	8,178,100	6,318,559
Transfers in	<u>232,149</u>	<u>203,537</u>
Total Other Financing Sources	<u>8,410,249</u>	<u>6,522,096</u>
Net Change in Fund Balance	3,872,154	4,553,670
FUND BALANCE (DEFICIT)		
Beginning of Year	<u>4,453,920</u>	<u>(99,750)</u>
End of Year	<u>\$ 8,326,074</u>	<u>\$ 4,453,920</u>

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Village of Briarcliff Manor, New York

Debt Service Fund
Comparative Balance Sheet
May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 105,659	\$ 135,285
Due from other funds	3,739	2,410
	<u>109,398</u>	<u>137,695</u>
Total Assets	<u>\$ 109,398</u>	<u>\$ 137,695</u>
FUND BALANCE		
Restricted	\$ 59,398	\$ 87,695
Assigned	50,000	50,000
	<u>109,398</u>	<u>137,695</u>
Total Fund Balance	<u>\$ 109,398</u>	<u>\$ 137,695</u>

Village of Briarcliff Manor, New York

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

	2015			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	\$ -	\$ -	\$ 21,703	\$ 21,703
EXPENDITURES				
Debt service				
Serial bonds				
Principal	2,468,559	2,468,559	2,468,559	-
Interest	1,174,242	1,174,242	1,144,085	30,157
Refunding bond issuance cost	-	161,867	161,867	-
Total Expenditures	3,642,801	3,804,668	3,774,511	30,157
Deficiency of Revenues Over Expenditures	(3,642,801)	(3,804,668)	(3,752,808)	51,860
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	7,915,000	7,915,000	-
Premium on refunding bonds	-	120,529	120,529	-
Payment to refunding bond escrow agent	-	(7,873,662)	(7,873,662)	-
Transfers in	3,642,801	3,642,801	3,612,644	(30,157)
Transfers out	(50,000)	(50,000)	(50,000)	-
Total Other Financing Sources	3,592,801	3,754,668	3,724,511	(30,157)
Net Change in Fund Balance	(50,000)	(50,000)	(28,297)	21,703
FUND BALANCE				
Beginning of Year	50,000	50,000	137,695	87,695
End of Year	\$ -	\$ -	\$ 109,398	\$ 109,398

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ 33,092	\$ 33,092
2,409,020	2,409,020	2,409,020	-
1,057,755	1,057,755	1,050,504	7,251
-	-	-	-
<u>3,466,775</u>	<u>3,466,775</u>	<u>3,459,524</u>	<u>7,251</u>
<u>(3,466,775)</u>	<u>(3,466,775)</u>	<u>(3,426,432)</u>	<u>40,343</u>
-	-	-	-
-	-	-	-
-	-	-	-
3,466,775	3,466,775	3,459,523	(7,252)
<u>(240,338)</u>	<u>(240,338)</u>	<u>(240,338)</u>	<u>-</u>
<u>3,226,437</u>	<u>3,226,437</u>	<u>3,219,185</u>	<u>(7,252)</u>
(240,338)	(240,338)	(207,247)	33,091
<u>240,338</u>	<u>240,338</u>	<u>344,942</u>	<u>104,604</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 137,695</u>	<u>\$ 137,695</u>

Village of Briarcliff Manor, New York

Combining Balance Sheet
 Non-Major Governmental Funds
 May 31, 2015
 (With Comparative Totals for 2014)

	Public Library	Special Purpose	Total Non-Major Governmental Funds	
			2015	2014
ASSETS				
Cash and equivalents	\$ 39,322	\$ 41,160	\$ 80,482	\$ 75,132
Receivables				
Accounts	941	-	941	-
Due from other funds	-	-	-	49
	941	-	941	49
Total Assets	\$ 40,263	\$ 41,160	\$ 81,423	\$ 75,181
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 17,092	\$ -	\$ 17,092	\$ 13,883
Due to retirement systems	12,792	-	12,792	12,792
Total Liabilities	29,884	-	29,884	26,675
Fund balances				
Restricted	-	41,160	41,160	48,495
Assigned	10,379	-	10,379	11
Total Fund Balances	10,379	41,160	51,539	48,506
Total Liabilities and Fund Balances	\$ 40,263	\$ 41,160	\$ 81,423	\$ 75,181

Village of Briarcliff Manor, New York

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

	Public Library	Special Purpose	Total Non-Major Governmental Funds	
			2015	2014
REVENUES				
Departmental income	\$ 14,684	\$ -	\$ 14,684	\$ 15,071
State aid	2,067	-	2,067	2,047
Miscellaneous	10,323	36,000	46,323	92,978
Total Revenues	27,074	36,000	63,074	110,096
EXPENDITURES				
Current				
General government support	18,724	-	18,724	18,742
Culture and recreation	587,817	-	587,817	605,092
Home and community services	-	27,462	27,462	70,731
Total Expenditures	606,541	27,462	634,003	694,565
Excess (Deficiency) of Revenues Over Expenditures	(579,467)	8,538	(570,929)	(584,469)
OTHER FINANCING SOURCES (USES)				
Transfers in	589,835	-	589,835	578,735
Transfers out	-	(15,873)	(15,873)	-
Total Other Financing Sources (Uses)	589,835	(15,873)	573,962	578,735
Net Change in Fund Balances	10,368	(7,335)	3,033	(5,734)
FUND BALANCES				
Beginning of Year	11	48,495	48,506	54,240
End of Year	\$ 10,379	\$ 41,160	\$ 51,539	\$ 48,506

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Village of Briarcliff Manor, New York

Public Library Fund
Comparative Balance Sheet
May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	\$ 39,322	\$ 25,962
Receivables		
Accounts	941	-
Due from other funds	<u>-</u>	<u>49</u>
	<u>941</u>	<u>49</u>
 Total Assets	 <u>\$ 40,263</u>	 <u>\$ 26,011</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 17,092	\$ 13,208
Due to retirement systems	<u>12,792</u>	<u>12,792</u>
 Total Liabilities	 29,884	 26,000
 Fund balance		
Assigned	<u>10,379</u>	<u>11</u>
 Total Liabilities and Fund Balance	 <u>\$ 40,263</u>	 <u>\$ 26,011</u>

Village of Briarcliff Manor, New York

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

	2015			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Departmental income	\$ 17,400	\$ 17,400	\$ 14,684	\$ (2,716)
State aid	1,866	1,866	2,067	201
Miscellaneous	3,291	9,291	10,323	1,032
Total Revenues	22,557	28,557	27,074	(1,483)
EXPENDITURES				
Current				
General government support	18,865	18,754	18,724	30
Culture and recreation	593,727	599,838	587,817	12,021
Total Expenditures	612,592	618,592	606,541	12,051
Deficiency of Revenues Over Expenditures	(590,035)	(590,035)	(579,467)	10,568
OTHER FINANCING SOURCES				
Transfers in	589,835	589,835	589,835	-
Net Change in Fund Balance	(200)	(200)	10,368	10,568
FUND BALANCE				
Beginning of Year	200	200	11	(189)
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,379</u>	<u>\$ 10,379</u>

2014

Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 17,400	\$ 17,400	\$ 15,071	\$ (2,329)
1,866	1,867	2,047	180
1,500	16,423	17,578	1,155
<u>20,766</u>	<u>35,690</u>	<u>34,696</u>	<u>(994)</u>
18,829	18,742	18,742	-
<u>581,822</u>	<u>607,094</u>	<u>605,092</u>	<u>2,002</u>
<u>600,651</u>	<u>625,836</u>	<u>623,834</u>	<u>2,002</u>
(579,885)	(590,146)	(589,138)	1,008
<u>578,735</u>	<u>578,735</u>	<u>578,735</u>	<u>-</u>
(1,150)	(11,411)	(10,403)	1,008
<u>1,150</u>	<u>11,411</u>	<u>10,414</u>	<u>(997)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11</u>	<u>\$ 11</u>

Village of Briarcliff Manor, New York

Special Purpose Fund
Comparative Balance Sheet
May 31,

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and equivalents	<u>\$ 41,160</u>	<u>\$ 49,170</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ 675
Fund balance		
Restricted	<u>41,160</u>	<u>48,495</u>
Total Liabilities and Fund Balance	<u>\$ 41,160</u>	<u>\$ 49,170</u>

Village of Briarcliff Manor, New York

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

	<u>2015</u>	<u>2014</u>
REVENUES		
Miscellaneous	\$ 36,000	\$ 75,400
EXPENDITURES		
Current		
Home and community services	<u>27,462</u>	<u>70,731</u>
Excess of Revenues Over Expenditures	8,538	4,669
OTHER FINANCING USES		
Transfers out	<u>(15,873)</u>	<u>-</u>
Net Change in Fund Balance	(7,335)	4,669
FUND BALANCE		
Beginning of Year	<u>48,495</u>	<u>43,826</u>
End of Year	<u>\$ 41,160</u>	<u>\$ 48,495</u>